

Independent Auditor's Report

To,
The Members of Canara Bank Securities Limited

Report on the audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of **Canara Bank Securities Limited**. ("the Company"), which comprise the Balance Sheet as at March 31, 2025, the Statement of Profit and Loss and the statement of Cash Flows for the year then ended, and notes to the financial statement including a summary of significant accounting policies and other explanatory information.

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 Companies Act 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Accounting Standards prescribed under section 133 of the Act of the state of affairs of the Company as at March 31, 2025, its profit and its cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Company in accordance with the 'Code of Ethics' issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules there under, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other Information

The Company's Board of Directors is responsible for the other information. The other information included in the Director's Report along with annexures but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the Board Report and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the Board Report and in doing so, consider whether the Board Report is materially

inconsistent with the financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement in this Board Report; we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under section 133 of the Act. 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 design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Those Board of Directors are also responsible for overseeing the company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.



- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial control in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Report on other Legal and Regulatory Requirements

As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

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 appears from our examination of those books.
- c) The Balance Sheet, Statement of Profit and Loss and the statement of Cash Flows dealt with by this report are in agreement with the books of account.
- d) In our opinion, the aforesaid financial statements comply with the AS specified under Section 133 of the Act.



- e) On the basis of the written representations received from the directors, as on March 31, 2025 and taken on record by the Board of Directors, we report that none of the directors is disqualified as on March 31, 2025 from being appointed as a director in terms of Section 164(2) of the Companies Act, 2013.
- f) With respect to the adequacy of the internal financial controls over financial reporting of the group and the operating effectiveness of such controls, refer to our separate report in Annexure 'B'.
- g) With respect to other matters to be included in the Auditor's report in accordance with the requirements of section 197(16) of the Act, as amended. In our opinion and to the best of our information and according to the explanation given to us, the remuneration paid by the Company to its directors during the year is in accordance with the provisions of section 197 the Act.
- h) With respect to the other matters to be included in the Auditors 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 explanation given to us:
1. The Company does not have any pending litigations which would impact its financial position.
 2. The company does not have any long term contracts including derivative contracts for which there were any material foreseeable losses.
 3. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.
 4. a) The management has represented that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person or entity, including foreign entity ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

b) The Management has represented, that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been received by the Company from any person or entity, including foreign entity ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
- c) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement.



- d) The Company has not declared or paid dividend during the year.
- i) Based on our examination which included test checks, the Company has used accounting software for maintaining its books of account, which have a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the respective software. Further, for the periods where audit trail (edit log) facility was enabled and operated throughout the year for the respective accounting software, we did not come across any instance of the audit trail feature being tampered with. Additionally, the audit trail has been preserved by the Company as per the statutory requirements for record retention.

Report on Directions under section 143(5) of Companies Act 2013

1	Whether the company has system in place to process all the accounting transactions through IT system? If yes, the implications of processing of accounting transactions outside IT system on the integrity of the accounts along with the financial implications, if any, may be stated.	The company has system in place to process all the accounting transaction through IT system. We have not come across any instance of processing of accounting transactions outside IT system.
2	Whether there is any restructuring of an existing loan or cases of waiver/write off of debts /loans / interest etc made by a lender to the company due to the Company's inability to repay the loan? If yes, the financial impact may be stated. Whether such cases are properly accounted for. (In case, lender is a Government company, then this direction is also applicable for statutory auditor of lender company)	Not Applicable
3	Whether funds (grants/subsidy etc) received /receivable for specific schemes from Central / State Government or its agencies were properly accounted for /utilized as per its terms and conditions. List the cases of deviation.	Not Applicable

For Kochar & Associates
Chartered Accountants
FRN: 105256W

CA. Ravi Khandelwal
Partner

M. No: 146480

Date: 21.04.2025

Place: Mumbai

UDIN: 25146480BMITCA8533



ANNEXURE A TO THE AUDITOR'S REPORT

[Referred to in paragraph 1, under 'Report on other Legal and Regulatory Requirements', in the Independent Auditor's Report of even date to the members of **Canara Bank Securities Limited** ("the Company") on the financial statements for the year ended March 31, 2025]

- i. (a) (A) The company has maintained proper records showing full particulars, including quantitative details and situation of property plant and equipment.
(B) The Company has maintained proper records showing full particulars of intangible assets.
(b) As informed to us, the Company has a policy of conducting physical verification of property plant and equipment every year, which in our opinion is reasonable and commensurate with the size of the Company and nature of its business. No material discrepancies were noticed on such verification as informed.
(c) The company does not hold any immovable properties. Hence, para 3(i)(c) of the order is not applicable.
(d) As informed to us, the Company has not revalued any of its property, plant and equipment and intangible assets during the year.
(e) As informed to us, no proceedings have been initiated during the year or are pending against the Company as at March 31, 2025 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (as amended in 2016) and rules made thereunder.
- ii. (a) The Company is providing brokerage services and accordingly it does not hold any inventory in physical form. The inventories held by the company comprises of financial instruments which are in dematerialized form and are verified with the statement of holding received by management from the custodian at regular intervals. No material discrepancies of 10% or more in the aggregate of inventory were noticed on such verification.
(b) The Company has not been sanctioned working capital limits in excess of ₹5 crore, in aggregate, at any points of time during the year, from banks or financial institutions on the basis of security of current assets and hence reporting under clause 3(ii)(b) of the order is not applicable.
- iii. According to the information and explanation given to us the company has not made investments in, provided any guarantee or security or granted any loans or advance in the nature of loans, secured and unsecured, to companies, firms, limited liability partnerships or any other parties, hence clause 3(iii)(a)(A),(B) and 3(iii)(b),(c),(d),(e),(f) of the order are not applicable.
- iv. Since the company has not given any loans or made investments or given guarantee or security, provisions of section 185 and 186 of the Companies Act 2013 are not applicable.
- v. In our opinion and according to the information and explanation given to us, the Company has not accepted any deposits from the public within the meaning of Sections 73 to 76 of the Act and rules framed there under.
- vi. To the best of our knowledge and as explained to us, the Central Government has not prescribed the maintenance of cost records under section 148 (1) of the Companies Act 2013 for the products of the company. Accordingly, clause 3(vi) of the order is not applicable to the Company.



- vii. According to the records of the Company, it is generally regular in depositing with appropriate authorities undisputed statutory dues including Goods and Services Tax, provident fund, income Tax, service tax, cess and other statutory dues applicable to it.

The provisions of relating to employee's state insurance, duty of customs, duty of excise, are not applicable to the company.

According to the information and explanations given to us and records of the Company examined by us, there are no arrears of outstanding applicable material statutory dues as on the last day of the financial year concerned for a period of more than six months from the date they become payable.

According to the information and explanation given to us, there are no dues of Goods and Services Tax, Service Tax, Provident Fund, Sales Tax, Income Tax, Value Added Tax, Customs Duty, Excise Duty and cess which have not been deposited on account of any dispute.

- viii. There were no transactions relating to previously unrecorded income that were surrendered or disclosed as income in the tax assessments under the Income Tax Act, 1961 (43 of 1961) during the year.

- ix. (a) In our opinion and according to the information and explanation given to us, the company has not defaulted in repayment of loans or other borrowings or in the payment of interest thereon to any lender, hence clause 3(ix)(a) of the order is not applicable to the Company as there are no such loans or borrowings taken by the Company during the year.

(b) The Company has not been declared willful defaulter by any bank or financial institution or other lender.

(c) The Company has not taken any term loan during the year and there are no outstanding term loans at the beginning of the year, hence the clause 3(ix)(c) of the order is not applicable to the Company.

(d) According to information and explanation given to us, no funds raised on short term basis have been used for long term purposes during the year by the Company.

(e) The Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, associates or joint ventures, hence the clause 3(ix)(e) of the order is not applicable to the Company.

(f) The Company has not raised loans during the year, hence the clause 3(ix)(f) of the order is not applicable to the Company.

- x. (a) The company has not raised any money by way of Initial Public Offer or further public offer (including debt instruments) and term loans during the year. Accordingly, clause 3 (x)(a) of the order is not applicable to the Company.

(b) The company has not made any preferential allotment or private placement of shares or fully, partly, optionally convertible debentures during the year. Accordingly reporting under clause 3 (x)(b) of the order is not applicable to the Company.

- xi. (a) Based on the Audit procedures performed and as per the Information and explanations given to us, we report that no fraud on or by the company has been noticed or reported during the year.

(b) No report under sub section (12) of section 143 of the Companies Act has been filed in Form ADT-4 as prescribed under rule 13 of the Companies (Audit and Auditors) Rules, 2014 with the Central Government, during the year and up to the date of this report.



