

To,
The General Manager,
Department of Corporate Services,
BSE Limited, P. J. Tower,
Dalal Street, Mumbai- 400 001

Sub.: Outcome of Board Meeting and Submission of Unaudited/Audited Financial Results for the quarter and year ended 31st March, 2018.

Ref.: Script Code- 538788

Dear Sir,

With reference to the above captioned subject, the meeting of Board of Directors of the Company held on Tuesday, 30th day of May, 2018 at 3.00 P.M. and ended at 7:30 P.M, at the registered office of the Company, inter alia considered and approved the unaudited/Audited financial results for the quarter and year ended on 31st March, 2018. In compliance with the provisions of Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we hereby have enclosed the followings with Auditor's Report given by the statutory auditors.

1. Financial Results and Assets and Liabilities for the quarter and year ended 31st March, 2018;
2. Auditor's Report as given by Statutory Auditors of the Company.

In compliance with the Regulation 33(3) (d) of the SEBI (Listing Obligations and Disclosure Requirements) Amendment Regulation, 2016 read with circular issued by the SEBI Vide No. CIR/CFD/CMD/56/2016 Dated 27th May, 2016, this is to declare that, the Statutory Auditors of the company have issued an Audit Report with unmodified opinion on Audited Financial Results for the year ended on 31st March, 2018.

Further, informed that the Board of Directors has also considered and approved the following businesses:

1. Resignation of Mr. Ashok Kumar (M. No. A-40962) from the post of Company Secretary & Compliance Officer of the Company with effect from 9th May, 2018;
2. Resignation of Mr. Narayandas Jaju (DIN: 03166712) from the post of Independent Director with effect from 21st May, 2018; and
3. Appointment of Mr. Ramanathan Annamalai (DIN: 02645247) as an Independent Director on the Board of the Company.

You are requested to take the above on your records and acknowledge the same.

Thanking you.

Yours Faithfully.

FOR GILADA FINANCE AND INVESTMENTS LIMITED




RAJGOPAL GILADA
MANAGING DIRECTOR

Enclosed: As above.

Branch : #18, Chamber Complex, Super Market, Gulbarga - 585101, India
Phone : 08472-230491, Fax : 08472-225356, Email : giladafinance@yahoo.co.in

GILADA FINANCE AND INVESTMENTS LIMITED**CIN: L65910KA1994PLC015981**

Regd Office: #105 R.R Takt, 37 Bhoopasandra Main Road, Bangalore- 560094, Karnataka

Ph:080-40620000(30 Lines) Fax: 080-40620008

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(Rs. In Lakh)

Statement of Standalone Financial Statements for the quarter and the year ended 31.03.2018

| Sl. No. | PARTICULARS | 3 months ended | Preceding 3 months ended | Corresponding 3 months ended in the previous year | Year to date figures for the year ended | |
|---------|--|---------------------------|---------------------------|---|---|-------------------------|
| | | 31.03.2018 (Unaudited) | 31.12.2017 (Unaudited) | 31.03.2017 (Unaudited) | 31.03.2018 (Audited) | 31.03.2017 (Audited) |
| I | Revenue from operations | 73.10 | 67.32 | 100.48 | 259.57 | 251.11 |
| II | Other income | 12.89 | 14.22 | - | 0.50 | 3.11 |
| III | Total Revenue (I + II) | 85.99 | 81.54 | 100.48 | 260.07 | 254.33 |
| IV | Expenses: | | | | | |
| | Cost of material consumed | - | - | - | - | - |
| | Purchases of Stock-in-trade | - | - | - | - | - |
| | Changes in inventories of finished goods | - | - | - | - | - |
| | Work-in-progress and Stock-in-Trade | - | - | - | - | - |
| | Employee benefits expenses | 17.37 | 16.87 | 11.10 | 50.65 | 46.81 |
| | Finance costs | - | - | 0.98 | 1.50 | 5.50 |
| | Depreciation and amortisation Expenses | 1.17 | 0.70 | 0.57 | 4.68 | 2.30 |
| | Other Expenses | 9.06 | 20.02 | 8.31 | 45.73 | 26.11 |
| | Total Expenses | 27.60 | 37.59 | 20.96 | 102.56 | 80.78 |
| V | Profit before exceptional and extraordinary items and tax (III - IV) | 58.39 | 43.95 | 79.52 | 157.51 | 173.53 |
| VI | Exceptional items | - | - | 39.63 | 41.34 | 39.63 |
| VII | Profit before extraordinary items and tax (V - VI) | 58.39 | 43.95 | 39.89 | 116.17 | 133.90 |
| VIII | Extraordinary items | (52.04) | - | - | - | - |
| XI | IX. Profit before tax (VII- VIII) | 6.35 | 43.95 | 39.89 | 116.17 | 133.90 |
| X | Tax Expenses | | | | | |
| | a) Current Tax | - | 10.02 | 12.87 | 32.25 | 42.79 |
| | b) Deferred Tax | - | - | - | - | - |
| XI | Profit (Loss) for the period from continuing operations (VII-VIII) | 6.35 | 33.93 | 27.02 | 83.92 | 91.11 |
| XII | Profit/(loss) from discontinuing | - | - | - | - | - |
| XIII | Tax expense of discontinuing operations | - | - | - | - | - |



