

INTER-CONNECTED ENTERPRISES LIMITED
(ERSTWHILE: INTER CONNECTED STOCK EXCHANGE OF INDIA LIMITED)

NOTICE OF THE 18TH ANNUAL GENERAL MEETING OF INTER-CONNECTED ENTERPRISES LIMITED

Notice is hereby given that the Eighteenth Annual General Meeting of the Members of Inter Connected Enterprises Limited (Erstwhile Inter Connected Stock Exchange of India Limited) will be held on Wednesday, September 21, 2016 at 11.30 a.m. at Chandragupta Hall, 2nd Floor, Hotel Abbott, Sector-2, Near Meghraj Cinema Hall, Vashi, Navi Mumbai- 400 703, to transact the following business:

ORDINARY BUSINESS

1. To receive, consider approve and adopt :
 - a) The audited Balance Sheet as at March 31, 2016, Profit & Loss Account for the financial year ended March 31, 2016 and the Directors' report on accounts and Auditors' report thereon.
 - b) The Consolidated Financial Statements of the company for the Financial Year ended March 31, 2016 including the Audited Balance Sheet as at March 31, 2016, and statement of Profit & Loss account for the year ended on that date and the Report of the Auditors thereon.
2. To appoint a Director in place of Mr.Ashok Anoopchand Lunia, Director (**DIN: 02225255**) who retires from office by rotation, and being eligible for reappointment, offers himself for reappointment.
3. To appoint a Director in place of Mr. Peter Markose, Director (**DIN: 01849369**) who retires from office by rotation, and being eligible for reappointment, offers himself for reappointment.
4. To appoint Auditors M/s Chhaged Kedia & Associates (**Firm Registration Number: 119248W**) Chartered Accountants and to fix their remuneration and to consider and, if thought fit, to pass with or without modification(s) the following resolution, as an ORDINARY RESOLUTION: -

“RESOLVED THAT in conformity with the provisions of Section 139 and other applicable provisions, if any, of the Companies Act, 2013, and Rule 3,4,5,6 of The Companies (Audit and Auditors) Rules, 2014, M/s. Chhaged Kedia & Associates, Chartered Accountants, (**Firm Registration Number: 119248W**) be and are hereby appointed as Statutory Auditors of the company, to hold office from the conclusion of this Annual General Meeting up to the conclusion of the next Annual General Meeting of the Company, at remuneration of Rs. 1,00,000/- Plus Out of Pocket Expenses (OPE) not exceeding Rs.5,000/- Plus taxes if any.”

NOTES:

1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT ONE OR MORE PROXIES TO ATTEND AND VOTE INSTEAD OF HIMSELF ONLY ON POLL AND THE PROXY NEED NOT BE A MEMBER. PROXIES IN ORDER TO BE EFFECTIVE MUST BE RECEIVED BY THE COMPANY AT ITS REGISTERED OFFICE NOT LESS THAN 48 HOURS BEFORE THE TIME OF HOLDING THE MEETING

2. Members seeking any information or clarification on the Accounts are requested to send in writing queries to the Company. Replies to such written queries received, will be provided only at the meeting..
3. Members / proxies should bring the Attendance Slip sent herewith, duly filled in, along with the Annual Report for attending the Meeting.

Date: August 11, 2016
Place Navi Mumbai

BY ORDER OF THE BOARD

Sd/-
Sivaraman K.M
Administrative In charge

Form AOC-1

(Pursuant to first proviso to sub-section (3) of section 129 read with rule 5 of Companies
(Accounts) Rules, 2014)

**Statement containing salient features of the financial statement of
subsidiaries/associate companies/joint ventures****Part "A": Subsidiaries**

(Information in respect of each subsidiary to be presented with amounts in Rs.)

Sl. No	Particulars	Details
1	Name of the subsidiary	ISE Securities & Services Ltd.
2	Reporting period for the subsidiary concerned, if different from the holding company's reporting period	April 2015 to March 2016
3	Reporting currency and Exchange rate as on the last date of the relevant Financial year in the case of foreign subsidiaries	Not Applicable
4	Share capital	5,50,00,000
5	Reserves & surplus	9,27,79,576
6	Total assets	56,46,23,543
7	Total Liabilities	41,68,43,967
8	Investments	67,10,005
9	Turnover	4,19,62,518
10	Profit before taxation	59,92,606
11	Provision for taxation	22,17,574
12	Profit after taxation	3,775,032
13	Proposed Dividend	NIL
14	% of shareholding	100%

For and on behalf of the Board of Directors

Place: Navi Mumbai
Date: August 11, 2016

Sd/-
Ashok Lunia
Director
DIN: 02225255

Sd/-
Peter Markose
Director
DIN: 01849369

Part "B": Associates and Joint Ventures

Statement pursuant to Section 129 (3) of the Companies Act, 2013 related to Associate Companies and Joint Ventures

Name of associates/Joint Ventures	None
Latest audited Balance Sheet Date	-
Shares of Associate/Joint Ventures held by the company on the year end	-
Amount of investment in Associates/Joint Venture (Rs.)	-
Extent of Holdings%	-
Description of how there is significant influence	-
Reason why the associate/joint venture is not consolidated	-
Net worth attributable to shareholding as per latest audited Balance Sheet	-
Profit/Loss for the year	-
Considered in Consolidation (Rs.)	-
Not Considered in Consolidation (Rs.)	-

1. Names of associates or joint ventures which are yet to commence operations - NIL
2. Names of associates or joint ventures which have been liquidated or sold during the year - NIL.

For and on behalf of the Board of Directors

Place: Navi Mumbai
Date: August 11, 2016

Sd/-
Ashok Lunia
Director
DIN: 02225255

Sd/-
Peter Markose
Director
DIN: 01849369

ANNEXURE B

FORM NO. AOC.2

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

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

1. Details of contracts or arrangements or transactions not at arm's length basis: NIL

- (a) Name(s) of the related party and nature of relationship:
- (b) Nature of contracts/arrangements/transactions
- (c) Duration of the contracts/arrangements/transactions
- (d) Salient terms of the contracts or arrangements or transactions including the value, if any
- (e) Justification for entering into such contracts or arrangements or transactions
- (f) Date(s) of approval by the Board:
- (g) Amount paid as advances, if any:
- (h) Date on which the special resolution was passed in general meeting as required under first proviso to section 188

2. Details of material contracts or arrangement or transactions at arm's length basis:

- (a) Name(s) of the related party and nature of relationship: **ISE Securities & Services Limited, Subsidiary Company.**
- (b) Nature of contracts/arrangements/transactions: **Payment of interest @10% p.a. on amount of expenses incurred by subsidiary company on behalf of the company.**
- (c) Duration of the contracts/arrangements/transactions: **On continuous basis.**
- (d) Salient terms of the contracts or arrangements or transactions including the value, if any: **N.A.**
- (e) Date(s) of approval by the Board, if any: **February 06, 2016**
- (f) Amount paid as advances, if any: **N.A.**