- (c) We have been explained that no whistle blower complaints are received by the Company during the year and up to the date of this report.
- xii. In our opinion and according to the information and explanations given to us, the company is not a Nidhi company. Accordingly, clause 3(xii)(a),(b),(c) of the order is not applicable to the Company
- xiii. According to the information and explanation given to us and based on our examination of the records of the company, transactions with related parties are in compliance with Sections 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.
- xiv. (a) In our opinion and based on our examination, the company has an internal audit system commensurate with the size and nature of its business,
(b) We have considered the internal audit reports of the Company issued till date, for the period under audit.
- 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 non-cash transactions with directors or persons connected with him. Accordingly, paragraph 3(xv) of the Order is not applicable to the Company.
- xvi. (a) According to the information and explanation given to us and based on our examination of the records of the company, the company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, clause 3 (xvi)(a) of the order is not applicable to the Company.
(b) According to the information and explanation given to us and based on our examination of the records of the company, the company has not conducted any Non-Banking Financial or Housing Finance activities during the year. Accordingly, clause 3 (xvi)(b) of the order is not applicable to the Company.
(c) According to the information and explanation given to us and based on our examination of the records of the company, the company is not a Core Investment Company as defined in regulations by Reserve Bank of India or a part of CIC Group. Accordingly, clause 3 (xvi)(c),(d) of the order is not applicable to the Company.
- xvii. The Company has not incurred cash losses in the financial year and in the immediately preceding financial year.
- xviii. There has been no resignation of the statutory auditors of the company during the year. Accordingly, paragraph 3(xviii) of the Order is not applicable to the Company.
- xix. On the basis the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the financial statements and our knowledge of the Board of Directors and Management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report indicating that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.



- xx. (a) According to the information and explanation given to us and based on our examination of the records of the company, there are no unspent amount towards Corporate Social Responsibility (CSR) on other than ongoing projects requiring a transfer to a fund specified in Schedule VII to the Companies Act in compliance with second proviso to sub section(5) of section 135 of the said Act. Accordingly, reporting under clause 3(xx)(a) of the order is not applicable for the year.
- (b) According to the information and explanation given to us and based on our examination of the records of the company, there are no unspent amount towards Corporate Social Responsibility (CSR) on ongoing projects requiring a transfer to a special account in compliance with provision of sub section(6) of section 135 of the said Act. Accordingly, reporting under clause 3(xx)(b) of the order is not applicable for the year.
- xxi. The Company does not have any subsidiary. Accordingly, paragraph 3(xxi) of the Order is not applicable to the Company

For Kochar & Associates
Chartered Accountants
FRN: 105256W

CA. Ravi Khandelwal
Partner
M. No: 146480
Date: 21.04.2025
Place: Mumbai



ANNEXURE B TO THE AUDITORS REPORT

(Referred to in paragraph 1(f) under 'Report on Other Legal and Regulatory Requirements' section of our report of even date of Canara Bank Securities Limited)

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 **Canara Bank Securities Ltd.** ('the Company') as of 31 March 2025 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 ('ICAI'). 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 the 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 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 were 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 auditors' 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 authorizations of the 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 31 March 2025, 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 Kochar & Associates
Chartered Accountants
FRN: 105256W



CA. Ravi Khandelwal
Partner
M. No: 146480
Date: 21.04.2025
Place: Mumbai

AUDITED BALANCE SHEET AS AT 31.03.2025

PARTICULARS	NOTES	As at 31.03.2025 (Audited)	As at 31.03.2024 (Audited)
I. EQUITY AND LIABILITIES			
(1) SHARE-HOLDERS' FUND			
(a) Share Capital	1	1,600.00	1,600.00
(b) Reserves and Surplus	2	7,513.71	6,723.53
		9,113.71	8,323.53
(2) SHARE APPLICATION MONEY PENDING ALLOTMENT			
(3) NON-CURRENT LIABILITIES			
(a) Long Term Provisions	3	28.19	12.00
		28.19	12.00
(4) CURRENT LIABILITIES			
(a) Trade Payables:-			
(A) total outstanding dues of micro, small & medium enterprises; and		-	-
(B) total outstanding dues of creditors other than micro, small & medium enterprises		-	-
(b) Short term borrowing	4	-	11.50
(c) Other Current Liabilities	5	543.00	447.09
(d) Short Term Provisions	6	360.09	419.98
		903.08	878.57
TOTAL		10,044.99	9,214.10
II. ASSETS			
(1) NON-CURRENT ASSETS			
(a) Property, Plant and Equipment and Intangible assets			
(i) Property, Plant and Equipment	7	74.15	93.85
(ii) Intangible assets	7	35.73	66.44
(iii) Capital work-in-progress		-	-
(iv) Intangible Assets under development		-	-
(b) Deferred Tax Assets (Net)	8	21.21	13.69
(c) Other Non-Current Assets	9	3,872.12	1,619.02
		3,503.22	1,792.99
(2) CURRENT ASSETS			
(a) Current Investments	10	29.68	2.75
(b) Inventories	11	388.84	170.78
(c) Trade Receivables	12	151.41	186.09
(d) Cash and Bank Balances	13	4,628.39	5,907.62
(e) Other Current Assets	14	1,343.45	1,153.87
		6,541.77	7,421.11
TOTAL		10,044.99	9,214.10

Significant Accounting Policies and notes are forming part of the Financial Statements.

22-23

As per our report of even date
For M/s. Kochar & Associates
Chartered Accountants
Firm Registration No. 105256W

CA RAVI KHANDELWAL

Partner

M. No: 146480

Place: Mumbai

Date: 21.04.2025



On behalf of the Board of Directors of
Canara Bank Securities Limited

Debashish Mukherjee
Chairman
DIN: 08193978

Dhananjay Kumar Sinha
Managing Director
DIN: 10249804

Mahesh Muralidhar Pal
Director
DIN: 09164982

Kalyan Venkatasubramaniam
Independent Director
DIN: 10043991

Tarun Kumar Gupta
Independent Director
DIN: 01581768

Bikram Singh Raina
Independent Director
DIN: 09374026

Malvika Bajpai
Company Secretary
M. No: A70571

Place: Mumbai

Date:

CANARA BANK SECURITIES LIMITED
(A WHOLLY OWNED SUBSIDIARY OF CANARA BANK)
Registered Office: 7TH FLOOR, MAKER CHAMBERS III, NARIMAN POINT, MUMBAI-400021

STATEMENT OF AUDITED PROFIT & LOSS FOR THE YEAR ENDED 31.03.2025

(Rs. In Lakhs)

Particulars	NOTES	For the Year ended 31.03.2025(Audited)		For the Year ended 31.03.2024 (Audited)	
INCOME					
I. Revenue from operations					
Income from Services	15	2,165.12		2,206.48	
Revenue from Sales	15	2,472.52		2,155.76	
Interest & Finance	15	12.51		12.66	
TOTAL			4,650.15		4,374.91
II. Other Income	16		552.88		480.70
III, TOTAL INCOME (I + II)	(A)		5,203.03		4,855.61
IV. EXPENDITURE					
Cost of Materials consumed				2,146.62	
Purchase of Stock-in-Trade	17	2,681.66		1.31	
Changes in inventories of stock in Trade	18	(244.37)		562.34	
Employees Benefit Expenses	19	640.57		0.98	
Finance Cost	20	1.70		66.65	
Depreciation and Amortization Expenses	7	87.66		719.03	
Other Expenses	21	939.07			
TOTAL EXPENSES	(B)		4,106.28		3,496.93
(V) Profit/(Loss) Before exceptional items, extraordinary items and tax (III-IV)	(A) - (B)		1,096.75		1,358.68
(VI) Exceptional Items					
a) Prior Period Expense			-		-
(VII) Profit before extraordinary items and Tax (V - VI)			1,096.75		1,358.68
(VIII) Extraordinary items			-		-
(IX) Profit Before Tax (VII - VIII)			1,096.75		1,358.68
(X) Tax Expense (Provision for Taxation)					
Current Tax		289.00		345.00	
Deferred Tax		(7.53)		3.52	
Short/Excess Provision for Tax of Earlier years		25.09		3.66	
Profit/(Loss) After Tax (IX - X)			790.18		1,006.49
Earning per Share (Basic and Diluted) (in Rs.)			4.94		6.29

Significant Accounting Policies and notes are forming part of the Financial Statements. 22-23

As per our report of even date
For M/s. Kochar & Associates
Chartered Accountants
Firm Registration No. 105256W

On behalf of the Board of Directors of
Canara Bank Securities Limited

RAVI KHANDELWAL
Partner
M. No: 146480
Place: Mumbai
Date: 21.04.2025



Debashish Mukherjee
Chairman
DIN: 08193978

Dhananjay Kumar Sinha
Managing Director
DIN: 10249804

Mahesh Muralidhar Pai
Director
DIN: 09164982

Kalyan Venkatasubramaniam
Independent Director
DIN: 10043991

Tarun Kumar Gupta
Independent Director
DIN: 01581768

Bikram Singh Raina
Independent Director
DIN: 09374026

Malvika Bajpai
Company Secretary
M. No: A70571

Place: Mumbai
Date:

(Rs. in Lakhs)

PARTICULARS	For the year ended 31.03.2025 (Audited)		For the year ended 31.03.2024 (Audited)	
A.) CASH FLOW FROM OPERATING ACTIVITIES				
Net profit before tax and extraordinary items adjustments for:		1,096.75		1,358.68
Depreciation & Amortization on Property, Plant and Equipment	87.66		66.65	
Profit/ Loss on sale of Property, Plant and Equipment	(0.08)		-	
Interest on Fixed Deposits	(541.99)		(468.17)	
Interest on borrowings	1.70		0.98	
Provision for doubtful debt	0.68		7.78	
Provision for CSR	-		-	
Provision for diminution in value of inventories	27.14		0.39	
Excess/(Short) provision of earlier years	(25.09)		(3.66)	
Operating profit before working capital changes		(449.99)		(396.03)
Adjustments for changes in asset and liabilities		645.75		962.64
Inventories	(244.37)		1.23	
Adjustment for Long & Short term Provision	(332.70)		(899.20)	
Trade payables + Other Current Liabilities	95.90		78.41	
Trade Receivables + Other Current Assets	232.10		600.21	
Other Non current Asset	0.94		(0.94)	
Direct Tax Paid (Net)		(248.13)		(220.29)
		398.62		742.35
		(283.50)		(300.00)
Net cash from operating activities (A)		115.12		442.35
B.) CASH FLOW FROM INVESTING ACTIVITIES				
Purchase Of Property, Plant and Equipment	(37.30)		(123.99)	
Current Investment	(27.75)		(2.75)	
Investment in term deposit for more than 12 month	(1,754.04)		(1,345.05)	
Interest on Fixed Deposits	437.81		356.12	
Sale/Disposal of Property, Plant and Equipment	0.13		-	
Net cash from investing activities (B)		(1,381.15)		(1,115.67)
C.) CASH FLOW FROM FINANCING ACTIVITIES				
Interest on Borrowing	(1.70)		(0.98)	
OD Availed / Repaid	(11.50)		11.38	
Capital Reduction	-		-	
Dividend paid	-		-	
Net cash used in financing activities (C)		(13.20)		10.40
Net Increase/(decrease) in Cash and Cash Equivalents		(1,279.23)		(662.93)
Cash and cash equivalent at the beginning of the year		5,907.62		6,570.55
Cash and cash equivalent at the end of the year		4,628.39		5,907.62

* Cash and Cash equivalent includes (Refer Note no. 13)

(a) Balances with banks	33.34		31.63
(b) Cash on hand	0.03		0.10
Other Bank Balances			
Balances with Scheduled Bank in Deposit account with maturity of 3 months or less*	371.65		-
Balances with Scheduled Bank in Deposit account with maturity of more than 3 months*	4,223.37		5,875.90
	4,628.39		5,907.62

Significant Accounting Policies are forming part of the Financial Statements.

As per our report of even date
For M/s. Kochar & Associates
Chartered Accountants
Firm Registration No. 105256W

CA RAVI KHANDELWAL
Partner
M. No: 146480
Place: Mumbai
Date: 21.04.2025



On behalf of the Board of Directors of
Canara Bank Securities Limited

Debashish Mukherjee
Chairman
DIN: 08193978

Dhananjay Kumar Sinha
Managing Director
DIN: 10249804

Mahesh Muralidhar Pai
Director
DIN: 09164982

Kalyan Venkatasubramaniam
Independent Director
DIN: 10043991

Tarun Kumar Gupta
Independent Director
DIN: 01581768

Bikram Singh Raina
Independent Director
DIN: 09374026

Malvika Bajpai
Company Secretary
M. No: A70571

Place: Mumbai
Date:

NOTE 1

(Rs. in Lakhs)

SHARE CAPITAL	As at 31.03.2025	As at 31.03.2024
a. Authorised		
10,00,00,000 (Previous Year - 10,00,00,000)	10,000.00	10,000.00
Equity Shares of Rs. 10 each		
Issued, Subscribed & Paid up		
1,60,00,000 (Previous Year - 1,60,00,000)	1,600.00	1,600.00
Equity Shares of Rs. 10 each fully paid		
	1,600.00	1,600.00

b. Rights of the Equity Shareholders

The Company has only one class of equity shares having a par value of Rs 10/- each. These shares rank pari passu with each other and in accordance with the Articles of Association of the Company, each equity shareholder is entitled to the same rights as regards voting, dividend and repayment of capital in proportion to his shareholding and there are no restrictions to the rights of shareholders. There are no shares allotted as fully paid up by way of bonus shares or allotted as fully paid up pursuant to contract without payment being received in cash or bought back during the period of five years immediately preceding the reporting date, except as mentioned above.

c. Reconciliation of the number of shares outstanding

(In Lakhs)

Particulars	As at 31.03.2025		As at 31.03.2024	
	No of Shares	Amount	No of Shares	Amount
Number of shares at the beginning	160	1,600.00	160	1,600.00
Add: Fresh issue of shares	-	-	-	-
Less: Reduction of shares	-	-	-	-
Number of shares at the end	160	1,600.00	160	1,600.00

Consequent to the order of the Hon'ble National Company Law Tribunal, Mumbai Bench, during FY 2021-22, the issued, subscribed and paid up equity share capital of the Company was reduced from Rs.4,000 Lakh (Rupees Forty Crore only) consisting of 4,00,00,000 (Four Crore only) equity shares of Rs.10/- each to Rs.1,600 Lakh (Rupees Sixteen Crore only) consisting of 1,60,00,000 (One Crore Sixty Lakhs) equity shares of Rs.10/- each by cancelling and extinguishing in aggregate 60% (Sixty Percent) of the total issued, subscribed and paid up equity share capital of the Company comprising 2,40,00,000 (Two crore forty lakh) equity shares of Rs.10/- each held by the parent Canara Bank and the proportionate capital amount aggregating to Rs. 8,268 Lakh (Rupees Eighty Two Crore Sixty Eight Lakhs only) including 60% share of accumulated profit of Rs.5,868 Lakh (Rupees Fifty Eight Crore Sixty Eight Lakhs Only) was returned to them.

d. Value of Shares held by Holding / Ultimate holding company or fellow subsidiaries and other associates

(In Lakhs)

Particulars	As at 31.03.2025		As at 31.03.2024	
	No. of Shares	Amount	No. of Shares	Amount
Canara Bank - Holding Company	160	1,599.98	160	1,599.98
Canara Bank - jointly with others	0	0.02	0	0.02
TOTAL	160	1,600.00	160	1,600.00

e. Details of Shareholders holding more than 5% of Shares

(In Lakhs)

Particulars	As at 31.03.2025		As at 31.03.2024	
	No. of Shares	(%) of Holding	No. of Shares	(%) of Holding
Canara Bank-Holding company	160	100.00	160	100.00
TOTAL	160	100.00	160	100.00

f. Details of Shareholding of Promoters

(In Lakhs)

Shares held by promoters at the end of the year 31.03.2025			% Change during the period
Promoter Name	No. of Shares	(%) of total shares	
Canara Bank-Holding company	160	100.00	Nil
Canara Bank - jointly with others	0	0.00	Nil
TOTAL	160	100.00	Nil

Shares held by promoters at the end of the year 31.03.2024			% Change during the period
Promoter Name	No. of Shares	(%) of total shares	
Canara Bank-Holding company	160	100.00	Nil
Canara Bank - jointly with others	0	0.00	Nil
TOTAL	160	100.00	Nil



Note 2

(Rs. In Lakhs)

Reserve & Surplus	As at 31.03.2025	As at 31.03.2024
General Reserve		
Balance as per Previous Financial year	687.88	687.88
Add: Amount transferred from Surplus balance in the statement of Profit and Loss	-	-
Closing Balance	687.88	687.88
Profit & Loss account		
Balance as per last Financial year	6,035.65	5,029.16
Add: Profit/(Loss) for the period	790.18	1,006.49
Less: Interim Dividend for the period	-	-
Less: Amount transferred to general reserve	-	-
	6,825.83	6,035.65
TOTAL	7,513.71	6,723.53

Note 3

(Rs. In Lakhs)

Long Term Provisions	As at 31.03.2025	As at 31.03.2024
Provision for Gratuity	12.98	12.00
Provision for Leave Encashment	15.21	-
TOTAL	28.19	12.00

Note 4

(Rs. In Lakhs)

Short Term Borrowings	As at 31.03.2025	As at 31.03.2024
(a) Loan repayable on demand		
Secured		
From Bank	-	11.50
From Other Parties	-	-
TOTAL	-	11.50

