

TWENTYFIRST ANNUAL REPORT
2013-2014

CHOKHANI SECURITIES LIMITED

Regd. Office :

5A-MAKER BHAVAN NO.2,
SIR VITHALDAS THAKERSEY MARG,
NEW MARINE LINES, CHURCHGATE,
MUMBAI-400 020

Tel.: (91-22) 22007772/73

Fax: (91-22) 22007722.

CHOKHANI SECURITIES LIMITED

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CHOKHANI SECURITIES LTD.

BOARD OF DIRECTORS

MR. RAMAKANT CHOKHANI (Chairman)

MR. RAJESH CHOKHANI

MR. PRAVIN GUPTA

MR. YOGESH RAJA

**21st
ANNUAL
REPORT
2013-2014**

AUDITORS

P C Ghadiali And Co
Chartered Accountants
206, Arun Chambers,
Tardeo, Mumbai – 400 034.

BANKERS

AXIS BANK LTD.

REGISTRARS & SHARE TRANSFER AGENTS

Universal Capital Securities Pvt Ltd
(Formerly Mondkar Computers Private Limited.)
21, Shakil Niwas,
Mahakali Caves Road
Andheri (E),
Mumbai – 400 093.
Telephone: 28207203-05 Fax: 28207207

Regd. Office:

5A Maker Bhavan No.2, Sir Vithaldas Thakersey Marg,
New Marine Lines, Churchgate, Mumbai-400 020.
Tel.: 22007772/73
Fax: 22007722.
Email: contact@rrcfinancials.com

NOTICE

NOTICE is hereby given that the **Twentyfirst Annual General Meeting** of the Members of **Chokhani Securities Limited** will be held at **11.00 a.m. on Friday, the July 04, 2014** at 5A-Maker Bhavan No.2, Sir Vithaldas Thakersey Marg, New Marine Lines, Churchgate, Mumbai 400 020, to transact the following business:

ORDINARY BUSINESS:

1. To receive, consider and adopt the Audited Balance Sheet as on 31st March, 2014 and Statement of Profit & Loss Account for the year ended on that date along with Directors' Report and Auditors' Report thereon.
2. To appoint a Director in place of Mr. Yogesh Raja, who retires by rotation and being eligible offers himself for reappointment.
3. To appoint Auditors and fix their remuneration.

SPECIAL BUSINESS:

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

"RESOLVED THAT Mr. Pravin Gupta be and is hereby appointed as an Independent Director for a period of three years w.e.f. 04/07/2014."

"RESOLVED FURTHER THAT Mr. Pravin Gupta will be entitled to reimbursement of conveyance expenses incurred for attending the Board and committee meeting."

**ON BEHALF OF THE BOARD OF DIRECTORS
FOR CHOKHANI SECURITIES LTD.**

Registered Office:

5A, Maker Bhavan No.2,
Sir Vithaldas Thackeray Marg,
New Marine lines, Churchgate
Mumbai 400 020

**Sd/-
RAMAKANT R. CHOKHANI
(CHAIRMAN)**

Place: Mumbai

Date: May 28, 2014

NOTES:

1. **A Member entitled to attend and vote is entitled to appoint one or more proxy (ies) to attend and vote instead of himself and the proxy (ies) need not be a member.**
2. The proxy to be effective should be deposited at the registered office of the Company not less than forty eight hours before the commencement of the Meeting.
3. An explanatory statement pursuant to Section 102 of the Companies Act, 2013 is annexed.
4. Pursuant to Clause 41 of the Listing Agreement with the Stock Exchange information about the Directors to be appointed / reappointed is enclosed.
5. The Register of Members and the Share Transfer Books will remain closed from 25th June, 2014 to 04th July, 2014 (both days inclusive).

Information pursuant to Clause 41 of the Listing Agreement

A brief resume of the Director seeking appointment / reappointment at the forthcoming AGM.

Name	Mr. Yogesh Raja	Mr. Pravin Gupta
Date of Birth	12/10/1972	23/10/1953
Date of Appointment	09/08/2012	06/01/2012
Qualifications	B.Com., CA Inter,	B.Com.
List of other Directorship held as on 31st March, 2014 (Other than Private Cos.)	Nil	Nil
Membership of Other Cos/. Committees (Other than Private Cos.)	Nil	Nil

EXPLANATORY STATEMENT PURSUANT TO SECTION 102 OF THE COMPANIES ACT, 2013

Mr. Pravin Gupta was appointed as an independent director with effect from 06/01/2012. Under the new Companies Act, 2013, which inter alia provided that the Independent Director shall hold the office for a period of five years and shall not be liable to retire by rotation. As Mr. Pravin Gupta was liable to retire by rotation in this Annual General Meeting, Directors think it prudent to seek his appointment de novo for a period of another three years.

Mr. Pravin Gupta has wide experience in the business administration and his association is in the interest of the Company. None of the Directors except Mr. Pravin Gupta, key managerial personnel of Company or any of their relatives are interested or concerned in the resolution. A draft letter of appointment proposed to be issued to Mr. Gupta is available for inspection at the Registered Office during normal business hours of the Company except on Saturdays and Sundays.

**ON BEHALF OF THE BOARD OF DIRECTORS
FOR CHOKHANI SECURITIES LTD.**

Registered Office:

5A, Maker Bhavan No.2,
Sir Vithaldas Thackeray Marg,
New Marine lines, Churchgate
Mumbai 400 020

**Sd/-
RAMAKANT R. CHOKHANI
(CHAIRMAN)**

Place: Mumbai

Date: May 28, 2014

DIRECTORS' REPORT

The Members,

Your Directors are pleased to present their Twenty first Annual Report on the working of the Company together with the audited statements of accounts for the year ended 31st March, 2014.

Financial Results:

	Current Year	Previous Year
	March 31, 2014	March 31, 2013
Profit before Interest & Depreciation	53,934,128	25,396,313
Interest Paid	-	-
Profit before Depreciation	53,934,128	25,396,313
Depreciation	-	-
Profit before Tax	53,934,128	25,396,313
Provision for Tax & Deferred Tax Assets	(16,150,000)	(8,435,000)
Profit after Tax	37,784,128	16,961,313
Balance brought forward	190,749,588	173,996,372
Balance Available for Appropriation	228,533,717	190,957,685
Extra ordinary adjustment	-	-
Excess /(Short) Provision for Tax	-	(208,097)
Adjustment for prior year	-	-
Balance carried forward	228,533,717	190,749,588

Dividend:

Directors have not recommended any dividend.

Performance of the Company:

The Company recorded the total income of Rs.617.12 Lacs against 418.70 Lacs in the previous year. The pre-tax profit was also higher at Rs.539.34 lacs as against Rs.253.96 Lacs in the last year.