| | | | | | | |
|-----|--|------|-------|-------|-------|-------|
| XIV | Profit/(loss) from Discontinuing operations (after tax) (XII-XIII) | - | - | - | - | - |
| XV | Profit (Loss) for the period (XI + XIV) | 6.35 | 33.93 | 27.02 | 83.92 | 91.11 |
| XVI | Earnings per equity share: | - | - | - | - | - |
| | a) Basic | 0.18 | 0.67 | 0.77 | 2.39 | 2.59 |
| | b) Diluted | 0.18 | 0.67 | 0.77 | 2.39 | 2.59 |

Notes

| | |
|----|---|
| I | The Company deals in loans and advances including personal loans, hypothecation loans and other financial services which is the primary reportable segment. |
| II | The above Audited/unaudited results have been reviewed by the Audit Committee and were considered and approved by the Board of Directors at their meeting held on 30.05.2018. |
| IV | The Company does not have any subsidiary / associate. |

FOR GILADA FINANCE AND INVESTMENTS LIMITED

RAJGOPAL GILADA
MANAGING DIRECTOR
DIN: 00307829



PLACE: BANGALORE
DATE: 30.05.2018

GILADA FINANCE AND INVESTMENTS LIMITED

Statement of Assets and Liabilities as at 31st March, 2018

| Particulars | Note No. | Figures as at the end of current period (F.Y. 17-18) | Figures as at the end of current period (F.Y. 16-17) |
|---|----------|--|--|
| <u>EQUITY AND LIABILITIES</u> | | | |
| <u>(1) Share Holders Fund's</u> | | | |
| (a) Share Capital | 1 | 35,123,000.00 | 35,123,000.00 |
| (b) Reserve & Surplus | 2 | 116,908,641.60 | 110,375,486.24 |
| (c) Money received against share warrants | | 12,375,000.00 | - |
| <u>(2) Share application money pending allotment</u> | | - | - |
| <u>(3) Non - Current Liabilities</u> | | | |
| (a) Long - Term borrowings | | - | - |
| (b) Deffered tax liabilities (Net) | | 1,196,457.00 | 1,196,457.00 |
| (c) Other long term liabilities | | - | - |
| (d) Long term Provisions | | - | - |
| <u>(4) Current Liabilities</u> | | | |
| (a) Short - Term borrowings | 3 | - | 3,091,500.00 |
| (b) Trade Payables | 4 | 3,849,850.56 | 1,816,792.42 |
| (c) Other Current Liabilities | | - | - |
| (d) Short Term Provisions | 5 | 687,230.95 | 323,877.00 |
| TOTAL | | 170,140,180.11 | 151,927,112.66 |
| <u>II. Assets</u> | | | |
| <u>Non Current Assets</u> | | | |
| <u>(1)(a) Fixed Assets</u> | | | |
| (i) Tangible Assets | 6 | 1,705,639.58 | 1,365,718.00 |
| (ii) Intangible Assets | | - | - |
| (iii) Capital Work in Progress | | - | - |
| (iv) Intangible assets under development | | - | - |
| (b) Non - current investments | 7 | 1,857,000.00 | 550,000.00 |
| (c) Deffered tax assets (net) | | - | - |
| (d) Long - term loans and advances | 8 | 90,086,145.01 | 106,686,583.46 |
| (e) Other non-current assets | 8A | 2,284,123.00 | - |
| <u>Current Assets</u> | | | |
| (a) Current Investments | | - | - |
| (b) Inventories | 9 | 38,500,000.00 | 38,500,000.00 |
| (c) Trade Receivables | | - | - |
| (d) Cash and cash equivalents | 10 | 29,807,689.26 | 1,556,394.15 |
| (e) Short term loans and advances | 11 | 5,899,583.26 | 3,268,417.05 |
| (f) Other current assets | | - | - |
| See Notes on Accounts and significant | 18 | | |
| TOTAL | | 170,140,180.11 | 151,927,112.66 |