*Fixed deposit amounting to Rs. 2438.30 Lakhs(PY Rs.2430.81 Lakhs) has been pledged with bank for Overdraft facility

Note 5

(Rs. In Lakhs)

Other Current Liabilities	As at 31.03.2025	As at 31.03.2024
Payable to clients	501.52	440.14
Outstanding Expense	-	-
Statutory Liabilities	28.22	-
Other	13.25	6.95
TOTAL	543.00	447.09

Note 6

(Rs. In Lakhs)

Short Term Provisions	As at 31.03.2025	As at 31.03.2024
Provision for CSR	-	-
Provision for Gratuity	0.07	0.07
Provision for Expense	70.19	74.91
Provision for Income Tax	289.00	345.00
Provision for PL	0.82	-
TOTAL	360.09	419.98



Note 7

Property, Plant and Equipment and Intangible assets

Property, Plant and Equipment

(Rs. In Lakhs)

The changes in the carrying value of property, plant and equipment for the year ended 31.03.2025 are as follows:

Particulars /Assets	TANGIBLE ASSETS				
	Office Equipments	Motor Cars	Computers (Hardware)	Furniture & Fixtures	Total
Gross carrying value as at 01.04.2024	51.23	9.55	534.41	58.13	653.31
Additions	2.81	-	24.70	2.65	30.16
Deductions/Adjustments	-	-	-	0.96	0.96
Gross carrying value as at 31.03.2025	54.04	9.55	559.11	59.82	682.52
Accumulated depreciation as at 01.04.2024	48.03	9.07	446.99	55.38	559.47
Additions	1.77	-	47.28	0.76	49.81
Deductions/Adjustments	-	-	-	0.91	0.91
Accumulated depreciation as at 31.03.2025	49.80	9.07	494.26	55.23	608.36
Carrying value as at 01.04.2024	3.19	0.48	87.42	2.75	93.85
Carrying value as at 31.03.2025	4.23	0.48	64.85	4.60	74.15

The changes in the carrying value of property, plant and equipment for the year ended 31.03.2024 are as follows:

Particulars /Assets	TANGIBLE ASSETS				
	Office Equipments	Motor Cars	Computers (Hardware)	Furniture & Fixtures	Total
Gross carrying value as at 01.04.2023	51.06	9.55	462.44	58.01	581.06
Additions	0.16	-	71.97	0.13	72.25
Deductions/Adjustments	-	-	-	-	-
Gross carrying value as at 31.03.2024	51.23	9.55	534.41	58.13	653.31
Accumulated depreciation as at 01.04.2023	46.78	8.98	419.83	54.81	530.40
Additions	1.25	0.09	27.15	0.57	29.06
Deductions/Adjustments	-	-	-	-	-
Accumulated depreciation as at 31.03.2024	48.03	9.07	446.99	55.38	559.47
Carrying value as at 01.04.2023	4.28	0.57	42.61	3.20	50.65
Carrying value as at 31.03.2024	3.19	0.48	87.42	2.75	93.85

Intangible Assets

(Rs. In Lakhs)

The changes in the carrying value of Intangible Assets for the year ended 31.03.2025 are as follows:

Particulars /Assets	INTANGIBLE ASSETS		
	Computer (Software)	License Fees	Total
Gross carrying value as at 01.04.2024	527.74	7.62	535.35
Additions	7.14	-	7.14
Deductions/Adjustments	-	-	-
Gross carrying value as at 31.03.2025	534.88	7.62	542.49
Accumulated depreciation as at 01.04.2024	464.77	4.14	468.91
Additions	36.33	1.52	37.85
Deductions/Adjustments	-	-	-
Accumulated depreciation as at 31.03.2025	501.10	5.66	506.76
Carrying value as at 01.04.2024	62.96	3.48	66.44
Carrying value as at 31.03.2025	33.78	1.95	35.73

The changes in the carrying value of Intangible Assets for the year ended 31.03.2024 are as follows:

Particulars /Assets	INTANGIBLE ASSETS		
	Computer (Software)	License Fees	Total
Gross carrying value as at 01.04.2023	476.00	7.62	483.62
Additions	51.74	-	51.74
Deductions/Adjustments	-	-	-
Gross carrying value as at 31.03.2024	527.74	7.62	535.35
Accumulated amortisation as at 01.04.2023	428.71	2.62	431.33
Additions	36.06	1.52	37.59
Deductions/Adjustments	-	-	-
Accumulated amortisation as at 31.03.2024	464.77	4.14	468.91
Carrying value as at 01.04.2023	47.29	5.00	52.29
Carrying value as at 31.03.2024	62.96	3.48	66.44



Note 8

(Rs. In Lakhs)

Deferred Tax Assets (Net)	As at 31.03.2025	As at 31.03.2024
Opening Balance	13.69	17.21
Deferred Tax Assets resulting on account of Provision for Gratuity & Leave Salary (A)	5.01	0.62
Deferred Tax Assets arising due to difference between Depreciation as per IT Act and as per Companies Act (B)	2.51	-4.14
TOTAL	21.21	13.69

Note 9

(Rs. In Lakhs)

Other Non-Current Assets	As at 31.03.2025	As at 31.03.2024
Unsecured and considered goods		
Interest Free Deposits with Stock Exchanges	197.00	197.00
Income Tax Refund Receivable	11.33	12.27
Rent Deposit (Refer Note 23B)	39.70	39.70
Term deposit with Bank having residual maturity of more than 12 months*	3,124.09	1,370.05
TOTAL	3,372.12	1,619.02

*Fixed deposit amounting to Rs. 1837.61 Lakh (PY Rs. 1122.05 Lakh) has been pledged with Stock Exchange for Margin Money

Note 10

(Rs. In Lakhs)

Current Investment	As at 31.03.2025	As at 31.03.2024
Investments in Units of Mutual Funds	30.50	2.75
Less: Provision for Decline in value of MF	-0.82	-
TOTAL	29.68	2.75

NAV of Mutual fund as on 31.03.2025 : Rs. 29.68 Lakh

Note 11

(Rs. In Lakhs)

Inventories	As at 31.03.2025	As at 31.03.2024
Equities	244.37	-
Tax Free Bonds	171.29	171.29
Less: Provision for Decline in value	-26.82	(0.51)
TOTAL	388.84	170.78

Tax free bonds are stated at lower of cost or market value derived as per FIMMDA valuation

Equity shares are stated at lower of cost or net realisable value

Note 12

Trade Receivables

(Rs. In Lakhs)

Particulars	As at 31.03.2025					
	Outstanding for following periods from due date of payment					
	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) Undisputed Trade receivables - considered good	128.23	4.91	10.80	5.59	2.86	152.39
(ii) Undisputed Trade receivables - considered doubtful	-	-	-	3.55	7.42	10.97
(iii) Disputed Trade Receivables considered good	-	-	-	-	-	-
(iv) Disputed Trade Receivables considered doubtful	-	-	-	-	-	-
TOTAL	128.23	4.91	10.80	9.14	10.28	163.36
Less: Provision for Doubtful Receivables						(11.95)
Total Trade Receivables						151.41

Particulars	As at 31.03.2024					
	Outstanding for following periods from due date of payment					
	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) Undisputed Trade receivables - considered good	147.10	8.40	21.95	5.73	2.91	186.09
(ii) Undisputed Trade receivables - considered doubtful	-	-	-	2.46	8.82	11.27
(iii) Disputed Trade Receivables considered good	-	-	-	-	-	-
(iv) Disputed Trade Receivables considered doubtful	-	-	-	-	-	-
TOTAL	147.10	8.40	21.95	8.19	11.72	197.36
Less: Provision for Doubtful Receivables						(11.27)
Total Trade Receivables						186.09

Note 13

(Rs. In Lakhs)

Cash and Bank Balances	As at 31.03.2025	As at 31.03.2024
Cash and Cash equivalents		
(a) Balances with banks	33.34	31.63
(b) Cash on hand	0.03	0.10
Other Bank Balances		
Balances with Scheduled Bank in Deposit account with maturity of 3 months or less*	371.65	-
Balances with Scheduled Bank in Deposit account with maturity of more than 3 months*	4,223.37	5,875.90
TOTAL	4,628.39	5,907.62

*Of the above Fixed Deposits, Rs. 305 Lakh (PY Rs. 1810.03 Lakh) worth of Fixed Deposits are pledged with Stock Exchange for margin money.

*Of the above Fixed Deposits, Rs. 2439.30 Lakh (PY Rs. 2430.81 Lakh) worth of Fixed Deposits are pledged with Canara Bank for Overdraft facility.