For and on behalf of the Board of Directors

Place: Navi Mumbai
Date: August 11, 2016

Sd/-
Ashok Lunia
Director
DIN: 02225255

Sd/-
Peter Markose
Director
DIN: 01849369

M/S. Inter-Connected Enterprises Limited
(Erstwhile: M/s Inter-connected Stock Exchange of India Limited)
Regd Office: International Infotech Park, Tower 7, 5th Floor, Vashi, Navi Mumbai
Maharashtra 400703
CIN : U74999MH2005PLC157556

Attendance Slip

18 th Annual General Meeting
<p>(Details of Shareholder)</p> <p>Name :</p> <p>Folio no / Client ID:</p> <p>Address:</p>

I/We hereby record my/our presence at the 18th Annual General Meeting of the Company at 11.30 a.m. on Wednesday, September 21, 2016, at Hotel Abbott, Near Meghraj Cinema Hall, Vashi, Navi Mumbai – 400 703.

.....

Member's Folio

.....

Member's/ Proxy's name in
Block letters

.....

Member's/ Proxy's
signature



Independent Auditors' Report on Consolidated Financial Statements

To the Members of Inter- Connected Enterprises Limited

Report on the Consolidated Financial Statements

We have audited the accompanying consolidated financial statements of **Inter - Connected Enterprises Ltd.** (f.k.a Inter - Connected Stock Exchange Of India Ltd.) ('the Company') and its subsidiary companies (The Company and its subsidiary companies together referred as ' the Group'), which comprise the Consolidated Balance Sheet as at March 31, 2016, the Consolidated Statement of Profit and Loss, the Consolidated Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information. ('the consolidated financial statements')

Management's Responsibility for the Consolidated Financial Statements

The Company's Board of Directors is responsible for the preparation of these consolidated financial statements in terms of the requirements of the Companies Act, 2013 ("the Act") that give a true and fair view of the consolidated financial position, consolidated financial performance and consolidated cash flows of the Group in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Companies Act, 2013 (hereinafter referred to as "the Act"). The respective Board of Directors of the Company and its subsidiary companies are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Group and for preventing and detecting frauds and other irregularities; the selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the consolidated financial statements by the Directors of the Company.

Auditors' Responsibility

Our responsibility is to express an opinion on the consolidated financial statements based on our audit.

While conducting the audit, we have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made there under.





CHHAJED KEDIA & ASSOCIATES
CHARTERED ACCOUNTANTS

206, Blue Moon Chambers
25, Nagindas Master Road
Near Welcome Restaurant
Fort, Mumbai – 400 023.
Tel.: 2263 3133 / 2270 1102
email : lkchhajer@hotmail.com

*Independent Auditors' Report on Consolidated Financial Statements
To the Members of Inter- Connected Enterprises Limited*

We conducted our audit in accordance with the Standards on Auditing specified under section 143(10) of the Act. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the consolidated financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the consolidated financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the consolidated financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Board of Directors, as well as evaluating the overall presentation of the consolidated financial statements.

We believe that the audit evidence obtained by us and the audit evidence obtained by the other auditors referred to in the 'Other Matter' paragraph below, is sufficient and appropriate to provide a basis for our audit opinion on the consolidated financial statements.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid consolidated financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the consolidated state of affairs of the Group, as at 31 March 2016, and its consolidated profit and its consolidated cash flows for the year ended on that date.

Other Matter

We did not audit the financial statements of the single subsidiary Company namely "ISE Securities and Services Limited", whose financial statements reflect total assets of Rs. 56,46,23,543 as at March 31, 2016, total revenues of Rs. 7,36,66,173 and net cash inflows amounting to Rs. (5,64,56,133) for the year ended on that date, as considered in the consolidated financial statements. These financial statements have been audited by other auditor whose report have been furnished to us by the management and our opinion on the consolidated financial statements, in so far as it relates to the amounts and disclosures included in respect of the subsidiary is based solely on the reports of the other auditors.

Our opinion on the consolidated financial statements and our report on Other Legal Regulatory Requirements below, is not modified in respect of the above matter with respect to our reliance on the work done and the reports of the other auditors.



[Handwritten signature]



*Independent Auditors' Report on Consolidated Financial Statements
To the Members of Inter- Connected Enterprises Limited*

Report on Other Legal and Regulatory Requirements

1. As required by sub-section 3 of Section 143 of the Act, we report, to the extent applicable, that:
 - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit of the aforesaid consolidated financial statements.
 - (b) In our opinion, proper books of account as required by law relating to preparation of the aforesaid consolidated financial statements have been kept so far as it appears from our examination of those books and the reports of the other auditors.
 - (c) The consolidated balance sheet, the consolidated statement of profit and loss, and the consolidated cash flow statement dealt with by this Report are in agreement with the relevant books of account maintained for the purpose of preparation of the consolidated financial statements.
 - (d) In our opinion, the consolidated financial statements comply with the Accounting Standards specified under Section 133 of the Act, as applicable.
 - (e) On the basis of the written representations received from the directors of the Company as on 31 March 2016 taken on record by the Board of Directors of the Company and the report of the statutory auditors of its subsidiary companies incorporated in India, none of the Directors of the Group companies incorporated in India is disqualified as on 31 March 2016 from being appointed as a Director of that company in terms of sub-section 2 of Section 164 of the Act.
 - (f) With respect to the adequacy of the internal financial controls over financial reporting and the operating effectiveness of such controls, refer to our report in "Annexure A" which is based on the Auditors Report of the Company and its subsidiary companies incorporated in India. Our report express an unmodified opinion, the adequacy and operating effectiveness of the internal financial controls over financial reporting of the company and its subsidiary companies incorporated in India



[Handwritten signature]



CHHAJED KEDIA & ASSOCIATES
CHARTERED ACCOUNTANTS

206, Blue Moon Chambers
25, Nagindas Master Road
Near Welcome Restaurant
Fort, Mumbai – 400 023.
Tel.: 2263 3133 / 2270 1102
email : lkchhajer@hotmail.com

*Independent Auditors' Report on Consolidated Financial Statements
To the Members of Inter- Connected Enterprises Limited*

- (g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- i. The Group has disclosed the impact of pending litigations on the consolidated financial position of the group in its consolidated financial statements as of March 31, 2016.
 - ii. The Group did not have any long term contracts including derivative contracts as such, the question of commenting on any material foreseeable losses thereon does not arise.
 - iii. There has not been an occasion in case of the Company during the year under report to transfer any sums to the Investor Education and Protection Fund. The question of delay in transferring such sums does not arise.