Agiwal P. & Associates

Chartered Accountants

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INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF GILADA FINANCE & INVESTMENTS LIMITED

Report on the Financial Statements:

We have audited the accompanying financial statements of "GILADA FINANCE & INVESTMENTS LIMITED", which comprise the Balance Sheet as at March 31, 2018, 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 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 maintenance of adequate accounting records, in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the 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 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, issued by the Institute of Chartered Accountants of India, as 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 a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.

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

Opinion:

In our opinion and to the best of our information **and** according to the explanations given to us, the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India of the state of affairs of the Company as at March 31, 2018, its Profit and its cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements:

1. As required by section 143(3) of the Act, we report that :
 - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
 - b) In our opinion proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - c) The Balance Sheet, 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;



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- e) On the basis of written representations received from the directors as on March 31, 2018, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2018, from being appointed as a director in terms of section 164(2) of the Act;
 - f) With respect to the adequacy of the internal financial control over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in Annexure - B and
 - g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014 in our opinion and to the best of our information and according to the explanations given to us-
 - i) The Company has disclosed the impact of pending litigations on its financial position in its financial statements - Refer Note 18 (B) (6) (A) to the financial statements;
 - ii) The Company did not have any long-term contracts including derivative contracts, for which there were no material foreseeable losses provision is required.
 - iii) There has been no delay in transferring amounts, required to be transferred to the Investor Education and Protection Fund by the Company.
2. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the Annexure - A statement on the matters specified in paragraphs 3 and 4 of the Order.

For **AGIWAL P & ASSOCIATES**

Chartered Accountants

Firm Reg No. 000515


CA P K AGIWAL

Proprietor

M. No. 085210



Place : Bangalore

Date : May 30, 2018

Agiwal P & Associates

Chartered Accountants

"ANNEXURE A" TO INDEPENDENT AUDITORS' REPORT

Referred to in paragraph 2 under the heading 'Report on Other Legal & Regulatory Requirement' of our report of even date to the financial statements, of GILADA FINANCE & INVESTMENTS LIMITED for the year ended March 31, 2018:

1. (i) The Company has maintained proper records showing full particulars including quantitative details & situation of the fixed assets, except details like year of purchase, cost of purchase etc are not readily available.

(ii) All the fixed assets have been physically verified by the management during the year under audit, and there is a regular programme of verification which, in our opinion, is reasonable having regard to the size of the company & the nature of its fixed assets. No material discrepancies were noticed on such verification.

(iii) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the title deed of immovable properties are held in the name of the Company.
2. The nature of the Company's business / activities during the year does not involve inventories & accordingly clauses (II) & (III) of paragraph 3 of the Companies (Auditors Report) order 2016 are not applicable to the Company.
3. (a) In the ordinary course of business of financing, the company has given loans to two parties covered in the register maintained under section 189 of the Companies Act, 2013. The maximum amount involved during the year was not determined by the management, since they are in the nature of current accounts and repayable on demand. The yearend balance of loan given to such parties was Rs. 196.35 lakhs, which is within the maximum limits prescribed under section 185 & 186 of the Companies Act 2013 and under RBI Directions to Non Banking Financial Companies and not prejudicial to the Company's interest.