Your Directors are glad to report that in spite of adverse economic situation the performance of the company was good.

MANAGEMENT DISCUSSION AND ANALYSIS FOR 2013-2014.**Industry Structure and development**

Market sentiments were poor throughout the year. Industrial growth was adversely affected and was at a record low in the decade. Due to steep devaluation in rupees, balance of payment reached at an alarming level. Sensex and nifty both were stagnant.

Regulations

The Capital Market is regulated by stringent rules and regulations of the Securities & Exchange Board of India (SEBI) and the Stock Exchanges. This helps in reviving the trust of investors in Indian market in time of crisis.

Opportunity and threats

The New Government is committed to encourage the healthy growth of Capital Market for development of the Economy. The market regulators are also concerned in regaining the confidence of investors, which is adversely effected due to economic slowdown and scams.

Future Outlook

Your Directors are of the opinion that new government's agenda of development and creating jobs for young generation will stimulate the growth. Considering the huge population and change in consumers' spending pattern, Indian economy is sure to grow in coming years.

Internal Control System

There are reasonable internal control systems at all levels in the Company.

Risk Management

The management continuously access the risk involved in the business and all out efforts are made to minimize the risk.

Directors' Responsibility Statement:

The Directors hereby confirm that:

- a) in the preparation of the accounts the applicable accounting standards have been followed along with proper explanations relating to material departure.
- b) Appropriate accounting policies have been selected and applied consistently and have 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.
- c) Proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.
- d) The annual accounts have been prepared on a going concern basis.

Conservation of Energy etc.:

Since the Company is not engaged in any manufacturing activity, information as required under the provisions of Section 217(1) (e) of the Act is not furnished. During the year under consideration, there was no foreign exchange earning or outgo.

Employees:

None of the employees of the Company was in receipt of remuneration in excess of the limit prescribed under Section 217(2A) of the Act read with the Rules made there under.

Directors:

To comply with the requirement of the Companies Act, 1956 and the Articles of Association of the Company Mr. Yogesh Raja shall retire by rotation and being eligible offers himself for re-appointment. It is also proposed to seek appointment of Mr. Pavin Gupta as an Independent Director for a period of three years.

Auditors:

Notes to the accounts are self explanatory to comments/observation made by the auditors in their report. Hence, no separate explanation is given.

M/s P. C. Ghadiali & Co, Chartered Accountants, Statutory Auditors of your Company shall retire at the forthcoming Annual General Meeting. However, they are eligible for reappointment. Members are requested to appoint the Auditors and fix their remuneration.

Compliance Report:

The Company has received a Compliance Report under the provisions of Section 383A of the Companies Act, 1956 from Mr. Upendra Shukla, Practicing Company Secretary. The said report is annexed and forms part of this report.

Corporate Governance:

As required under clause 49 of the Listing Agreement a report on Corporate Governance and Auditors' Certificate thereon are annexed.

Acknowledgement:

The Directors wish to place on record their deep sense of appreciation to the Company's Bankers and all the staff members for their unstinted support. Your directors also wish to thank the shareholders for confidence reposed in the management of the Company.

For and on Behalf of the Board

**Sd/-
Mr. Ramakant R Chokhani
Chairman**

**Place: Mumbai
Date: May 28, 2014**

REPORT ON CORPORATE GOVERNANCE**A. Philosophy:**

The Company is committed to good corporate governance practices. The Company continues to take such steps which ensure good corporate governance practices, transparency and enhance the shareholders value.

B. Board of Directors:**Composition, Meetings and Attendance:**

The Board of Director comprises of four Directors with all of them being Non-Executive Directors. One third of the total strength of the Board comprises of independent Directors.

During the financial year ended 31st March 2014, the Board met four times on 28.05.2013, 12.08.2013, 12.11.2013, and 10.02.2014.

Last Annual General Meeting was held on June 27, 2013

The composition of the Board of Directors as on March 31, 2014 and other details are as under:

Name of Director	Category	No. of other Directorship Other than Pvt. Ltd. Cos.	Committee Membership of other Companies	No. of Board Meetings attended	Attendance at last AGM of the Company
Mr. Ramakant R. Chokhani	Non-Executive Promoter	Nil	Nil	4	Yes
Mr. Rajesh Chokhani	Non-Executive Independent	Nil	Nil	4	No
Mr. Pravin Gupta	Non-Executive Independent	Nil	Nil	4	No
Mr. Yogesh Raja	Non-Executive	Nil	Nil	4	Yes.

Details of Directors seeking appointment/re-appointment in the forthcoming Annual General Meeting:

Name	Mr. Yogesh Raja	Mr. Pravin Gupta
Date of Birth	12/10/1972	23/10/1953
Date of Appointment	09/08/2012	06/01/2012
Qualifications	B.Com., CA Inter,	B.Com.
List of other Directorship held as on 31st March, 2014 (Other than Private Cos.)	Nil	Nil
Membership of Other Cos/. Committees (Other than Private Cos.)	Nil	Nil

C. Audit Committee:

The Company has constituted an Audit Committee. The Audit Committee comprises of Mr. Rajesh Chokhani and Mr. Pravin Gupta both independent Directors and Mr. Ramakant R. Chokhani. Mr. Pravin Gupta is having financial and accounting knowledge.

During the financial year 2013-14, the Audit Committee met four times on 28/05/2013, 12/08/2013, 12/11/2013 and 10/02/2014.

The Audit Committee had adequate powers and detailed terms of reference to play effective role as required under Clause 49 of the Listing Agreement.

The Compliance Officer acts as the Secretary of the Committee.

D. Remuneration Committee:

Since entire Board comprises of Non Executive Directors and none of the Directors is in receipt of any remuneration including sitting fees, Remuneration Committee is not formed.

E. Remuneration to Director

No remuneration is paid to any of the Directors.

F. Shareholders' /Investors' Grievance Committee:

The Company has formed Shareholders' / Investors' Grievances Committee under the Chairmanship of Mr. Ramakant R. Chokhani, Mr. Rajesh Chokhani and Mr. Yogesh Raja as its members to look into redressal of Shareholders and investors grievances with respect to transfer of Shares, dematerialization of shares, non receipt of declared dividend or Annual report etc. and other matters relating to shareholder relationship. The shareholders grievance committee met nine times during the year. During the year ended on March 31, 2014 the Company did not receive any complaint from any of its members.