for **Chhajed Kedia & Associates**
Chartered Accountants
Firm's registration number: 119248W

Lalit Kumar Chhajed
Partner
Membership number: 071980

Mumbai
Date: 11th August, 2016



Annexure - A to the Independent Auditors' Report

(Referred to in paragraph (f) under 'Report on Other Legal & Regulatory Requirements' section of our report of even date)

Report on the Internal Financial Controls over Financial Reporting under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

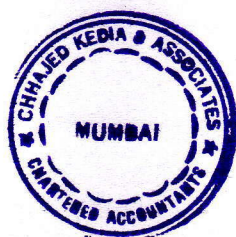
We have audited the internal financial controls over financial reporting of **Inter - Connected Enterprises Ltd.** (f.k.a Inter - Connected Stock Exchange Of India Ltd.) ('the Company'), and its subsidiary Company incorporated in India as at March 31, 2016 in conjunction with our audit of the consolidated financial statements of the Company for the year ended and as on that date.

Management's Responsibility for Internal Financial Controls

The Respective Board of Directors of the Company and its subsidiary companies incorporated in India, are responsible for establishing and maintaining internal financial controls based on the respective internal control over financial reporting criteria established by the Company and its subsidiary Companies incorporated in India 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"). (The Guidance Notes). 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 respective company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors' Responsibility

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



***Independent Auditors' Report on Consolidated Financial Statements
To the Members of Inter- Connected Enterprises Limited***

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained and the Audit Evidence obtained by the other auditors of the subsidiary Company incorporated in India , in terms of their reports referred to in the Other Matter paragraph below, 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 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.



A handwritten signature in blue ink, appearing to be "Charmed Kedia".

*Independent Auditors' Report on Consolidated Financial Statements
To the Members of Inter- Connected Enterprises Limited*

Opinion

In our opinion to the best of our information and according to the explanations given to us, the company and its subsidiary Company incorporated in India, have, 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 2016, based on the internal control over financial reporting criteria established by the Company and its subsidiary Company incorporated in India considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the ICAI.

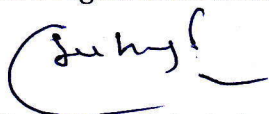
Other Matter

Our aforesaid report under section 143(3)(i) of the Act on the adequacy and operating effectiveness of the internal financial controls over financial reporting in so far as it relates to 1 subsidiary Company, incorporated in India, is based on the corresponding reports of the auditors of such companies incorporated in India.

for **Chhajer Kedia & Associates**

Chartered Accountants

Firm's registration number: 119248W



Lalit Kumar Chhajer

Partner

Membership number: 071980

Mumbai

Date: 11th August, 2016



Inter-Connected Enterprises Limited
(Formerly Inter - connected Stock Exchange of India Ltd.)
CONSOLIDATED BALANCE SHEET AS AT MARCH 31, 2016

Amount in Rs

Particulars	Note #	As at March 31, 2016	As at March 31, 2015
EQUITY AND LIABILITIES			
Shareholders' funds			
Share capital	2	28,000,000	28,000,000
Reserves and surplus	3	291,915,820	296,090,776
		319,915,820	324,090,776
Non-current liabilities			
Long-term provisions	4	3,955,492	3,419,831
		3,955,492	3,419,831
Current liabilities			
Trade payables	5	403,918,191	451,064,352
Other current liabilities	6	26,238,533	79,614,388
Short-term provisions	7	-	2,574,600
		430,156,724	533,253,340
Total		754,028,035	860,763,946
ASSETS			
Non-current assets			
Fixed assets	8		
Tangible assets		27,199,598	29,305,622
Intangible assets		-	2,381,722
Capital work-in-progress		1,320,675	1,320,675
Non-current investments	9	6,710,005	6,710,005
Deferred tax assets (net)	10	4,875,727	5,533,301
Long -term loans and advances	11	86,032,931	83,076,462
Other non-current assets		-	-
		126,138,936	128,327,787
Current assets			
Trade receivables	12	142,288,339	133,386,124
Cash and cash equivalents	13	478,666,434	581,730,848
Short-term loans and advances	14	-	723,979
Other current assets	15	6,934,326	16,595,208
		627,889,099	732,436,159
Total		754,028,035	860,763,946

Significant Accounting Policies
Notes to the Accounts

1
2 to 32

Auditor's Report

"As per our separate report of even date"

Chhajed Kedia & Associates
Chartered Accountants
FRN No. 119248W

For And On Behalf Of
Inter-Connected Enterprises Ltd.
Formerly Inter-Connected Stock Exchange of India Ltd.

SD/-
Lalit Kumar Chhajed
F. C. A. Partner
MRN: 071980
Mumbai
Date:11/08/2016

SD/-
Ashok Lunia
Director
DIN. 02225255
Navi Mumbai
Date:11/08/2016

SD/-
Peter Markose
Director
DIN. 01849369
Navi Mumbai
Date:11/08/2016

Inter-Connected Enterprises Limited

(Formerly Inter - connected Stock Exchange of India Ltd.)

CONSOLIDATED STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED ON MARCH 31,2016

Amount in Rs

Particulars	Note No.	For the year ended on March 31, 2016	For the year ended on March 31, 2015
Incomes			
Revenue from operations	16	41,962,517	46,274,124
Other income	17	43,113,369	56,173,615
Total Revenue		85,075,886	102,447,739
Expenses			
Employee benefits expense	18	33,388,790	72,034,503
Finance costs	19	5,117	2,014
Depreciation and amortization expense	8	4,574,194	5,903,008
Other expenses	20	37,419,597	60,928,335
Total Expenses		75,387,698	138,867,861
Profit before exceptional and extraordinary items and tax		9,688,188	(36,420,122)
Exceptional items		-	-
Profit before extraordinary items and tax		9,688,188	(36,420,122)
Extraordinary Items		-	-
Profit before tax		9,688,188	(36,420,122)
Tax expense:			
Current tax		(1,560,000)	(3,800,000)
Tax related to previous years		-	-
Deferred tax		(657,574)	254,683
Profit (Loss) for the period from continuing operations		7,470,614	(39,965,439)
Profit/(loss) from discontinuing operations		-	-
Tax expense of discontinuing operations		-	-
Profit/(loss) from Discontinuing operations (after tax)		-	-
Profit (Loss) for the period		7,470,614	(39,965,439)
Earnings per equity share:			
Basic		0.82	(1.43)
Diluted		0.82	(1.43)