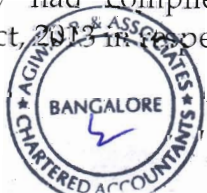
(b) There are no written terms & conditions on which loans granted to Companies, Firms or other parties listed in the register maintained under section 189 of the Companies Act, 2013, However, no irregularities of repayment of principal amount & interest amount by the parties were noticed.



- (c) Since there are no written terms & conditions on which loans granted to Companies, firms / other parties listed in the register maintained under section 189 of the Companies Act, 2013, and since they are in the nature of current accounts repayable on demand, there are no overdue amounts of loans granted.
4. In our opinion & explanations given to us, the Company has complied with the provisions of Section 185 and 186 of the Companies Act, with respect to loans and investment made.
5. In our opinion & according to the information & explanations given to us, the company is not required to comply with the directions issued by Reserve Bank of India under Non Banking Financial Companies (Reserve Bank) Directions, 1998, with respect to public deposits, since no deposits have been accepted from the public. No order has been passed by the Company Law Board or National Company Law Tribunal or Reserve Bank of India or any court or any other Tribunal.
6. The Central Government has not prescribed the maintenance of cost records under section 148 (1) of the Companies Act, 2013 for the nature of business of Company, Since the Company is not into manufacturing activity.
7. (a) The company is generally regular in depositing with appropriate authorities undisputed statutory dues including provident fund, employees state insurance, income tax, sales tax, service tax, custom duty, excise duty, value added tax, cess & other material statutory dues applicable to it. However, we are informed that the provisions of the Employees Provident Fund & Employees State Insurance Scheme are not yet applicable to the Company.
- (b) According to the information & explanations given to us, no undisputed amounts payable in respect of provident fund, employees state Insurance income tax, sales tax, service tax, customs duty, excise duty, value added tax cess & other material statutory dues were in arrears, as at 31-3-2018 for a period of more than 6 months from the date they became payable.
- (c) According to the information & explanations given to us, except income tax, no dues of sale tax, customs duty, service tax, excise duty, value added tax & cess which have not been deposited on account of any dispute.



- (d) There is a disputed income tax liability of Rs. 4,71,077/- for AY 06-07, which is under appeal with Commissioner of Income Tax (Appeals)-I, Bangalore. The dispute is on account of disallowability of deduction claimed under section 10(23G) and expenses disallowed u/s 14A and u/s 37 of the I.T. Act.
8. In our opinion & according to the information & explanations given to us, the company had generally not defaulted in repayment of dues to a Financial Institution, Bank or debenture holders.
 9. The Company did not raise any money by way of initial public offer or further public offer (including debt instruments) and term loans during the year. Accordingly, Paragraph 3 (IX) of the order is not applicable.
 10. According to the information & 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 course of our audit.
 11. According to the information & explanation given to us and based on our examination of the records of the Company and in the opinion of the management; the Company is not required to obtain any requisite approval since, managerial remuneration paid or provided is in accordance with the provisions of Sec.197 read with Schedule V of the Act.
 12. In our opinion and according to the information and explanations given to us, the Company is not a nidhi Company. Accordingly paragraph 3(xii) of the order is not applicable.
 13. According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with section 177 and 188 of the Act wherever applicable and details of such transactions has been disclosed in the financial statements as required by the applicable accounting standards.
 14. According to the information and explanations given to us and based on our examination of the records of the Company, the Company has made preferential allotment/private placement of 9 lakh share warrant of Rs.10 each at a premium of Rs.45 per share during the year under audit, against total offer of 15 lakh share warrant to promoters group & non promoters group. The company had complied with the provisions of Section 42 of the Companies Act, 2013 in respect of private placement of shares



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15. 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 non-cash transactions with directors or persons connected with him. Accordingly paragraph 3 (xv) of the order is not applicable.
16. According to the information and explanations given to us, the Company has obtained registration under section 45-IA of the Reserve Bank of India Act, 1934.

For AGIWAL P & ASSOCIATES
Chartered Accountants
Firm Reg No. 00005148


CA P K AGIWAL
Proprietor
M. No. 085210



Place : Bangalore
Date : May 30, 2018