G. Name and Designation of Compliance officer:

Mr Manish Parikh
Compliance officer
Chokhani Securities Limited.
5A, Maker Bhavan No.2, New Marine Lines, Mumbai 400 020

H. Annual General Meetings:

The details of the location and time for last three Annual General Meetings are given below:

AGM No	Accounting Year	Date	Time	Location
20 th	2012-2013	June 27, 2013	11.00 am	B-1, Chandra Mahal, 2 nd Floor, 241-Princess Street, Mumbai-400 002
19 th	2011-2012	August 09, 2012	11.00 am	
18 th	2010-2011	July 04, 2011	11.00 am	

I. Disclosures:**a) Disclosure regarding materially significant related party transactions:**

No transaction of material nature has been entered into by the Company with its Promoters, Directors or the management or relatives etc. that may have potential conflict with the interest of the Company.

b) Disclosure of non-compliance by the Company

There were no instances of non-compliance or penalty, strictures imposed on the Company by the Stock Exchange or SEBI or any statutory authority on any matter related to Capital Markets during the last four Years.

c) Means of Communication:

The means of communication between the Company and the shareholders are transparent and investor friendly. The Company's half-yearly and quarterly unaudited results are published in leading newspapers in English and in vernacular language of Mumbai. As such the Company does not send unaudited results to shareholders individually.

J. General Shareholder Information:**a) Annual General Meeting**

The 21st AGM of the members of the Company is scheduled to be held at 11.00 a.m. on Friday, 04th day of July, 2014 at B-1, 5A-Maker Bhavan No.2, Sir Vithaldas Thakersey Marg, New Marine Lines, Churchgate, Mumbai 400 020.

b) Financial Calendar for the year 2014-2015 (Provisional)

A.	Results for the first quarter ending on June 30, 2014	By end of July, 2014
B.	Results for the second quarter ending on September 30, 2014	By end of October, 2014
C.	Results for the third quarter ending on December 31, 2014	By end of January, 2015
D.	Results for the fourth quarter ending on March 31, 2015	By end of May, 2015
E.	Finalization of Accounts for the year ended March 31, 2015	By end of May, 2015
F.	Annual General Meeting for the year ending March 31, 2015	By end of June, 2015

c) Details of book closures:

From 25th June, 2014 to 04th July, 2014(both days inclusive)

d) Dividend

The Board of Directors has not recommended any dividend for the financial year 2013-14

e) Stock Exchange Listing:

The Company's shares are listed on The Bombay Stock Exchange Ltd. The Company has paid Annual Listing fees up to financial year 2013-2014

Scrip code on the Stock Exchange, Mumbai : 511742
Demat ISIN for NSDL and CDSL : INE 583 D 01011

Market Price Data:

Month	Highest Rate (₹)	Lowest Rate (₹)
April-13	24.00	15.11
May-13	23.00	22.45
June-13	24.15	23.00
July-13	-	-
August-13	-	-
September-13	-	-
October-13	-	-
November-13	22.95	22.95
December-13	-	-
January-14	-	-
February-14	21.85	20.80
March-14	19.80	17.15

As the shares of the Company are not included in BSE Sensex, comparative study on BSE Index vis-à-vis price performance of the Company's shares is not given.

g) Registrar and Transfer Agents:

M/s Universal Capital Securities P LTD
(Formerly Mondkar Computers Pvt. Ltd.)
21, Shakil Niwas, Opp. Satya Sai Baba Temple
Mahakali Caves Road, Andheri (East), Mumbai 400 093
Telephone: 28207203-05 Fax: 28207207

h) Share Transfer System:

Share transfer requests received for transfer of shares in physical form are processed by the Share Transfer Agents and Share Transfer Register prepared within seven days from the date of receipt. Investor Grievance Committee approves the transfers and immediately there after the Agents dispatches the share certificates to respective transferees. It is ensured that the share certificates duly transferred are dispatched within fifteen days from the date of its lodgment. Demat requests are normally confirmed within an average of 15 days from the date of receipt.

i) Statistics of Shareholders as on March 31, 2014

	Share Holders		Share Holdings		Share Amount	
	Number	%	Holding	%	₹	%
Up to 500	701	83.65%	90,304	1.92%	903,040	1.92%
501-1,000	60	7.16%	48,822	1.04%	488,220	1.04%
1,001-2,000	28	3.34%	42,527	0.91%	425,270	0.91%
2,001-3,000	10	1.19%	25,838	0.55%	258,380	0.55%
3,001-4,000	5	0.60%	18,364	0.39%	183,640	0.39%
4,001-5,000	3	0.36%	14,186	0.30%	141,860	0.30%
5,001-10,000	7	0.84%	53,082	1.13%	530,820	1.13%
10,001 & above	24	2.86%	4,405,377	93.76%	44,053,770	93.76%
Total	838	100.00%	4,698,500	100.00%	46,985,000	100.00%

j) Shareholding Pattern as on March 31, 2014

Promoters	3,467,800	73.81%
Bodies Corporate	256,233	5.45%
Residential Individual & Physical Shares	971,194	20.67%
Non Residential Individual & Clearing Members	3,273	0.07%
Total	4,698,500	100.00%

k) Dematerialization of Shares:

Total number of Shares

In Demat form as on 31st March, 2014 : 45,93,080

In Physical form : 1,05,420

l) The Company has not issued any GDRs / ADRs/ warrants or any Convertible instruments.**DECLARATION**

As provided under clause 49 agreement with the Stock Exchange, this is to confirm that all the members Of the Board and the Senior Management have affirmed compliance with the code of conduct for the year ended 31st March, 2014.

For Chokhani Securities Ltd.

Sd/-
Ramakant R Chokhani
(Chairman)

Address for correspondence:

5A, Maker Bhavan No.2
 Sir Vithaldas Thakersey Marg,
 New Marine Lines, Churchgate,
 Mumbai-400 020
 Ph. 91 22 2200 7772/73

M/s Universal Capital Sec P Ltd (Mondkar)
 Shakil Niwas, Opp. Satya Sai Baba Temple
 Mahakali Caves Road, Andheri (East),
 Mumbai 400 093
 Telephone: 28207203-05 Fax: 28207207

UPENDRA SHUKLA

B.Com.,F.C.S.