Significant Accounting Policies

Notes to the Accounts

**1
2 to 32**

Auditor's Report

"As per our separate report of even date"

**Chhajed Kedia & Associates
Chartered Accountants
FRN No. 119248W**

**For And On Behalf Of
Inter-Connected Enterprises Ltd.
Formerly Inter-Connected Stock Exchange of India Ltd.**

**SD/-
Lalit Kumar Chhajed
F. C. A. Partner
MRN: 071980
Mumbai
Date:11/08/2016**

**SD/-
Ashok Lunia
Director
DIN. 02225255
Navi Mumbai
Date:11/08/2016**

**SD/-
Peter Markose
Director
DIN. 01849369
Navi Mumbai
Date:11/08/2016**

Inter-Connected Enterprises Limited
(Formerly Inter - connected Stock Exchange of India Ltd.)
CONSOLIDATED CASH FLOW STATEMENT FOR THE PERIOD ENDED MARCH 31, 2016

Amount in Rs

Particulars	For the year ended on March 31, 2016	For the year ended on March 31, 2015
Cash flows from operating activities		
Net profit before tax and extraordinary items	9,688,188	(36,420,122)
Adjustments for:		
-Depreciation	4,574,194	5,903,008
-Dividend Income	(1,105,000)	(520,000)
-Provisions for doubtful debts	996,635	1,022,642
-Excess Provision Written Back	(703,840)	(11,861,739)
-Gain/Loss on sale of fixed assets, net	(50,500)	(52,551)
-Interest income/Interest expense	-	2,014
Operating Profit/(Loss) before working capital changes	13,399,677	(41,926,748)
<i>Adjustments for changes in working capital</i>		
(Increase)/Decrease in Long -term loans and advances	1,052,130	893,000
(Increase)/Decrease in Other Non Current Assets	-	-
(Increase)/Decrease in trade receivables	(9,195,010)	(33,778,402)
(Increase)/Decrease in short term loans & advances	723,979	6,803,938
(Increase)/Decrease in other current assets	9,660,882	14,363,763
Increase/(Decrease) in trade payables	(47,146,161)	29,683,601
Increase/(Decrease) in other current liabilities	(53,375,854)	(28,097,378)
Increase/(Decrease) in short term provisions	(2,574,600)	(7,633,017)
Increase/(Decrease) in long term provisions	535,662	(1,627,854)
Cash generated from operations before tax & extra ordinary items	(86,919,296)	(61,319,097)
Less: Taxes Paid	(5,568,599)	(7,852,800)
Net cash generated from/ (used in) operating activities (A)	(92,487,894)	(69,171,897)
Cash flows from investment activities		
-Purchase of fixed assets	(86,449)	(326,335)
-Sale proceeds of fixed assets	50,500	52,551
-Interest Income	-	-
-Dividend Income	1,105,000	520,000
Net cash generated from/ (used in) investing activities (B)	1,069,051	246,216
Cash flows from financing activities		
-Interest paid/received	-	(2,014)
-Amount received/paid in S G F and interest earned thereon	(11,645,571)	7,520,896
-Amount received/paid in Investor Service Fund and interest earned thereon	-	(2,351,479)
-Dividend & corporate dividend tax paid	-	-
-Loans given/taken	-	-
-Interim Dividend Paid	-	-
Net cash generated from/ (used in) financing activities (C)	(11,645,571)	5,167,403
Net increase/(decrease) in cash/cash equivalents (A+B+C)	(103,064,414)	(63,758,278)
Cash and Cash Equivalents at beginning of the year	581,730,848	645,489,126
Cash and Cash Equivalents at end of the year	478,666,434	581,730,848

Notes

The Cash Flow Statement has been prepared under the "Indirect Method" as set out in the Accounting Standard-3 on Cash Flow Statements.

2) Cash and Cash Equivalents at the end of the year consist of Cash, Cheques in Hand, Fixed Deposits and Balances with Banks.

Particulars	Note No.	As at March 31, 2016	As at March 31, 2015
Cash in Hand		16,241	2,280
Fixed Deposits		404,256,391	167,535,000
Balances with Banks		74,393,801	414,193,568
		478,666,434	581,730,848

Significant Accounting Policies

Notes to the Accounts

Auditor's Report

"As per our separate report of even date"

1

2 to 32

Chhajed Kedia & Associates
Chartered Accountants
FRN No. 119248W

For And On Behalf Of
Inter-Connected Enterprises Ltd.
Formerly Inter-Connected Stock Exchange of India Ltd

SD/-
Lalit Kumar Chhajed
F. C. A. Partner
MRN: 071980
Mumbai
Date:11/08/2016

SD/-
Ashok Lunia
Director
DIN. 02225255
Navi Mumbai
Date:11/08/2016

SD/-
Peter Markose
Director
DIN. 01849369
Navi Mumbai
Date:11/08/2016

Inter-Connected Enterprises Limited
(Formerly Inter - connected Stock Exchange of India Ltd.)
CONSOLIDATED CASH FLOW STATEMENT FOR THE PERIOD ENDED MARCH 31, 2016

Amount in Rs

Particulars	For the year ended on March 31, 2016	For the year ended on March 31, 2015
Cash flows from operating activities		
Net profit before tax and extraordinary items	9,688,188	(36,420,122)
Adjustments for:		
-Depreciation	4,574,194	5,903,008
-Dividend Income	(1,105,000)	(520,000)
-Provisions for doubtful debts	996,635	1,022,642
-Excess Provision Written Back	(703,840)	(11,861,739)
-Gain/Loss on sale of fixed assets, net	(50,500)	(52,551)
-Interest income/Interest expense	-	2,014
Operating Profit/ (Loss) before working capital changes	13,399,677	(41,926,748)
<i>Adjustments for changes in working capital</i>		
(Increase)/Decrease in Long -term loans and advances	1,052,130	893,000
(Increase)/Decrease in Other Non Current Assets	-	-
(Increase)/Decrease in trade receivables	(9,195,010)	(33,778,402)
(Increase)/Decrease in short term loans & advances	723,979	6,803,938
(Increase)/Decrease in other current assets	9,660,882	14,363,763
Increase/(Decrease) in trade payables	(47,146,161)	29,683,601
Increase/(Decrease) in other current liabilities	(53,375,854)	(28,097,378)
Increase/(Decrease) in short term provisions	(2,574,600)	(7,633,017)
Increase/(Decrease) in long term provisions	535,662	(1,627,854)
Cash generated from operations before tax & extra ordinary items	(86,919,296)	(61,319,097)
Less: Taxes Paid	(5,568,599)	(7,852,800)
Net cash generated from/ (used in) operating activities (A)	(92,487,894)	(69,171,897)
Cash flows from investment activities		
-Purchase of fixed assets	(86,449)	(326,335)
-Sale proceeds of fixed assets	50,500	52,551
-Interest Income	-	-
-Dividend Income	1,105,000	520,000
Net cash generated from/ (used in) investing activities (B)	1,069,051	246,216
Cash flows from financing activities		
-Interest paid/received	-	(2,014)
-Amount received/paid in S G F and interest earned thereon	(11,645,571)	7,520,896
-Amount received/paid in Investor Service Fund and interest earned thereon	-	(2,351,479)
-Dividend & corporate dividend tax paid	-	-
-Loans given/taken	-	-
-Interim Dividend Paid	-	-
Net cash generated from/ (used in) financing activities (C)	(11,645,571)	5,167,403
Net increase/(decrease) in cash/cash equivalents (A+B+C)	(103,064,414)	(63,758,278)
Cash and Cash Equivalents at beginning of the year	581,730,848	645,489,126
Cash and Cash Equivalents at end of the year	478,666,434	581,730,848