Note 14

(Rs. In Lakhs)

Other Current Asset	As at 31.03.2025	As at 31.03.2024
Accrued Interest	330.80	253.76
Prepaid Expense	41.23	44.02
Receivable from clients	47.63	42.53
NSE settlement fund	505.98	427.31
Others	41.97	26.58
Advance Tax	283.50	300.00
TDS	47.45	53.88
Statutory Receivable	44.82	5.79
TOTAL	1,343.45	1,153.87



Note 15

(Rs. In Lakhs)

Revenue from Operations	For the Year ended 31.03.2025 (Audited)	For the Year ended 31.03.2024 (Audited)
Income from Services		
Brokerage Income	1,665.27	1,736.17
Brokerage Income from Bonds	2.46	2.65
Income from distribution of Mutual Funds/IPOs/Bonds	30.15	23.63
Income from DP Operations	467.24	427.97
Account Opening Charges	-	16.06
TOTAL (A)	2,165.12	2,206.48
Sale of Securities		
Sales - Equity	2,472.52	2,154.46
Sales-Tax Free Bonds	-	1.30
TOTAL (B)	2,472.52	2,155.76
Interest & Financial Income		
Interest on Corporate Bonds	12.51	12.66
Interest on Gsec Bonds	-	-
TOTAL (C)	12.51	12.66
TOTAL	4,650.15	4,374.91

Note 16

(Rs. In Lakhs)

	For the Year ended 31.03.2025 (Audited)	For the Year ended 31.03.2024 (Audited)
Other Income		
Interest on IT Refund	-	-
Other Income	10.26	12.49
Dividend Received-Equity	0.55	0.04
Profit on sale of asset	0.08	-
Profit on redemption of MF	-	-
Interest on Bank Deposits	541.99	468.17
Provision for diminution on the value of inventories Written Back	-	-
Provision for Bad Debt Written Back	-	-
TOTAL	552.88	480.70

Note 17

(Rs. In Lakhs)

	For the Year ended 31.03.2025 (Audited)	For the Year ended 31.03.2024 (Audited)
Purchase of Stock in Trade		
Equities	2,681.66	2,146.62
Tax Free Bonds	-	-
TOTAL	2,681.66	2,146.62

Note 18

(Rs. In Lakhs)

	For the Year ended 31.03.2025 (Audited)	For the Year ended 31.03.2024 (Audited)
Changes in inventories of FG,WIP & Stock in Trade		
(Increase)/Decrease in Stock		
Closing Stock - Equities	244.37	-
Closing Stock Tax Free Bonds	171.29	171.29
TOTAL (A)	415.66	171.29
Less : Opening Stock - Equities	-	-
Opening Stock Tax Free Bonds	171.29	172.60
TOTAL (B)	171.29	172.60
TOTAL (B) - (A)	(244.37)	1.31

Note 19

(Rs. In Lakhs)

	For the Year ended 31.03.2025 (Audited)	For the Year ended 31.03.2024 (Audited)
Employees Benefit Expenses		
Salaries & Allowances	520.13	489.88
Company's contribution to Provident & Other funds	32.08	12.57
Employer Contribution to NPS for CBSL Staff	12.00	9.69
Stipend paid to CBSL Trainees	76.36	50.21
TOTAL	640.57	562.34



Note 20

(Rs. In Lakhs)

	For the Year ended 31.03.2025 (Audited)	For the Year ended 31.03.2024 (Audited)
Finance Cost		
Interest paid on Bank Borrowing	1.70	0.98
TOTAL	1.70	0.98

Note 21

(Rs. In Lakhs)

	For the Year ended 31.03.2025 (Audited)	For the Year ended 31.03.2024 (Audited)
Other Expenses(Admn & other exp)		
Advertisement Expense	0.44	3.12
Bad Debt Written Off	-	-
Bank Charges	0.64	0.36
Books, Periodicals, News Paper & Magazine	1.14	1.01
Business Promotion/Development Expenses	1.10	1.24
CSR Expense	33.00	36.08
Dp Other Charges	29.30	35.41
Diwali Expenses	6.58	5.71
Electricity Charges	12.59	12.66
Facility Management Services	0.53	9.41
Gst Paid	-	4.49
Professional Tax Paid	0.05	0.03
Insurance	8.68	11.47
Interest On Late Payment Of Statutory Dues	0.01	3.52
Interest Paid To Depository	-	-
Kyc & Kra Expenses	26.34	9.96
Lease Line Charges	34.23	17.06
Legal & Professional Fees	21.67	28.27
Loss On Sale Of Fixed Asset	-	-
Meeting Expenses	9.43	7.49
Miscellaneous Expenses	0.10	0.33
Office Expenses	12.65	8.93
Payment To Contractors	19.81	17.75
Pooja Expense	0.47	0.55
Postage, Telephone & Telegrams	14.54	16.03
Printing & Stationery	6.19	7.44
Professional & Membership Fees	4.50	6.47
Provision for diminution on the value of inventories	27.14	0.39
Provision For Doubtful Debt	0.68	7.78
Rent	228.94	118.91
Repairs & Maintenance To Assets Other Than Buildings & Machinery	294.16	159.91
Sitting Fees To Directors	6.45	9.45
Software Expenses	24.09	28.51
Hardware Expenses	1.28	0.81
Stamp Charges	18.52	13.88
Stp Charges	0.25	0.49
STT	2.35	1.09
Subscription To Information Systems	46.03	57.75
Transaction/Other Charges To Exchanges	22.63	17.40
Travelling, Conveyance & Motor Car Expenses	16.42	16.32
UnrealdInt	-	35.89
<u>Payment To Auditors:</u>		
Statutory Audit Fees	2.50	2.50
Limited Review Fees	1.65	1.65
Tax Audit fees	2.00	1.50
TOTAL	939.07	719.03



(SIGNIFICANT ACCOUNTING POLICIES AND NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025)

NOTE NO. 22 SIGNIFICANT ACCOUNTING POLICIES:

Background:

The company was originally incorporated in 1996 as Gilt Securities Trading Corporation Ltd, promoted by Canara Bank, Bank of Baroda and Corporation Bank to act as Primary Dealer. It became a wholly owned subsidiary of the Canara Bank in 2004. The company forayed into stock broking in 2007 on relinquishing PD business in favour of parent bank.

With a view to provide efficient and prompt service to clients, the Depository Participant activity, which was hitherto handled by the Parent Bank has been now handled by the Company w.e.f. 01.04.2017.

A. Method of Accounting

- a) The accounts are prepared on a going concern basis under the historical cost convention in accordance with the Generally Accepted Accounting Principles (GAAP). GAAP comprises mandatory accounting standards as prescribed under section 133 of the Companies Act, 2013 ('the Act') read with Companies Accounts Rules, 2021 and the other relevant provisions of the Companies Act, 2013.
- b) The company follows the accrual method of accounting for expenditure as well as income giving due regard to the concept of materiality. The accounting policies adopted in preparation of financial statements are consistent with those of the previous years.
- c) The company has prepared the financial statements in accordance with the schedule III of the Companies Act, 2013.
- d) The preparation of financial statements in conformity with GAAP requires that the management to make estimates and assumptions that affect the reported balances of assets and liabilities and disclosure relating to contingent assets and liabilities as at the date of the financial statements and the reported amount of income and expenses during the period. The management believes that the estimates used in preparation of the financial statements are prudent and reasonable. Future results could differ due to these estimates and the differences between the actual results and the estimates are recognized in the periods in which the results are known/materialize.

B. Recognition of Income and Expenses

- a) The weighted average cost method is employed for calculating the profit or loss on sale of securities. The profit or loss on sale of securities other than equity shares are recognised on the settlement date while that on sale of equity shares is recognised on the trade date.
- b) Interest accrued on Dated Government Securities/ Tax Free Bonds is computed at the coupon rate.
- c) Dividend is recognised when the right to receive the same is established.
- d) Brokerage and commission earned through secondary market operations and online portal operations is recognised on the basis of trade dates.



- e) Software expenses on development/capital nature are being capitalised since financial year 2003-04.
- f) Stamp charges incurred for registration of new clients are charged to revenue in the year of payment after adjusting any recovery from the clients.
- g) Dated Government Securities, Equity Shares and Tax-Free Bonds in which the Company deals, are regarded as Current Assets and treated as Stock-in-Trade. Since these securities are identified as Stock-in-trade, the Gross Sale and purchases are recognised in Statement of Profit & Loss.
- h) Investment in Mutual Fund units has been taken under current Investment and as such taken at the lower of Cost or Net Asset Value.
- i) Provision for unrealised DP income is made as follows:

Amount Outstanding:	With Zero Holding	With Holding
Upto 2 years	Nil	Nil
Above 2 years but less than or equal to 3 years	50% (Provision)	Nil
Above 3 years but less than or equal to 4 years	100% (Fully Write Off)	25% (Provision)
Above 4 years but less than or equal to 5 years	100% (Fully written off)	50% (Provision)
Above 5 years	100% (Fully written off)	100% (Fully written off)

C. Investments:

Investments that are readily realisable and intended to be held for not more than a year are classified as current investments. All other investments are classified as long-term investments.