Company Secretary

504, Navkar,
Nanada Patkar Road
Vile Parle (East)
MUMBAI 400 057
Tel. : Off. : 2200 1652 2200 1747
Res. : 2611 8257

COMPLIANCE CERTIFICATE

To:
The Members
Chokhani Securities Limited

I have examined the registers, records, books and papers of Chokhani Securities Limited (the Company) as required to be maintained under the Companies Act, 1956 (the Act) and the rules made thereunder and also the provisions contained in the Memorandum and Articles of Association of the Company for the financial year ended 31st March, 2014. In my opinion and to the best of my information and according to the examinations carried out by me and explanation furnished to me by the Company, its officers and agents, I certify that in respect of the aforesaid financial year:

1. The Company has kept and maintained all registers as stated in Annexure A to this certificate, as per the provisions and the rules made thereunder and all entries therein have been duly recorded.
2. The Company has duly filed the forms and returns as stated in Annexure 'B' to this certificate with the Registrar of Companies, Maharashtra, within the time prescribed under the Act and the rules made thereunder. The Company has not filed any form/return with the Regional Director, Central Government, Company Law Board or other authorities.
3. The Company being a Public Limited company, comments on invitation to public to subscribe for shares/debentures or acceptance of deposits as applicable to a Private Limited Company are not required.
4. The Board of Directors duly met four times on 28/05/2013, 12/08/2013, 12/11/2013 and 10/02/2014 in respect of which meetings proper notices were given and the proceedings were properly recorded and signed. No circular resolutions was passed during the financial year.
5. The Company had closed its Register of Members from 18th June, 2013 to 27th June, 2013 (both days inclusive) and necessary compliance of Section 154 of the Act has been made.
6. The Annual General Meeting for the financial year ended on 31st March, 2013 was held on 27th June, 2013 after giving due notices to the members of the Company and the resolutions passed there at were duly recorded in Minutes Book maintained for the purpose.
7. No Extra-Ordinary General Meeting was held during the financial year.
8. The Company has not advanced any loan to its Directors and/or persons or firms or companies referred to in Section 295 of the Act.
9. The Company has not entered into any contracts falling within the purview of Section 297 of the Act during the financial year.
10. The Company has made necessary entries in the register maintained under Section 301 of the Act.

11. As there was no appointment/instance falling within the purview of Section 314 of the Act, the Company was not required to obtain approval from the Board of Directors, members or Central Government.
12. The Company has not issued any duplicate share certificate during the financial year.
13. (i) The Company has delivered all the certificates on lodgment thereof for transfer/transmission or any other purpose in accordance with the provisions of the Act. The Company has not allotted any security during the year.

(ii) As the Company did not declare any dividend during the financial year, the need to deposit any amount of dividend in a separate Bank Account did not arise.

(iii) The Company was not required to post warrants to any member of the Company as no dividend was declared during the financial year.

(iv) There was no such amount in unpaid dividend account, application money due for refund, matured deposits, matured debentures and interest accrued thereon which have remained unclaimed or unpaid for a period of seven years;

(v) The Company has complied with the requirements of Section 217 of the Act.
14. The Board of Directors of the Company is duly constituted and the appointments of Directors and Additional Director have been duly made. There was no appointment of Alternate Director and Director to fill casual vacancy during the financial year.
15. The Company has not appointed Managing Director/Whole-time Director or Manager.
16. The Company has not appointed any sole selling agent during the financial year.
17. The Company was not required to obtain any approval of the Central Government, Company Law Board, Regional Director, Registrar or such other authorities as prescribed in the various provisions of the Act during the financial year.
18. The Directors have disclosed their interest in other firms/Companies to the Board of Directors pursuant to the provisions of the Act and the rules made thereunder.
19. The Company has not issued any shares/debentures/other securities during the financial year.
20. The Company has not bought back any shares during the financial year ending 31st March, 2014.
21. The Company has not redeemed any preference shares/debentures during the financial year.
22. The Company was not required to keep in abeyance the rights to dividend, rights shares and bonus shares pending registration of transfer of shares.
23. The Company has not invited/accepted any deposit including any unsecured loans falling within the purview of Section 58A of the Act during the financial year.
24. The amount borrowed by the Company from Banks and others during the financial year ended 31st March, 2014 are within the borrowing limits of the Company.
25. The Company has given loans to and made investments in other bodies corporate in compliance with the provisions of the Act and has made necessary entries in the register kept for the purpose. The Company has not given any guarantee or provided security to other body corporate.

26. The Company has not altered the provisions of the Memorandum with respect to the situation of the Company's Registered Office from one state to another during the year under scrutiny.
27. The Company has not altered the provisions of the Memorandum with respect to the objects of the Company during the year under scrutiny.
28. The Company has not altered the provisions of the Memorandum with respect to the name of the Company during the year under scrutiny.
29. The Company has not altered the provisions of the Memorandum with respect to Share Capital of the Company during the year under scrutiny.
30. The Company has not altered its Articles of Association during the financial year.
31. There was no prosecution initiated against or show cause notice received by the Company or any other punishment imposed on the Company during the financial year, for offenses under the Act.
32. The Company has not received any money as security from its employees during the year under certification.
33. The Company has not deducted any contribution towards provident fund during the financial year.

Place: MUMBAI
Date : 28/05/2014

Sd/-
(UPENDRA C. SHUKLA)
COMPANY SECRETARY
FCS: 2727/CP No: 1654

Annexure A**Registers as maintained by the Company**

- 1) Minutes Book of the Board Meeting u/s 193 of the Act.
- 2) Minutes Book of the General Meeting u/s 193 of the Act.
- 3) Register of Members of the Company u/s 150 of the Act.
- 4) Register of Directors u/s 303 (2) of the Act.
- 5) Register of Directors' Shareholding u/s 307.
- 6) Share Transfer Register.

ANNXURE B

Forms and returns as filed by the Company with the Registrar of Companies, Regional Director, Central Government or other authorities during the financial year ended on 31st March, 2014 :

- 1) Annual Return as on 27/06/2013 filed u/s 159 on 25/07/2013.
- 2) Annual Accounts for the year ended 31/03/2013 filed u/s 220 on 25/07/2013.
- 3) Compliance Report for the year ended 31/03/2013 filed u/s 383A on 25/07/2013.

Place: Mumbai
Date : 28/05/2014

Sd/-
(UPENDRA C. SHUKLA)
COMPANY SECRETARY
FCS: 2727/CP No: 1654

AUDITOR'S CERTIFICATE ON CORPORATE GOVERNANCE

The Members,
Chokhani Securities Limited

We have examined the compliance of conditions of Corporate Governance by the **Chokhani Securities Limited** for the year ended 31st March, 2014, as stipulated in clause 49 of the Listing Agreement of the said Company with Stock Exchange(s).

The compliance of conditions of Corporate Governance is the responsibility of the 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 and the representations made by the Directors and the Management, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in the above mentioned Listing Agreement.

As required by the Guidance Note issued by the Institute of Chartered Accountants of India, we have to state that as per the records maintained by the Company, there were no investor grievances remaining unattended/pending for more than 30 days.

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.