Notes

The Cash Flow Statement has been prepared under the "Indirect Method" as set out in the Accounting Standard-3 on Cash Flow Statements.

2) Cash and Cash Equivalents at the end of the year consist of Cash, Cheques in Hand, Fixed Deposits and Balances with Banks.

Particulars	Note No.	As at March 31, 2016	As at March 31, 2015
Cash in Hand		16,241	2,280
Fixed Deposits		404,256,391	167,535,000
Balances with Banks		74,393,801	414,193,568
		478,666,434	581,730,848

**Significant Accounting Policies
Notes to the Accounts**

**1
2 to 32**

Auditor's Report

"As per our separate report of even date"

**Chhajed Kedia & Associates
Chartered Accountants
FRN No. 119248W**

**For And On Behalf Of
Inter-Connected Enterprises Ltd.
Formerly Inter-Connected Stock Exchange of India Ltd**

**SD/-
Lalit Kumar Chhajed
F. C. A. Partner
MRN: 071980
Mumbai
Date:11/08/2016**

**SD/-
Ashok Lunia
Director
DIN. 02225255
Navi Mumbai
Date:11/08/2016**

**SD/-
Peter Markose
Director
DIN. 01849369
Navi Mumbai
Date:11/08/2016**

Inter-Connected Enterprises Ltd. (Formerly Inter - Connected Stock Exchange of India Ltd.)
Consolidated Significant accounting policies and notes to the accounts for the year ended on March 31, 2016

I General Information

Inter - connected Stock Exchange of India Ltd. (ISE) (Formerly Inter - Connected Stock Exchange of India Ltd.) is a company incorporated on 22 January, 1998. The objective of the company was to form a Stock Exchange and had accordingly applied to The Securities and Exchange Board of India. However, on June 11, 2014, ISE communicated to SEBI regarding its decision to exit through a voluntary surrender of recognition in terms of SEBI Circular No. CIR/ MRD/ DSA/ 14/2012 dated May 30, 2012 on Exit Policy for De-recognized/ Non-operational Stock Exchange, read with SEBI circular no. RD/Dop/SE/CIR-36/2008 dated December 29, 2008. Accordingly SEBI vide its letter WTM/RKA/MRD/142/2014 dated 08.12.2014 allowed the exit of Inter connected Stock Exchange of India Ltd as a Stock Exchange.

ISE Securities & Services Limited ("ISS") was incorporated under the Companies Act, 1956 on January 18, 2000. ISE Securities & Services Ltd, a wholly owned subsidiary of Inter-connected Stock Exchange of India Limited (ISE) (Formerly Inter - Connected Stock Exchange of India Ltd.) is a trading - cum -clearing Member of National Stock Exchange of India Ltd and Bombay Stock Exchange Ltd. W.e.f. 08.12.2014, the date on which SEBI has passed an order approving Exit route of ISE, the said entity is no longer a stock exchange and therefore ISS remains normal subsidiary company and normal broking entity who can trade of its own and can also directly do the trades on behalf of clients. As at March 31, 2016, ISE and its nominees hold 100 percent of the equity share capital of the Company. The Company is an active member of the capital market and futures & options segments of NSE & an active member of the equities segment of BSE.

The Consolidated Financial Statements relate to Inter Connected Stock Exchange of India Limited (Formerly Inter - Connected Stock Exchange of India Ltd.) ("the Holding Company") and its subsidiary ISE Securities and Services Ltd. The Company and its subsidiary together constitute the Group.

II Basis of Consolidation

The financial statements of the Company and its subsidiaries have been combined on a line-by-line basis by adding together the book values of like items of assets, liabilities, income and expenses, after fully eliminating intra-group balances and intra-group transactions resulting in unrealized profits or losses as per Accounting Standard 21 - "Consolidated Financial Statements" notified by Companies (Accounting Standards) Rules, 2006.

- i. The financial statements of the subsidiary company used in the consolidation are drawn up to the same reporting date as of the Company i.e. year ended 31st March, 2016.
- ii. The Financial Statements of the Company and its subsidiary companies have been combined on a line by line basis by adding together book values of similar items of assets, liabilities income and expenses. The intra-group balances and intra - group transactions have been fully eliminated.
- iii. The difference between the cost of investments in the subsidiaries ,over the net assets at the time of acquisition of shares in the subsidiaries is recognized in the financial statements as Goodwill or Capital Reserve , as the case may be.
- iv. As far as possible, the consolidated financial statements are prepared using uniform accounting policies for like transactions and other events in similar circumstances and are presented in the same manner as the Company's separate financial statements.
- v. Indian Rupee is the reporting currency for the Group.

III Other significant accounting policies

These are set out under "Significant Accounting Policies" as given in the standalone Financial Statements of Inter-connected Stock Exchange of India Ltd.