Long Term Investments are valued at cost. Provision for diminution is made in case of a permanent diminution in the value of the investments.

Current investments are carried at lower of cost or net realisable value.

D. Valuation of Inventories

a)	Central Government Dated Security	At lower of cost or market value derived as per FIMMDA Valuation
b)	Equity shares	At lower of cost or net realisable value
c)	Tax Free Bonds	At lower of cost or market value derived as per FIMMDA Valuation

E. Property, Plant and Equipment:

Property, Plant and Equipment are stated at original cost, less accumulated depreciation/amortization. Cost includes all direct costs attributable to acquisition, installation and commissioning. Depreciation is provided on the basis of Written Down Value method based on the useful life specified in and in the manner laid down in Part "C" of Schedule II of the Companies Act 2013.

The amount paid towards Registration/ Renewal of certificate of registration as "Research Analysts" shall be amortized over five years starting from the year in which it is paid.

Depreciation method, useful life and residual values are reviewed periodically, including at each financial year.



F. TAXATION

a) Current Tax

Provision for current tax is made on the basis of taxable income estimated in accordance with the provision of Income Tax Act, 1961.

b) Deferred Tax

Income tax expense comprises current and deferred tax charge or credit. Deferred tax resulting from "timing differences" between book and taxable profits is accounted for using the tax rates and laws that have been enacted or substantively enacted. The deferred tax charge or credit and the corresponding deferred tax liabilities or assets are recognized using the tax rates and tax laws that have been enacted or substantively enacted by the balance sheet date. The deferred tax asset is recognised and carried only when there is reasonable certainty supported by convincing evidence that sufficient future taxable income will be available against which such deferred tax asset will be realised in the future.

G. Impairment of Assets

The carrying amount of assets is reviewed at each balance sheet date for indications of any impairment based on internal/external factors. An impairment loss is recognised wherever the carrying amount of the assets exceeds its recoverable amount. Any such impairment loss is recognised by charging it to the Profit & Loss Account. A previously recognised impairment loss is reversed when it ceases to exist and the asset is restated to that effect.

H. Provisions

A provision arising out of a present obligation is recognised when it is probable that an outflow of resources will be required to settle the obligation and the amount can be reasonably estimated. Whenever there is a possible obligation that may, but probably will not require an outflow of resources, the same is disclosed by way of contingent liabilities.

I. Earnings per Share

Basic earnings per share are calculated by dividing the net profit or loss after tax (including the post tax effect of extraordinary items, if any) for the year attributable to equity shareholders by the weighted average number of Equity shares outstanding during the year in conformity with Accounting Standard 20 – "Earnings Per Share" issued by the Institute of Chartered Accountants of India.

For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares.

J. Cash and Cash Equivalents

Cash and Cash equivalents for the purpose of cash flow statement comprise cash at bank and in hand and term deposits with bank having residual maturity period of less than 12 months as on the date of the Balance Sheet. Term deposits with bank having maturity value of more than 12 months as on the date of the Balance Sheet is shown as Other Non-Current Assets.

K. Contingent Liabilities and Assets

A contingent liability exists when there is a possible but not probable obligation, or a present obligation that may, but probably will not, require an outflow of resources, or a present



obligation whose amount cannot be estimated reliably. Contingent liabilities do not warrant provisions, but are disclosed unless the possibility of outflow of resources is remote.

Contingent assets are neither recognised nor disclosed in the financial statements. However, contingent assets are assessed continually and if it is virtually certain that an inflow of economic benefits will arise, the asset and related income are recognised in the period in which the change occurs.

NOTES FORMING PART OF THE ACCOUNTS:

Note 23:

A. During the year company has not paid any dividend for the financial year 2024-25

B. Contingent Liabilities

Contingent liabilities in respect of claims not accepted by the Company (matter in appeal in the Small Causes Court referred to in Para 2(b)) and not provided for are as follows:

Sr. No.	Particulars	As on 31.03.2025 (Amount in Lakhs)
1	Claim towards rent on vacated premises, till the end of period of lease and Mesne profit. (Amount of Rs. 39.70 lakhs due from the sub lessor out of the Security deposit held is disclosed in Note No. 9 of Notes forming part of financial statements)	29.34
2	Property tax on account of increase in rateable value by MCGM (Municipal Corporation of Greater Mumbai) to the Municipal authorities on crystallisation.	152.62
	Total	181.96

C. Deferred Tax Asset/ Liability

As per Accounting Standard 22 'Accounting for Taxes on Income' timing differences mainly relates to the following items and result in a net deferred tax asset.

Nature of Timing Difference	(Rs. In Lakhs)		
	Deferred Tax (Asset)/Liability as at 01.04.2024 (Rs)	(Charge)/Credit for the current year charged to the Profit & Loss Account (Rs.)	Deferred Tax (Asset)/Liability as at 31.03.2025 (Rs)
a) Deferred Tax Liabilities - Depreciation	16.76	(2.51)	14.24
b) Deferred Tax Asset - Provision for Gratuity/ Leave Salary	(30.45)	(5.01)	(35.46)
Total Deferred Tax Asset (Net)	(13.69)	(7.53)	(21.21)

D. Purchase and sale transactions of Equity Shares, Dated Government Securities & Tax-Free Bonds are disclosed in the notes on accounts (**Note No.15 & Note No.17 of Notes forming part of financial statements**) with a view to indicate the trade turnover of the Company. For this purpose, sales also include maturity proceeds, if any, when these are held by the Company till the date of maturity.



- E. i. Employee Benefit Expenses include payments made to parent Bank towards emoluments of its employees whose services have been lent to the Company.
 ii. Figures are rounded off in rupees. System automatically adjusts the difference if any in rounding off.

I. Gratuity

Table showing changes in Present value of Obligation: - (Rs. In Lakhs)

	As at 31/03/2025	As at 31/03/2024
Present Value of Obligation at the beginning of the Year	12.07	9.62
Acquisition Adjustment	0	0
Interest Cost	0.75	0.67
Past Service Cost	0	0
Current Service Cost	4.68	4.28
Curtailment Cost	0	0
Settlement Cost	0	0
Benefit Paid	2.91	0
Actuarial Gain/Loss on Obligations	(1.55)	(2.50)
Present Value of Obligation at the end of the Year	13.05	12.07

Table showing expense recognised in Statement of Profit/Loss: - (Rs. In Lakhs)

	As at 31/03/2025	As at 31/03/2024
Current Service Cost	4.68	4.28
Past Service Cost	0	0
Interest Cost	0.75	0.67
Expected Return on Asset	0	0
Curtailment Cost	0	0
Settlement Cost	0	0
Actuarial Gain/loss recognised in the year	(1.55)	(2.50)
Expense Recognised in Statement of Profit/Loss	3.88	2.45

Table showing Actuarial Assumptions

	As at 31/03/2025	As at 31/03/2024
Mortality Rate	IIAM 2012-2015 ULT	IIAM 2012-2015 ULT
Superannuation Age	60	60
Early Retirement & Disablement	1.5%	1.5%
Discount Rate	7.09%	7.00%
Inflation Rate	6.0%	6.0%
Return on Asset	Unfunded	Unfunded
Remaining Working Life	31 Years	29 Years
Formula Used	Projected Unit Credit Method	Projected Unit Credit Method

Showing Movements in the Liability Recognised in Balance sheet: - (Rs. In Lakhs)

	As at 31/03/2025	As at 31/03/2024
Opening Net Liability	0	0
Expenses as above	3.88	2.45
Contribution	0	0
Closing Net Liability	3.88	2.45
Closing Fund/Provision at end of Year	13.05	12.07



II. Leave encashment (Determined by Actuarial Valuation – Non Funded)**Table showing changes in Present value of Obligation: -** (Rs. In Lakhs)

	As at 31/03/2025	As at 31/03/2024
Paid Benefits Charged to Statement of Profit & Loss	16.04	0
Unpaid Benefits Charged to Statement of Profit & Loss	0	0
Cumulative Liability Recognised at year end	16.04	0

- F.** The Managing Director is on deputation from Canara Bank and his remuneration is in accordance with the service rules of the Parent Bank. The particulars of aggregate remuneration are:

	(Rs. in lakh)	
Particulars	2024-25	2023-24
Salaries & Allowances	31.85	31.88
Contribution to Provident and Other Funds	1.94	2.10
Total	33.79	33.98

The computation of net profits under Section 198 of the Companies Act, 2013, has not been given, as commission by way of percentage of profits is not payable to the Managing Director.