Sd/-

Sacchin P. Ghadiali

Partner

Membership Number: 133178

For and on behalf of

P C GHADIALI AND CO LLP

Chartered Accountants

Firm No. 103132W

Place: Mumbai

Dated: May 28, 2014

INDEPENDENT AUDITOR'S REPORT

To the Members of **Chokhani Securities Limited**,

Report on the Financial Statements

We have audited the attached financial statements of Chokhani Securities Limited ("the Company"), which comprise the Balance Sheet as at March 31, 2014, and the Statement of Profit and Loss and Cash Flow Statement for the year ended on the date annexed thereto, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the Accounting Standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956 ("the Act") read with the General Circular 15/2013 dated 13 September 2013 of the Ministry of Corporate Affairs in respect of Section 133 of the Companies Act, 2013. This responsibility includes the design, implementation and maintenance of internal control 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 conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. 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 control relevant to the Company's preparation and fair presentation of the financial statements 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 management, 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.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the 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:

- (a) In the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2014;
- (b) In the case of the Statement of Profit and Loss, of the profit for the year ended on that date; and
- (c) In the case of the Cash Flow Statement, of the cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2003 ("the Order") issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Act, we give in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the Order.
2. As required by section 227(3) of the Act, we report that:
 - a. we have 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 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 Balance Sheet, Statement of Profit and Loss, and Cash Flow Statement comply with the Accounting Standards referred to in subsection (3C) of section 211 of the Companies Act, 1956;
 - e. On the basis of the written representations received from the directors as on March 31, 2014, taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2014, from being appointed as a director in terms of Section 274(1)(g) of the Act.

Sd/-

Sacchin P. Ghadialli

Partner

Membership Number: 133178

For and on behalf of

P C GHADIALI AND CO LLP

Chartered Accountants

Firm No. 103132W

Place: Mumbai

Dated: May 28, 2014

ANNEXURE TO INDEPENDENT AUDITORS' REPORT

[Referred to in paragraph 1 under the heading of "Report on Other Legal and Regulatory Requirements of our report of even date to the members of **CHOKHANI SECURITIES LIMITED** on the financial statements for the year ended 31st March, 2014]

1. In respect of its Inventories:
 - (a) The inventory (excluding stocks with third parties) has been physically verified by the management during the year. In respect of inventory lying with third parties, these have substantially been confirmed by them. In our opinion, the frequency of verification is reasonable.
 - (b) According to the information and explanations given to us, the inventory of securities have been held in dematerialized form and are verified with the demat account statements at reasonable intervals.
 - (c) The Company is maintaining proper records of inventory and no material discrepancies were noticed on physical verification.
2. In respect of the loans, secured and unsecured, granted or taken by the Company to/from companies, firms or other parties covered in the register maintained under Section 301 of the Companies Act, 1956:
 - a. The company has not granted any loans, secured or unsecured, to companies, firms or other parties covered in the register maintained under Section 301 of the Act. Consequently, the requirements of clauses (iii) (a), (iii)(b), (iii)(c) and (iii) (d) of paragraph 4 of the Order are not applicable.
 - b. During the year, the company has not taken any loans, secured or unsecured from companies, firms or other parties covered in the register maintained under section 301 of the Act.
3. In our opinion and according to the information and explanations given to us, having regard to the explanation, there is an adequate internal control system commensurate with the size of the company and the nature of its business for the purchase of inventory, fixed assets and for the sale of goods and services. Further, on the basis of our examination of the books and records of the company, and according to the information and explanations given to us, we have neither come across nor have been informed of any continuing failure to correct major weaknesses in the aforesaid internal control system.
4. In respect of Contracts or Arrangements referred to in Section 301 of the Companies Act, 1956:
 - (a) In our opinion and according to the information and explanations given to us, the particulars of contracts or arrangements referred to in Section 301 of the Act have been entered in the register required to be maintained under that section.
 - (b) In our opinion and according to the information and explanations given to us, the transactions made in pursuance of such contracts or arrangements and exceeding the value of Rupees Five Lakhs in respect of any party during the year have been made at prices which are reasonable having regard to the prevailing market prices at the relevant time.
5. The Company has no formal internal audit department as such. However, its control procedures ensure reasonable internal checking of its financial and other records.
6. (a) According to the information and explanations given to us and the records of the company examined by us, in our opinion, the company is (generally) regular in depositing the undisputed statutory dues including provident fund, investor education and protection fund, employees' state insurance, income-tax, sales-tax, wealth tax, service tax, customs duty, excise duty, cess and other material statutory dues as applicable with the appropriate authorities.

- (b) According to the information and explanations given to us and the records of the company examined by us, there are no undisputed dues of income-tax, sales tax, wealth tax, service tax, customs duty, excise duty and cess which have not been deposited on account of any dispute.
7. The company has no accumulated losses as at March 31, 2014 and it has not incurred any cash losses in the financial year ended on that date or in the immediately preceding financial year.
8. In our opinion, the company has maintained adequate documents and records in the cases where the company has granted loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
9. In our opinion, the company has maintained proper records of transactions and contracts relating to dealing or trading in shares, securities, debentures and other investments during the year and timely entries have been made therein. Further, such securities have been held by the company in its own name or are in the process of transfer in its name, except to the extent of the exemption granted under Section 49 of the Act.
10. In our opinion and according to the information and explanations given to us, the company has not given any guarantee for loans taken by others from banks or financial institutions during the year.
11. On the basis of an overall examination of the balance sheet of the company, in our opinion and according to the information and explanations given to us, there are no funds raised on a short-term basis which have been used for long-term investment.
12. In our opinion, the Company is not a chit fund / nidhi / mutual benefit fund / Society. Therefore, the provisions of clause (xiii) of Paragraph 4 of the Order are not applicable to the Company.
13. The company has not made any preferential allotment of shares to parties and companies covered in the register maintained under Section 301 of the Act during the year.
14. During the course of our examination of the books and records of the company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations given to us, we have neither come across any instance of fraud on or by the company, noticed or reported during the year, nor have we been informed of such case by the management.
15. The other clauses, (i), (vi), (viii), (xi), (xvi), (xix), (xx) of paragraph 4 of the Companies (Auditor's Report) Order 2003, as amended by the Companies (Auditor's Report) (Amendment) Order, 2004, are not applicable in the case of the company for the current year, since in our opinion there is no matter which arises to be reported in the aforesaid order.