Consolidated Notes forming part of the accounts as at 31st March 2016

2 Share Capital

a) Particulars	As at March 31, 2016	As at March 31, 2015
Authorized Capital (1,0,00,00,000 Equity shares of Re 1/- each) (Previous year 100,000,000 Equity Shares of Rs1/- each)	100,000,000	100,000,000
Issued, Subscribed and Paid up: 2,80,00,000 Equity Shares of Rs 1/- each fully paid up (Previous year 2,80,00,000 Equity Shares of Rs 1/- fully paid up)	28,000,000	28,000,000
Total	28,000,000	28,000,000

b) Reconciliation of the number of shares outstanding at the beginning and at the end of the reporting period is as given

Particulars	2016	2015
Shares outstanding at the beginning of the year	28,000,000	28,000,000
Shares Issued during the year	-	-
Shares bought back during the year	-	-
Shares outstanding at the end of the year	28,000,000	28,000,000

c) **Terms/rights attached to equity shares :**

The Company has a single class of equity shares. Accordingly, all equity shares rank equally with regard to dividends and share in the Company's residual assets. The equity shares are entitled to receive dividend as declared from time to time subject to payment of dividend to preference shareholders. The voting rights of an equity shareholder on a poll (not on show of hands) are in proportion to its share of the paid-up equity capital of the Company. Voting rights cannot be exercised in respect of shares on which any call or other sums presently payable have not been paid. Failure to pay an amount called up on shares may lead to forfeiture of the shares. On winding up of the Company, the holders of equity shares will be entitled to receive the residual assets of the Company, remaining after distribution of all preferential amounts in proportion to the number of equity shares held.

d) None of the shareholders of the company are holding more than 5% equity shares of the paid up capital of the company directly or indirectly as on March 31, 2016.

e) The Company has not allotted any fully paid up equity shares without payment being received in cash and by way of bonus shares nor has bought back any class of equity shares during the period of five years immediately preceding the balance sheet date.

Consolidated Notes forming part of the accounts as at 31st March 2016

3 Reserves and Surplus

Particulars	As at March 31, 2016	As at March 31, 2015
PART A : RESERVES & SURPLUS (before November 24, 2005)*		
Free Reserves		
Surplus in P&L as per last Balance Sheet	11,888,319	11,888,319
General Reserves	1,253,176	1,253,176
Total Free Reserves	13,141,495	13,141,495
Capital Reserves		
Infrastructure Development Contribution:	91,900,000	91,900,000
	91,900,000	91,900,000
Dealer Admission Fees :		
As per last Balance Sheet	38,328,857	38,328,857
Total Capital Reserves	38,328,857	38,328,857
Total of PART A : RESERVES & SURPLUS	143,370,352	143,370,352
PART B : RESERVES & SURPLUS (after November 24, 2005)		
Share Premium Account	111,438,315	111,438,315
General Reserves:		
Opening Balance	37,374,725	37,374,725
Add: Transferred from Settlement Guarantee Fund	-	-
Less: Transferred to Settlement Guarantee Fund *	-	-
Closing Balance	37,374,725	37,374,725
Surplus/(deficit) in the statement of profit and loss :		
Opening balance	(150,030,482)	(109,402,292)
Add: Net profit/(loss) after tax transferred from statement of profit and loss	7,470,615	(39,965,439)
Profit available for Appropriation	(142,559,868)	(149,367,732)
Less :Transfer to reserve for the depreciation	-	662,751
Net surplus/(deficit) in the statement of profit and loss account	(142,559,868)	(150,030,483)
Total of PART B : RESERVES & SURPLUS	6,253,172	(1,217,443)
Total of PART C :Settlement Guarantee Fund:	142,292,295	153,937,866
Reserves and Surplus (TOTAL OF PART A+B+C)	291,915,820	296,090,776

3.1 Settlement Guarantee Fund includes liability towards members amount of Rs. 5,90,000/- outstanding as on 31.03.2016

4 Long Term Provisions

Particulars	As at March 31, 2016	As at March 31, 2015
Gratuity Payable (refer note 4.1)	2,849,728	2,091,793
Provision for Leave Encashment	1,105,764	1,328,038
Total	3,955,492	3,419,831

Consolidated Notes forming part of the accounts as at 31st March 2016

4.1 Employee Benefits

The following table sets out the disclosure in respect of defined benefit plans

Particulars	2016	2015
Reconciliation of opening and closing balances of the present value of the Obligations as at April 1, 2015	5,649,580	4,110,143
Service Cost	730,086	592,676
Interest cost	489,234	432,295
Liabilities Assumed on Acquisition/ (Settled on divestiture)	160,338	-
Benefits settled	(917,146)	(371,919)
Actuarial (gain)/loss	(78,284)	886,385
Obligations As at March 31, 2016	6,033,808	5,649,580
Change in plan assets		
Plans assets as at April 1, 2015, at fair value	3,557,787	3,349,950
Expected return on plan assets	317,677	290,295
Actuarial gain/(loss)	(67,658)	(28,893)
Contributions	133,082	318,354
Assets Acquired on Acquisition/ (Distributed on divestiture)	160,338	-
Benefits paid	(917,146)	(371,919)
Plans assets As at March 31, 2016, at fair value	3,184,080	3,557,787
Reconciliation of present value of the obligation and the fair value of the plan Present value of the defined benefit obligations, As at March 31, 2016	6,033,808	5,649,580
Fair value of plan assets, As at March 31, 2016	(3,184,080)	(3,557,787)
(Asset)/Liability recognized in the balance sheet	2,849,728	2,091,793
Costs for the year		
Current service cost	730,086	592,676
Interest cost	489,234	432,295
Expected return on plan assets	(317,677)	(290,295)
Actuarial (gain)/loss	(10,626)	915,278
Net costs	891,017	1,649,954
Assumptions		
Interest rate		
Discount factor	7.95%	7.90%
Estimated rate of return on plan assets	8.00%	8.00%
Salary Increase	7.77%	7.77%
Retirement age	60	60

Experience Adjustments

Particulars	2016	2015
Defined Benefit Obligation	6,033,808	5,649,580
Plan Assets	3,184,080	3,557,787
Surplus/(Deficit)	(2,849,728)	(2,091,793)
Exp. Adj. on Plan Liabilities	(40,202)	62,189
Exp. Adj. on Plan Assets	(67,658)	(28,893)

Particulars	2013	2014
Defined Benefit Obligation	2,231,443	4,110,143
Plan Assets	1,625,321	3,349,950
Surplus/(Deficit)	(606,122)	(760,193)
Exp. Adj. on Plan Liabilities	(12,413)	383,263
Exp. Adj. on Plan Assets	16,417	76,827

Consolidated Notes forming part of the accounts as at 31st March 2016

5 Trade Payables

Particulars	As at March 31, 2016	As at March 31, 2015
Exchange Liability	1,584,973	1,381,299
Settlement Obligations to Sub-Brokers/Clients/Authorized person	302,244,811	345,359,362
Sub Brokers Margin-BSE	37,478,447	35,792,288
Sub Brokers Margin-NSE	62,609,960	68,390,218
Settlement Obligation to/from Clearing House	-	141,185
Outstanding Dues of Micro and Small Enterprises	-	-
	403,918,191	451,064,352

6 Other Current Liabilities

Particulars	As at March 31, 2016	As at March 31, 2015
Statutory Liability	2,797,558	2,716,969
Refundable Deposits	12,164,214	56,422,101
Income Received in Advance	-	863,559
Advance received from trading member	1,890,000	4,507,500
Loans & Advances to subsidiary	537,498	-
Creditor for expenses	3,306,436	4,383,535
Defaulter account credit balances	1,349,502	2,063,852
Other Liability	4,153,997	5,311,345
Bank Overdraft	-	3,345,526
Clients/Corporate Benefits	39,328	-
	26,238,533	79,614,388