- G.** Foreign Exchange Earnings- Nil (P.Y.-Rs. Nil).

- H.** Foreign Exchange Outgo - Nil (P.Y.-Rs. Nil).

- I. AS 15 – Employee Benefits** – Of the 77 employees of the Company, 6 are deputed from the Parent Bank. During the financial year 2024-25, the Company has recruited 16 employees on fixed term contract of 3 years. During the year the Company has recruited 15 employees on permanent basis. Provident Fund Regulations are applicable to the Company for the staff who are on deputation from Parent Bank i.e. Canara Bank and the same is reimbursed by the Company to the Parent Bank on monthly basis. The employees on the payroll of the company are governed by NPS regulations.

- J. Segment Reporting (AS-17):** The Company is in Stock Broking activity and Depository Participant (DP) activity, besides continuing proprietary trading in equity and other securities. Since the risks and rewards of various activities carried out by the Company are different, the Company has identified the following segments viz. Stock Broking Activity (including Mutual Fund Distribution & Distribution of Tax-Free Bonds), DP activity and Trading in Securities, for reporting under AS 17 – Segment Reporting, issued by the Institute of Chartered Accountants of India:

Primary- Business segments

- Revenue and expenses have been identified to a segment on the basis of relationship to operating activities of the respective segment. However, revenue and expenses which cannot be identified or allocated reasonably to a segment being related to the enterprise as a whole have been grouped as un-allocable.
- Segment assets and segment liabilities represent assets and liabilities of respective segments, however, the assets and liabilities not identifiable or allocable on reasonable basis being related to enterprise as a whole have been grouped as un-allocable.
- The previous year's figures are not recast.



Secondary – Geographical Segments - The Company is functioning as a single Geographical segment

(Rs. In Lakhs)

	STOCK BROKING	TRADING IN SECURITIES	DEPOSITORY PARTICIPANT	TOTAL
REVENUE				
Broking Income	1,697.88	-	-	1697.88
Trading income	-	35.23	-	35.23
DP Income	-	-	467.24	467.24
Interest	541.99	12.51	-	554.50
Others	10.88	-	-	10.88
Total	2,250.76	47.74	467.24	2,765.73
EXPENDITURE				
Interest	-	-	-	0
Amortization expenses	-	-	-	0
Other Expenses	-	-	29.30	29.30
Total	0	0	29.30	29.30
SURPLUS	2,250.76	47.74	437.94	2,736.44
Less: Unallocable Expenditure	-	-	-	1,639.70
Profit before taxation	-	-	-	1,096.74
Provision for Taxation	-	-	-	306.56
Profit after Taxation	-	-	-	790.18
SEGMENT ASSETS				
Investment	-	29.68	-	29.68
Stock	-	388.84	-	388.84
Fixed Assets (WDV)	-	-	-	0
Cash & Bank Balance	4,628.25	-	0.14	4628.39
Trade receivables	9.50	-	141.91	151.41
Others	750.61	-	-	750.61
Total	5388.36	418.52	142.05	5948.93
Unallocated Assets	-	-	-	4,096.06
TOTAL ASSETS	-	-	-	10,044.99
SEGMENT LIABILITIES				
Borrowings	-	-	-	0
Others	501.52	-	-	501.52
Total	501.52	0	0	501.52
Unallocated Liabilities	-	-	-	9,543.47
TOTAL LIABILITIES	-	-	-	10,044.99



Related Party Disclosures [AS-18]: As per Para 9 of the Accounting Standard 18 on Related Party Disclosures, the Company being a state-controlled enterprise is not required to make disclosures of related party relationships with other state-controlled enterprises and transactions with such enterprises. Other information as per the Standard is as under:

The Company is a wholly owned Subsidiary of Canara Bank. Barring Chief Financial Officer, Company Secretary, the other Key Managerial Personnel of the Company - Managing Director is on deputation from Canara Bank.

Details of Managing Director's remuneration are disclosed under Note No.23 (F) during the year, the Company has paid Rs. 6.45 Lakhs (Previous year Rs. 9.45 Lakhs) as sitting fees for Board/Committee meetings to Independent Directors.

The following are the list of related parties during the financial year 2024-25: -

Related Party	Its Relationship
Canara Bank	Parent Company (100% Holding)
Canara HSBC Oriental Bank of India Insurance Company Ltd	Subsidiary of Parent Company
Canara Robeco MF	Subsidiary of Parent Company
Canara Bank Computer Services Limited	Subsidiary of Parent Company
Pragathi Krishna Gramin Bank	Sponsored Bank of Parent Company
Kerala Gramin Bank	Sponsored Bank of Parent Company
Biplav Kumar Mishra*	Managing Director
Gopala Naik*	Managing Director
D K Sinha	Managing Director
Shruti Gandhi	Company Secretary (KMP)
Malvika Bajpai	Company Secretary (KMP)
Shilpa Savaliya	CFO (KMP)

***For Part of the Year**

The following are the related party transactions made during the year: - (Rs. in Lakh)

Sr. No	Related Party	Nature of Transactions	2024-25
1	Canara Bank	Rent	157.52
		Salary & other benefits	173.02
		Electricity charges	12.53
		Interest on Deposit	386.80
		Brokerage Received	30.50
		Interest paid on O/D Account	1.70
2	Canara HSBC Oriental Bank of India Insurance Company Ltd	Brokerage Received	43.17
3	Canara Robeco MF	Brokerage Received	137.00
		Mutual Fund investment during the year	27.75
		Income from investment in Mutual Fund	0.00
4	Canara Bank Computer Services Limited	RTA & Maintenance Charges for Dr. Site, Bangalore	0.05
5	Shruti Gandhi	Salary & other benefits	0.72
6	Malvika Bajpai	Salary & other benefits	8.93
7	Shilpa Savaliya	Salary & other benefits	7.98



Sr. No	Related Party	Closing Balances	31 st March, 2025
1	Canara Bank	Balance in Current Account (Own + settlement)/Loan (O/D)	33.22
		In Fixed Deposit	5576.51
2	Canara Robeco MF	Outstanding Investment in MF	30.50

K. Lease (AS-19):

a) The Company entered into an agreement with Canara Bank in respect of space allotted in the premises at Nariman Point, Mumbai for a period of five years from 01.01.2024 to 31.12.2028

b) DP activity now carried out by our Company is in the premises, which has been sub-leased by Bank.

The lease rental incurred for the period from April, 2024 to March, 2025, in respect of the said premises occupied amounting to Rs. 150 Lakh (excluding GST) is accounted for as rent. (Previous Year: 60 Lakh).

L. Earnings Per Share [AS-20]: The Earning Per Share, basic and diluted is calculated as under:

	2024-25	2023-24
Profit attributed to Equity Shareholder (Rs.)	7,90,18,035.69	10,06,49,060
No. of equity Shares (of Rs.10 each)	1,60,00,000	1,60,00,000
Basic and Diluted Earnings Per Share (Rs.)	4.94	6.29

***Computed on the basis of weighted average method**

M. Intangible Assets [AS-26]: The Company has recognised Computer Software as Intangible Assets which is depreciated @40% using SLM method. The net carrying amount of Computer Software is Rs.33.78 Lakh (Previous Year - Rs. 62.96 Lakh) after providing for depreciation of Rs. 36.33 lac (Previous Year - Rs. 36.06 Lakh).

N. Impairment of Assets [AS-28]: The Company has confirmed that there is no material impairment of assets and as such no provision is required as per AS-28.

O. Statement of purchase and sale/ redemption of Investments

Sr. No.	Description	Purchase 2024-25		Sale / Redemption 2024-25	
		Qty/Unit	Rs. (Lakh)	Quantity/Unit	Rs. (Lakh)
1	Current Investment Canara Robeco Emerging Equities-Direct Growth	9927.574	27.75	Nil	Nil

Sr. No.	Description	Purchase 2023-24		Sale / Redemption 2023-24	
		Qty/Unit	Rs. (Lakh)	Quantity/Unit	Rs. (Lakh)
1	Current Investment Canara Robeco Emerging Equities-Direct Growth	1190.5670	2.75	Nil	Nil



- P. There is no micro, small and medium enterprises, to which company owes dues, as at March 31, 2025. This information is required to be disclosed under the Micro, Small and Medium Enterprises Development Act, 2006 to financial statement for the year ended March 31, 2025.