Sd/-

Sacchin P. Ghadialli

Partner

Membership Number: 133178

For and on behalf of

P C GHADIALI AND CO LLP

Chartered Accountants

Firm No. 103132W

Place: Mumbai

Dated: May 28, 2014

Balance Sheet as at March 31, 2014

Particulars		Note No.	As at 31 March, 2014	As at 31 March, 2013
			₹	₹
A	EQUITY AND LIABILITIES			
1	Shareholders' funds			
	(a) Share capital	2	46,985,000	46,985,000
	(b) Reserves and surplus	3	228,533,717	190,749,588
			275,518,717	237,734,588
2	Current liabilities			
	(a) Short-term provisions	4	6,191,780	311,230
	(b) Trade Payables	5	1,808,063	-
			7,999,843	311,230
	TOTAL		283,518,560	238,045,818
B	ASSETS			
1	Non-current assets			
	(a) Non-current investments	6	258,226,222	7,150
			258,226,222	7,150
2	Current assets			
	(a) Inventories	7	-	203,105,559
	(b) Cash and cash equivalents	8	734,965	16,080,779
	(c) Short-term loans and advances	9	1,721,253	2,636,124
	(d) Other current assets	10	22,836,120	16,216,206
			25,292,337	238,038,668
	TOTAL		283,518,560	238,045,818
	See accompanying notes forming part of the financial statements	1		

As Per our Report attached of even date

For & on behalf of Board of Directors

Sd/-

Sacchin P. Ghadialli

Partner

Membership Number: 133178

For and on behalf of

P C GHADIALI AND CO LLP

Chartered Accountants

Firm Regn. No.: 103132W

Place: Mumbai

Date: May 28, 2014

Sd/-

Ramakant Chokhani
Director

Sd/-

Rajesh Chokhani
Director

Place: Mumbai

Date: May 28, 2014

Statement of Profit and Loss for the year ended March 31, 2014

Particulars		Note No.	For the year ended 31 March, 2014	For the year ended 31 March, 2013
			₹	₹
A	CONTINUING OPERATIONS			
1	Revenue from operations	11	53,361,903	41,870,727
2	Other income	12	8,350,243	-
3	Total revenues (1+2)		61,712,146	41,870,727
4	Expenses			
	(a) Employee benefits expense	13	1,803,491	1,759,464
	(b) Other expenses	14	5,974,527	14,714,950
	Total expenses		7,778,018	16,474,414
5	Profit before exceptional and extraordinary items and tax (3 - 4)		53,934,128	25,396,313
6	Tax expense:			
	(a) Current tax expense for current year		16,150,000	8,435,000
	(b) (Less): MAT credit (where applicable)		-	-
	(c) Current tax expense relating to prior years		-	208,097
	(d) Net current tax expense		16,150,000	8,643,097
	(e) Deferred tax		-	-
			16,150,000	8,643,097
7	Profit from continuing operations (5 ± 6)		37,784,128	16,753,216
	See accompanying notes forming part of the financial statements	1		

In terms of our report attached.

Sd/-

Sacchin P. Ghadiali

Partner

Membership Number: 133178

For and on behalf of

P C GHADIALI AND CO LLP

Chartered Accountants

Firm Regn. No.: 103132W

Place: Mumbai

Date: May 28, 2014

For & on behalf of Board of Directors

Sd/-

Ramakant Chokhani
Director

Sd/-

Rajesh Chokhani
Director

Place: Mumbai

Date: May 28, 2014

Cash Flow Statement for the year ended 31 March, 2014

Particulars	For the year ended For the year ended 31 March, 2014	For the year ended For the year ended 31 March, 2013
A. Cash flow from operating activities		
Net Profit before extraordinary items and tax	53,934,128	25,396,313
<u>Adjustments for:</u>		
Net (gain) / loss on sale of investments		468,800
Speculation Gain/Loss on Shares and Securities		116,746
Operating profit / (loss) before working capital changes	53,934,128	25,981,859
<u>Changes in working capital:</u>		
<i>Adjustments for (increase) / decrease in operating assets:</i>		
Inventories	203,105,559	(159,984,551)
Short-term loans and advances	10,929,271	142,434,552
Other current assets	(6,619,914)	(14,883,446)
<i>Adjustments for increase / (decrease) in operating liabilities:</i>		
Trade payables	1,808,063	-
Short-term provisions	5,880,550	269,094
	215,103,530	(32,164,351)
Cash flow from extraordinary items		
Cash generated from operations	215,103,530	(32,164,351)
Net income tax (paid) / refunds	-	(10,794,957)
Net cash flow from / (used in) operating activities (A)	269,037,658	(16,977,449)
B. Cash flow from investing activities		
Income From Investment		
Purchase of long-term investments		
- Others	(258,219,072)	(29,453,625)
Proceeds from sale of long-term investments		
- Others		58,554,998
Cash flow from extraordinary items		(208,097)
Net cash flow from / (used in) investing activities (B)	(258,219,072)	28,893,276
C. Cash flow from financing activities		
Proceeds from issue of equity shares		
Net cash flow from / (used in) financing activities (C)	-	-
Net increase / (decrease) in Cash and cash equivalents (A+B+C)	10,818,586	11,915,827
Cash and cash equivalents at the beginning of the year	16,080,779	4,164,952
Effect of exchange differences on restatement of foreign currency Cash and cash equivalents		
Cash and cash equivalents at the end of the year	26,899,365	16,080,779
Reconciliation of Cash and cash equivalents with the Balance Sheet:		
Cash and cash equivalents as per Balance Sheet (Refer Note 19)		16,080,779
Less: Bank balances not considered as Cash and cash equivalents as defined in AS 3 <i>Cash Flow Statements</i> (give details)		-
Net Cash and cash equivalents (as defined in AS 3 <i>Cash Flow Statements</i>) included in Note 19	734,965	16,080,779
Add: Current investments considered as part of Cash and cash equivalents (as defined in AS 3 <i>Cash Flow Statements</i>) (Refer Note (ii) to Note 16 Current investments)		-
Cash and cash equivalents at the end of the year	734,965	16,080,779
Comprises:		
(a) Cash on hand	98,954	296,133
(b) Balances with banks		
(i) In current accounts	636,011	15,784,646
	734,965	16,080,779
Notes:		
(i) The Cash Flow Statement reflects the combined cash flows pertaining to continuing and discounting operations.		
(ii) These earmarked account balances with banks can be utilised only for the specific identified purposes.		
See accompanying notes forming part of the financial statements		

In terms of our report attached.

For & on behalf of Board of Directors

Sd/-
Sacchin P. Ghadialli
 Partner
 Membership Number: 133178
 For and on behalf of
P C GHADIALI AND CO LLP
 Chartered Accountants
 Firm Regn. No.: 103132W

Sd/-
Ramakant Chokhani
 Director

Sd/-
Rajesh Chokhani
 Director

Place: Mumbai
 Date: May 28, 2014

Place: Mumbai
 Date: May 28, 2014

Chokhani Securities Limited**Notes forming part of the financial statements for the year ended March 31, 2014****Note 1****1. SIGNIFICANT ACCOUNTING POLICIES:****I. Basis of preparation of financial statements:**

- a) The financial statements have been prepared under the historical cost convention in accordance with the generally accepted accounting policies, and the provisions of the Companies Act, 1956 as adopted consistently by the Company.
- b) Accounting policies not specifically referred otherwise are consistent and in consistence with generally accepted accounting principles followed by the Company.

II. Basis of Accounting:

All Income and Expenditure items having a material bearing on the financial statements are recognized on accrual system.

III. Fixed Assets:

Company has no Fixed Assets.

IV. Depreciation:

Company does not have any Fixed Assets. Therefore, no depreciation is provided.