7 Short Term Provisions

Particulars	As at March 31, 2016	As at March 31, 2015
Provision for Employee benefits		
Performance Linked Bonus	-	2,500,000
Employee's Leave Travel Allowance (LTA)	-	74,600
Provision for		
Dividend Distribution Tax	-	-
	-	2,574,600

**-Connected Enterprises Limited (Formerly Inter - connected Stock Exchange of India Ltd.)
Consolidated Notes forming part of the accounts as at 31st March 2016**

Fixed Assets

PARTICULARS	(Amount in Rs)											
	G R O S S B L O C K					D E P R E C I A T I O N					N E T B L O C K	
	As at April 1, 2015	Additions	Deletions / Adi.	As at March 31, 2016	As at April 1, 2015	For the year	Deletions / Adi.	As at March 31, 2016	As at March 31, 2016	As at March 31, 2015		
Tangible Assets												
Leasehold Land	870,626	-	-	870,626	232,982	14,671	-	247,653	622,973	637,644		
Leasehold Premises	32,585,962	-	-	32,585,962	9,262,205	546,492	-	9,808,697	22,777,265	23,323,755		
Electrical Fittings	9,922,745	-	-	9,922,745	8,065,748	239,453	-	8,305,201	1,617,544	1,856,997		
Office Equipments	10,185,107	30,799	-	10,215,906	8,471,794	817,578	-	9,289,372	926,534	1,713,311		
Furniture & Fixtures	9,861,257	-	-	9,861,257	8,197,456	471,521	-	8,668,977	1,192,280	1,663,801		
Computer Equipments including networking equipments	134,105,809	55,650	-	134,161,459	133,995,700	102,757	-	134,098,457	63,002	110,106		
TOTAL	197,531,506	86,449	-	197,617,955	168,225,885	2,192,472	-	170,418,357	27,199,598	29,305,622		
Intangible Assets												
Computer Software	59,010,565	-	-	59,010,565	59,010,565	-	-	59,010,565	-	-		
Goodwill	7,145,168	-	-	7,145,168	4,763,446	2,381,722	-	7,145,168	-	2,381,722		
Total Intangible Assets	66,155,733	-	-	66,155,733	63,774,011	2,381,722	-	66,155,733	-	2,381,722		
Capital WIP	1,320,675	-	-	1,320,675	-	-	-	-	1,320,675	1,320,675		
Total	265,007,914	86,449	-	265,094,363	231,999,896	4,574,194	-	236,574,090	28,520,273	33,008,019		
Previous Year Figure	131,448,687	326,335	147,513	131,627,105	93,235,967	5,903,008	147,513	98,991,462	33,008,019	-		

Pursuant to "AS28- Impairment of Asset" issued by the central Government under the Companies (Accounting Standard) Rule 2006 for determining impairment in carrying amount of fixed asset, the companies has concluded that since recoverable amount of fixed asset is not less than its carrying amount, therefore, no provision for impairment is required in respect of fixed assets owned by the company.

During the year company has sold Motor Vehicle having WDV Rs NIL as on 01.04.2015. The profit on sale of Motor Car Rs 50,500/- is fully recognized as income under the head 'Other Income'.

9 Non Current Investments

Particulars	As at March 31, 2016	As at March 31, 2015
Equity shares of ISE Securities & Services Ltd (130,000 Equity shares of Face valueRs 1/- Fully paid of Bombay Stock Exchange Ltd - BSE (previous year 1,30,000 equity shares). Out of this 1,20,000 shares are received as bonus shares during the year 2008-09)	6,710,005	6,710,005
Total	6,710,005	6,710,005
Aggregate amount of quoted investments	-	-
Aggregate market value of quoted investments	-	-
Aggregate amount of unquoted investments	6,710,005	6,710,005

10 DEFERRED TAX ASSETS

Particulars	As at March 31, 2016	As at March 31, 2015
Deferred Tax Assets		
Disallowance u/s 43B	1,222,247	2,070,903
Provision Disallowed	2,322,502	2,041,930
Related to Fixed Assets	1,330,978	1,420,468
Total A	4,875,727	5,533,301
Deferred Tax Liability Total B	-	-
Net deferred tax asset / (liability) - {(A) - (B)}¹	4,875,727	5,533,301

11 Long -term loans and advances

Particulars	As at March 31, 2016	As at March 31, 2015
Unsecured - Considered Good		
Security Deposits	4,669,044	5,721,174
Advance Tax/ Income Tax Refund (Net of Provisions)	31,438,887	27,430,288
Deposit with Exchanges	49,925,000	49,925,000
Total	86,032,931	83,076,462

12 Trade Receivables

Particulars	As at March 31, 2016	As at March 31, 2015
Settlement dues	150,533,610	140,634,760
Less : Provision for Doubtful Debts	150,533,610 (8,245,271)	140,634,760 (7,248,636)
Total	142,288,339	133,386,124

12.1 Trade Receivables include Trading Members, listed companies and other receivables from whom an amount of Rs. 15,05,33,610 is outstanding on account of various charges. Out of this, an amount of Rs. 82,45,271 has been provided as doubtful debts during the year ended March 31, 2016. The remaining debts are considered good for recovery by the Management in the view of the various amounts deposited and collaterals given by the Trading Members with the company, which are available for adjustment against the dues, as per the applicable Rules, Bye-laws and regulations.

12.2 Trade receivables are subject to confirmation. In opinion of the management, effect if any on confirmation will not be material in nature.