Particular	As at 31/03/2025	As at 31/03/2024
The amounts remaining unpaid to any supplier at the end of the year:	-	-
1. Principal amount		
2. Interest amount		
The amounts of interest paid by the buyer in terms of section 16 of the MSMED Act, 2006	-	-
The amounts of the payments made to micro and small suppliers beyond the appointed day during each accounting year	-	-
The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under MSMED Act, 2006	-	-
The amount of interest accrued and remaining unpaid at the end of each accounting year	-	-
The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise for the purpose of disallowance as a deductible expenditure under the MSMED Act, 2006	-	-

- Q. Balances shown under Sundry Creditors and other liabilities payable to clients, Trade Receivables and other advances receivable from clients have been made are subject to confirmation, reconciliation and subsequent adjustment, if any thereon.
- R. As per section 135 of the Companies Act, 2013, a company, meeting the applicability threshold, need to spend at least 2% of its average net profit for the immediately preceding 3 financial years on corporate social responsibility (CSR) activities. The areas for CSR activities are promoting education, promoting gender equality by empowering women, and contribution to the prime minister's national relief fund. The CSR committee has been formed by the company as per the Act. The funds were primarily utilized through the year on these activities which are specified in Schedule VII of the Companies Act, 2013

(Rs. In Lakhs)			
Sr No.	Particulars	As at March 31, 2025	As at March 31, 2024
1	Amount required to be spent by the company during the year	Rs. 32.85/-	Rs. 36.00/-
2.	Amount of expenditure incurred during the year	Rs. 33.00/-	Rs. 36.08/-
3.	Shortfall at the end of the year	-	-
4.	Shortfall of the previous year	-	-
5.	Nature of CSR Activities:		



1) ISKCON, Bangalore: The project targets to provide a sustainable solution for managing organic waste by transforming it into biologically stable compost, significantly reducing waste volume while retaining essential nutrients like nitrogen, phosphorus, and potassium by use of Automated Electro-Mechanically operated, Organic Waste Composter machine with Carbon Bio-Filter and Control Panel. It aims to minimize greenhouse gas emissions, enhance soil health by improving structure, fertility, and water retention, and support agricultural productivity. Additionally, the project ensures the destruction of harmful microorganisms, making compost safe for application and promoting environmentally friendly practices. which would enable them to pursue their education. As per quotation provided by the company, the project cost is Rs 19.55 lacs plus GST @ 12%, which comes to Rs 21,89,600/-

They need additional Rs. 3 Lakhs for light roof shed (GI Powder Coated) for machine covering and other accessories.

2) Smit Old Age Home and Care Foundation, Thane: The Company has granted CSR for targets for distribution vehicle for Bhiwandi, Thane location, which shall be used for meals feeding programs for the senior citizens, orphans, mentally - morally unstable, and missing people.

S. Previous year figures have been regrouped and rearranged, wherever necessary, so as to make them comparable with those of the current financial year.

T. A reversal of accrued interest amounting to Rs. 20,28,559, originally recognized in FY 2021-22, has been made in current financial year. This reversal pertains to interest that was accrued in excess of the actual amount receivable in FY 2021-22.

U. Additional regulatory Information required under schedule III of the Companies Act, 2013:

1.Title Deeds of Immoveable Property

The Company does not own any immovable property (other than Properties where the Company is the lessee and the lease agreements are duly executed in favour of the lessee) whose title deeds are not held in the name of the Company.

2.Revaluation of Property, Plant and Equipment, intangible asset and investment property

The Company has not revalued its property, plant and equipment or intangible assets or both during the current year.

3.Loans and advances to promoters, directors, key managerial personnel and related parties (as defined under Companies Act, 2013):

The Company has not granted any loans and advances during the year to promoters, directors, key managerial personnel and related parties during the year under consideration.

4.Capital Work-in-Progress (CWIP)

The Company does not have any capital work-in-progress as at the end of the year or any capital work-in-progress, whose completion is overdue or has exceeded its cost compared to its original plan.

5.Intangible assets under development



The Company does not have any intangible assets under development as at the end of the year or any intangible assets under development, whose completion is overdue or has exceeded its cost compared to its original plan.

6.Details of benami property held by the Company

No proceedings have been initiated on or are pending against the Company for holding benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and Rules made thereunder.

7.Borrowing secured against current assets

The Company had no borrowings from Banks based on security of current assets other than Pledge on FD that were issued by the bank on behalf of the company to avail the overdraft facility. This Pledge was secured by the Bank against Fixed deposit made by the company.

The Company does not have any borrowings from Banks or Financial Institutions on the basis of security of current assets, requiring the Company to file quarterly return or statement with Banks or Financial Institutions.

8.Wilful defaulter

The Company has not been declared wilful defaulter by any bank or financial institution or government or any government authority.

9.Relationship with struck off companies

The Company has no transactions with the companies struck off under section 248 of the Companies Act, 2013 or section 560 of the Companies Act, 1956.

10.Registration of Charges

The Company does not have any charge or satisfaction which is yet to be registered with the Registrar of Companies beyond the statutory period.

11.Compliance with number of layers of companies

The Company has complied with the number of layers prescribed under clause (87) of Section 2 of the Companies Act, 2013 read with Companies (Restriction on number of Layers) Rules, 2017.

12.Compliance with approved scheme(s) of arrangements

The Company has not entered into any approved scheme of arrangement which has an accounting impact in current or previous financial year.

13.Utilization of borrowed funds and share premium

The Company has not advanced or loaned or invested funds (either borrowed funds, or share premium or any other source or kind of funds) to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding (whether recorded in writing or otherwise) that the Intermediary shall: directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company (Ultimate Beneficiaries) or provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries. The Company has not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Company shall:



directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

14. Undisclosed income

There is no income surrendered or disclosed as income during the current or previous year in the tax assessments under the Income Tax Act, 1961, that has not been recorded in the books of account.

15. Corporate Social Responsibility

The Company has complied with the provisions of Section 135 of the Companies Act, 2013, relating to Corporate Social Responsibility. (Refer detailed note 23R above)

16. Details of crypto currency or virtual currency

The Company has not traded or invested in crypto currency or virtual currency during the current or previous year.

Significant Accounting Policies and Notes are forming part of the Financial Statements.

In terms of our audit report of even date attached

For M/s. Kochar &
Associates
Chartered Accountants
Firm Registration
No. 105256W


(CA RAVI KHANDELWAL)
Partner
M. No. 146480



Debashish
Mukherjee
Chairman
DIN: 08193978

Dhananjay Kumar
Sinha
Managing Director
DIN: 10249804


Mahesh Muralidhar
Pai
Director
DIN: 09164982

Place: Mumbai
Date: 21.04.2025

Kalyan
Venkatasubramaniam
Independent Director
DIN: 10043991

Tarun Kumar Gupta
Independent Director
DIN: 01581768

Bikram Singh Raina
Independent Director
DIN: 09374026


Malvika Bajpai
Company Secretary
M. No: A70571

CANARA BANK SECURITIES LIMITED	
CIN - U67120MH1996GOI097783	
Registered Office: 7TH FLOOR, MAKER CHAMBERS III, NARIMAN POINT, MUMBAI- 400021	

The following are analytical ratios for the year ended March 2025 and March 2024

S No	Ratios	Numerator	Denominator	Current Year	Previous Year	Variance	Reasons for Variance
1	Current Ratio	Current Assets	Current Liabilities	7.24	8.45	-14.24%	During the year the company has a less favourable current ratio due to decreased profits which has increased the liabilities.
2	Debt - Equity Ratio	Total Debt	Share Holders Fund	-	0.00	0.00%	The Company does not have any term loan and borrowing from any bank or financial institution except for short term OD facility against fixed deposit from Banks. Hence this ratio is not applicable.
3	Debt Service Coverage Ratio	EBITDA	Interest Cost	699.12	1,463.36	-52.22%	The Company does not have any term loan and borrowing from any bank or financial institution except for short term OD facility against fixed deposit from Banks. Hence this ratio is not comparable.
4	Return on Equity Ratio	Profit after Tax	Average Share Holders Fund	9.06%	12.87%	-29.58%	Return on capital employed has decreased during the year due to decrease in core broking operations and decreased profitability.
5	Net Capital Turnover Ratio	Net Sales	Average Working Capital	0.85	0.72	18.54%	Net Capital Turnover Ratio has increased during the year because of decrease in profits due to which liabilities increased.
6	Trade Receivables Turnover Ratio	Net Credit Sales	Avg. Accounts Receivable	NA	NA	NA	NA
7	Trade Payables Turnover Ratio	Net Credit Purchase	Avg. Accounts Payable	NA	NA	NA	NA
8	Net Profit Ratio	Profit after Tax	Total Income	15.19%	20.73%	-26.73%	Profit has decreased considerably due to decrease in income from broking operations and increase in total expenditure
9	Return on capital employed	Earning before interest and taxes	Capital Employed	12.10%	16.44%	-26.42%	Decrease in profit has led to a negative ROCE
10	Return on Investment	Income booked on Investment	Total Investment	NA	NA	NA	NA
11	Inventory Turnover	COGS	Avg Value of Inventory	9.14	12.48	-26.81%	Inventory turnover becomes negative due to increase in holding of inventory