V. Taxation:

Income Tax expense comprises current tax deferred tax charge or credit. The deferred charge or credit is recognized using current tax rates. Where there is unabsorbed or carry forward depreciation, deferred tax assets are recognized only if there is virtual certainty of realisation of such assets. Other deferred tax assets are recognised only to the extent there is reasonable certainty of realisation in future. Deferred tax assets/ liabilities are reviewed as at each Balance Sheet date based on developments during the year and available case laws to reassess realization/liabilities.

VI Inventories:

Stocks of shares, securities and Commodities have been valued at cost or market value whichever is lower.

VII. Income:

Interest on Inter Corporate Deposits, Loan and other financial services are accounted for on accrual basis.

VIII. Recognition of Expenditure:

Revenue expenditure is accounted for on accrual basis.

Notes forming part of the financial statements

Note 2 Share capital

Particulars	As at 31 March, 2014		As at 31 March, 2013	
	Number of shares	₹	Number of shares	₹
(a) Authorised Equity shares of ₹ 10 each with voting rights	6000000	60,000,000	6000000	60,000,000
(b) Issued Equity shares of ₹ 10 each with voting rights	4698500	46,985,000	4698500	46,985,000
(c) Subscribed and fully paid up Equity shares of ₹ 10 each with voting rights	4698500	46,985,000	4698500	46,985,000
Total	4698500	46,985,000	4698500	46,985,000

Details of shares held by each shareholder holding more than 5% shares:

Class of shares / Name of shareholder	As at 31 March, 2014		As at 31 March, 2013	
	Number of shares held	% holding in that class of shares	Number of shares held	% holding in that class of shares
Equity shares with voting rights				
Anand Ramakant Chokhani	327710	6.97%	327710	6.97%
Chokhani Custodian Services Private Limited	372000	7.92%	372000	7.92%
Neelam R. Chokhani	700000	14.90%	700000	14.90%
R R Chokhani Stock Brokers Private Limited	525600	11.19%	525600	11.19%
Ramakant R. Chokhani	908890	19.34%	908890	19.34%
Ramakant R. Chokhani HUF	633600	13.49%	633600	13.49%

Note 3 Reserves and surplus

Particulars	As at 31 March, 2014	As at 31 March, 2013
	₹	₹
(a) Surplus / (Deficit) in Statement of Profit and Loss		
Opening balance	190,749,588	173,996,372
Add: Profit / (Loss) for the year	37,784,128	16,753,217
Total	228,533,717	190,749,588

Note 4 Short-term provisions

Particulars	As at 31 March, 2014	As at 31 March, 2013
	₹	₹
(a) Provision for Tax (Net of Advance Tax Rs. 100.14 Lakhs)	6,135,600	-
(b) Provision - Others:		
(i) Provision for Audit Fees	56,180	56,180
(ii) Provision for Expenses (Demat Charges)	-	255,050
Total	6,191,780	311,230

Note 5 Trade Payables

Particulars	As at 31 March, 2014	As at 31 March, 2013
	₹	₹
Sundry Creditors	1,808,063	-
Total	1,808,063	-

Notes forming part of the financial statements

Note 6 Non-current investments

Particulars	Qty	As at 31 March, 2014	As at 31 March, 2013
		Quoted ₹	Quoted ₹
Investments (At cost):			
(a) Investment in equity instruments			
1 Equity Shares of Jain Irrigation Systems Limited of ₹2 each	250.00	500	500
2 Equity Shares of Larsen & Toubro Limited of ₹2 each fully	2400.00	3,200	3,200
3 Equity Shares of Ras Propack Lamipack Limited of ₹10	25.00	-	250
4 Equity Shares of Ultra Tech Cement Limited of ₹10 each	320.00	3,200	3,200
5 Equity Shares of Iccon Oil Limited of ₹10 each fully Paid up	2000.00	1,900	-
6 Equity Shares of Jayan Agro Limited of ₹10 each fully Paid	450000.00	4,500	-
7 Equity Shares of Sibar Soft Limited of ₹10 each fully Paid	500.00	400	-
8 Equity Shares of Surya Pharma Limited of ₹10 each fully	100.00	115	-
		13,815	7,150
(b) Investment in Mutual Fund			
1 Kotak Banking & PSU Debt Fund	1160970.65	33,000,000	-
2 Kotak QIP Series 3	153411.88	2,500,000	-
3 Sundaram Select Debt Short Term Plan-Bonus	168742.86	-	-
4 Jm Money Manager Fund Superplan-Bonus	136834.00	-	-
5 Dws Cash Opp.Fund-Bonus	103889.95	-	-
6 Sundram Flexible St Fund-Bonus	101983.29	-	-
7 Tata Income Fund Plan A-Bonus	147477.09	-	-
8 Reliance FMP-24 Sr 17 367D	250000.00	2,500,000	-
9 Reliance Floating Rate -Stp	131997.87	2,500,000	-
10 Dsp-Br Fmp-Sr-117-12M	250000.00	2,500,000	-
11 Uti Short Term Plan-Growth	170572.78	2,500,000	-
12 Birla Sunlife Cashplus	171724.69	34,241,487	-
13 Reliance Liquid Fund	3769.45	11,751,168	-
14 SBI Mutual Fund	17837.71	34,837,795	-
15 UTI Mutual Fund	10307.38	21,059,031	-
		147,389,481	-
(c) Investment in Tax Free Bonds			
1 Power Finance Corporation	19459	19,185,852	-
2 Rural Electrification Corporation Limited	24520	24,392,015	-
3 Housing and Urban Development Corporation Limited	30845	30,659,898	-
4 Indian Infrastructure Finance Company Limited	6000	5,974,501	-
5 Indian Railway Finance Corporation Limited	9261	9,176,634	-
6 National Highway Authority of India	5500	5,578,026	-
7 National Housing Bank	638	3,190,000	-
8 National Thermal Power Corporation	12666	12,666,000	-
		110,822,926	
Total		258,226,222	7,150
Aggregate market value of listed and quoted investments			
Investment in Equity Instruments		3,798,742	2,797,125
Investment in Mutual Fund		157,936,561	-
Investment in Tax Free Bonds		112,033,326	-

Notes forming part of the financial statements

Note 7 Inventories

(At lower of cost and net realisable value)

Particulars	As at 31 March, 2014	As at 31 March, 2013
	₹	₹
(a) Others		
Equity Shares and Commodities	-	203,105,559
Total	-	203,105,559

Note 8 Cash and cash equivalents

Particulars	As at 31 March, 2014	As at 31 March, 2013
	₹	₹
(a) Cash on hand	98,954	296,133
(b) Cheques, drafts on hand		
(c) Balances with banks		
(i) In current accounts		
Axis Bank	626,011	15,774,646
HDFC Bank	10,000	10,000
Total	734,965	16,080,779
Of the above, the balances that meet the definition of Cash and cash equivalents as per AS 3 <i>Cash Flow Statements</i> is	734,965	16,080,779

Note 9 Short-term loans and advances

Particulars	As at 31 March, 2014	As at 31 March, 2013
	₹	₹
(a) Balances with government authorities		
Unsecured, considered good		
(i) VAT credit receivable	2,462	917,333
(ii) Taxes Paid (Net of Provisions and TDS)		
For A.Y.2013-14	59,957	59,957
For A.Y.2012-13	1,158,834	1,158,834
For A.Y.2014-15	-	-
For Tax on regular assessment		
For A.Y.2007-08	250,000	250,000
For A.Y.2008-09	250,000	250,000
(b) Inter-corporate deposits		
Total	1,721,253	2,636,124

Note 10 Other current assets

Particulars	As at 31 March, 2014	As at 31 March, 2013
	₹	₹
(a) Accruals		
(i) Interest accrued on Tax free Bond	3,329,011	-
(b) Others		
(i) Margin A/c	-	13,514,333
(ii) Mark to Market/Premium on Derivative Transactions (net)	19,507,109	2,701,873
Total	22,836,120	16,216,206

Notes forming part of the financial statements

Note 11 Revenue from operations

Particulars	For the year ended 31 March, 2014	For the year ended 31 March, 2013
	₹	₹
Income from Shares and Commodities	53,214,336	37,378,660
Interest Income:		
From Inter Corp. Deposits & Others Interest	147,567	4,492,067
Total	53,361,903	41,870,727

Note 12 Other income

Particulars	For the year ended 31 March, 2014	For the year ended 31 March, 2013
	₹	₹
Dividend Income	32,618	-
Income from Tax Free Bonds	4,880,774	-
Income from Mutual Fund	3,436,851	-
Total	8,350,243	-

Note 13 Employee benefits expense

Particulars	For the year ended 31 March, 2014	For the year ended 31 March, 2013
	₹	₹
Salaries and wages	1,708,050	1,725,925
Staff welfare expenses	95,441	33,539
Total	1,803,491	1,759,464

Note 14 Other expenses

Particulars	For the year ended 31 March, 2014	For the year ended 31 March, 2013
	₹	₹
Warehouse Charges	4,592,097	3,420,643
Legal and Professional Fees	181,062	175,327
Office and General Expenses	381,377	167,688
Bad Debts	-	10,000,000
Long Term loss on Securities	-	92,783
Short Term loss on Securities	-	376,016
Miscellaneous Expenses	819,991	482,493
Total	5,974,527	14,714,950

Notes:

Particulars	For the year ended 31 March, 2014	For the year ended 31 March, 2013
	₹	₹
(i) Payments to the auditors comprises (net of service tax input credit, where applicable):		
As Auditors - Statutory Audit	56,180	56,180
Total	56,180	56,180

Notes forming part of the financial statements**Note 15 Segment Reporting**

The Company treats Share Trading Activity, Commodity Trading Activity, Inter-Corporate Deposits and Loan Given and taken to company (under the same Management) as single segment. Therefore no Segment Reporting is required.

Note 16 Earning Per Share

Computation for the basic earning per share of ₹ 10 each.	2013-14	2012-13
(a) Net profit available for Equity Shareholders	37,784,128	16,753,216
(b) Number of Equity Shares for basic earning per share	4698500	4698500
(c) Basic Earning per Share	8.04	3.57

Note 17

In the opinion of the Board of Directors, Current Assets, Loans and Advances have the value at which these are stated in the Balance Sheet, if realized in the ordinary course of business and the provision for all known liabilities is adequate and not in excess of or less than the amount reasonably necessary.

Note 18 - Deferred Tax Asset/Liability

There are no Deferred Tax Asset or Liability in current and previous year.

Note 19 - Related Party Disclosures

Name of the Party	2013-14	2012-13
ARC Commodity Futures Private Limited (Margin Money)	-	13,514,333

Note 20

Previous year's figures have been regrouped or rearranged or reclassified wherever necessary.

As Per our Report attached of even date

Sd/-

Sacchin P. Ghadialli

Partner

Membership Number: 133178

For and on behalf of

P C GHADIALI AND CO LLP

Chartered Accountants

Firm Regn. No.: 103132W

Place: Mumbai

Date: May 28, 2014

For & on behalf of Board of Directors

Sd/-

Ramakant Chokhani
Director

Sd/-

Rajesh Chokhani
Director

Place: Mumbai

Date: May 28, 2014

CHOKHANI SECURITIES LIMITED

Regd.Office:5A-Maker Bhavan No.2, SirVithaldas Thakersey Marg,
New Marine Lines, Churchgate, Mumbai-400 020.

ATTENDANCE SLIP Please complete this attendance slip and hand it over at the entrance of the meeting hall. It helps us to make proper arrangements.

I hereby record my presence at the **21st Annual General Meeting at 11:00 a.m. on July 04th 2014** at 5A-Maker Bhavan No.2, Sir Vithaldas Thakersey Marg, New Marine Lines, Churchgate, Mumbai 400 020.

Name and address of the Shareholder

No of Shares held

Registered Folio No./

Client Id No.

Signature of Member or Proxy

(to be signed at the time of handing over this slip)

Notes:

1. Members/Proxies are requested to bring their copies of Annual Report with them at the meeting.
2. Please carry with you this attendance slip and hand over the same duly signed at the entrance of the hall.
3. Members are also requested to bring Photo Identity Card with them to avoid inconvenience.

.....tear hear.....

CHOKHANI SECURITIES LIMITED

Regd.Office:5A-Maker Bhavan No.2, Sir Vithaldas Thakersey Marg,
New Marine Lines, Churchgate, Mumbai-400 020.

PROXY SLIP

No. of Shares held Registered Folio No/
Client Id No.

I/we _____ of _____

being a Member of the Company hereby appoint Mr./Ms. _____ of _____ failing him

Mr./Ms. _____ of _____

as my/our proxy to vote for me/us and on my behalf at the **21st AGM** of the Company at 11.00 a.m. on July 04, 2014 at 5A-Maker Bhavan No.2, Sir Vithaldas Thakersey Marg, New Marine Lines, Churchgate, Mumbai 400 020.or at any adjourned meeting thereof.

Signed this _____ day of _____ 2014

Signature

Affix
Revenue
Stamp of
Rs. 1.

Note: The Proxy to be effective should be deposited at the registered office of the Company not less than 48 hours before the commencement of the Meeting.

BOOK - POST

If Undelivered, Please return to:

CHOKHANI SECURITIES LIMITED

5A Maker Bhavan No.2, Sir Vithaldas Thakersey Marg,
New Marine Lines, Churchgate, Mumbai-400 020.