13 Cash and Cash Equivalents

Particulars	As at March 31, 2016	As at March 31, 2015
A) Cash & Cash Equivalents		
Cash on Hand	16,241	2,280
Bank Current Accounts	74,393,801	57,631,685
B) Other Bank Deposit		
Bank Deposit having Maturity <3 Months	124,550,000	356,561,883
Bank Deposit having Maturity > 3 Months but <12 Months	274,669,207	165,200,000
Bank Deposit having Maturity >12 Months	5,037,184	2,335,000
Total	478,666,434	581,730,848

14 Short Term Loans & Advances

Particulars	As at March 31, 2016	As at March 31, 2015
<i>Unsecured - Considered Good</i>		
Prepaid Expenses	-	219,643
Advances recoverable in cash or kind or for value to be received	-	486,173
Staff Advances	-	18,163
Total		723,979

15 Other Current Assets

Particulars	As at March 31, 2016	As at March 31, 2015
Advances Recoverable in Cash or Kind	1,471,751	720,584
Balance with Government Authorities	413,213	305,193
Interest Accrued on Fixed Deposit with bank	2,656,216	13,519,661
Prepaid Expenses	1,935,556	2,049,771
Settlement Obligation to/from Clearing House	457,590	-
Total	6,934,326	16,595,208

16 Revenue from operations

Particulars	Current Year	Previous Year
Brokerage Income	20,511,970	10,386,843
Other Operating Revenue	12,294,688	12,080,040
Income From Depository Services	9,155,859	23,770,179
Listing Fees	-	27,425
Training Incomes	-	9,637
	41,962,517	46,274,124

17 Other Income

Particulars	Current Year	Previous Year
Interest on Fixed Deposits	37,967,206	40,286,717
Recovery of DP Charges	2,763,339	2,722,975
Dividend Income on Long Term Investment	1,105,000	520,000
Excess Provision Written Back	703,840	-
Bad Debt recovery	478,800	-
Profit on sale of asset	50,500	-
Processing Fees	20,000	5,000
Other non operating income	19,567	35,500
Excess Provision written back	-	11,861,739
Reimbursement of Expenses	-	73,131
Interest Received from Trading Member	-	90,317
ISS Error & Omission - Income	-	525,685
Profit on sale of asset	-	52,551
Total	43,108,252	56,173,615

18 Employee Benefits Expense

Particulars	Current Year	Previous Year
Contributions to Provident and other funds	2,299,229	3,922,371
Exit Compensation	-	7,369,365
Gratuity	994,124	3,595,436
Leave encashment	1,069,167	791,296
Salary & Wages	28,464,059	55,243,725
Staff Welfare	562,211	1,112,310
	33,388,790	72,034,503

19 Finance Costs

Particulars	Current Year	Previous Year
Interest	-	2,014
Total	-	2,014

20 Other Expenses

Particulars	Current Year	Previous Year
Advertising	22,800	25,351
Bank charges	2,090	10,496
Books, Newspapers and Periodicals	-	22,201
Telephone expense	737,441	1,602,906
Courier & postage	426,139	611,229
Demat charges	1,382,399	1,155,069
Insurance	145,254	375,988
Legal & Professional	6,002,485	7,837,042
Lodging & Boarding	537,544	892,871
Miscellaneous Expenses	2,281,706	2,099,856
Office expense	15,426	250,309
Power, Fuel & Water Charges	3,655,185	5,318,008
Printing & Stationery	553,258	857,308
Remuneration to Auditor	414,000	402,000
Rent, Rates & Taxes	8,394,731	8,649,326
Repairs & Maintenance - Others	1,241,663	5,676,320
SEBI Fees	-	816,724
Security charges	1,084,401	1,708,040
Sitting Fees	380,000	1,310,000
Service tax cenvat	560,977	8,198,656
Training Expense	-	1,500
Travelling Expenses	633,115	1,798,776
Provision for Doubtful Debts	996,635	1,022,642
Interest on delayed payment	-	3,808
VSAT, VPN and other Communication expenses	2,840,526	2,856,619
Annual Maintenance charges for Networking Equipment	3,538,294	3,235,357
Annual Maintenance charges	523,870	532,229
Bad Debts Written off	-	2,737,498
Membership Charges	133,039	174,500
Remiser Account- DP Incentive	652,918	745,710
Trading Member Annual Fees Reversal	262,500	-
Interest on delayed payment	1,202	-
Total	37,419,597	60,928,335

21 Payment to Auditors

Particulars	Current Year	Previous Year
As Auditors'		
- Audit Fees	286,250	270,000
- Tax Audit Fees	103,750	105,000
In Other Capacity		
- Company Law Matters	-	-
- Other Matters	24,000	27,000
- Reimbursement of expenses	-	-
Total	414,000	402,000

22 Contingent Liabilities and Commitments

a Holding Company

- i Claims against company lodge by Trading Members, Clients and other parties not acknowledged as debts of Rs. 6,01,500/- (Previous Year Rs. 2,348,842/-)
- ii The Company has received notice pertaining to Navi Mumbai Municipal Corporation (NMMC) Cess Tax for the year 1998-1999 from the NMMC department for Rs. 3,718,468/- against which company has already paid Rs. 240,610/-. The company has filed a writ petition before the Bombay High Court against the order and the Company awaiting for final hearing.
- iii The company has received various notices for the year from 1999 to 2011 from the NMMC department amounting to Rs.10,608,646/-. The company has already paid Rs. 913,015/- and filed a writ petition before the Bombay High Court against the order and the Company is awaiting for final hearing.
 In the opinion of the management both the demand is not tenable and accordingly no provision of Rs. 13,173,489/- for the year 1998-1999 and for the years 1999 to 2011 has been made.
- iv The cheques issued by the company but not presented by the payee in to the bank are more than 3 Months old. The total amounts of cheque issued is Rs 58,58,550.12/-

b Subsidiary Company

- i Claim against the company not acknowledged as debts amounting to NIL (Estimated) (Previous Year Rs 1,46,750/-).
- ii The company has issued perpetual indemnity in favor of Indusind Bank to the extent of Rs 30,00,000/- (Previous year Rs 30,00,000/-).
- iii The company has received demands from the Income Tax Department for an amount of Rs 74,54,690/- (Previous year Rs 2,94,76,800/-) for various disallowances of expenditures relating to the various assessment years which have been disputed by the Company against which company expects refund amounting to Rs 1,03,84,060 (Previous year Rs 93,84,060/-) as determined by Income Tax department for various assessment years. The company has applied rectifications and filed appeals before higher authorities against the said orders. In the management view these demands are not tenable & accordingly no provision has been made.
- iv The company has received show cause notices from Service Tax Department for availment of cenvat credit on input services and service tax demand on output services for the years 2007-08 to 2014-15. Total amount of cenvat credit disallowed is Rs 69,00,559/- (Previous year: Nil) and total amount of demand on output services tax liability amounting Rs 1,08,45,431/- (Previous year: Nil). The company has filed appeals before higher authorities against the said orders. In the management view the demand raised by Service Tax Department is not tenable & accordingly no provision has been made.

23 Related Party Disclosures

As per accounting standard 18 on "Related party Disclosure" issued by the Institute of Chartered Accountants of India the disclosure of transactions with the related party is as under:

Nature of Relationship and Names of related parties

(a) Related Party where control exists

ISE Securities & Services Ltd.
 Mr. Sivaraman K M- Chief Executive Officer &

(b) Transactions with Related Parties

Particulars	Current Year	Previous Year
Remuneration paid to Managing Director – Holding Company	-	3,241,814
Remuneration paid to Managing Director – Subsidiary Company	3,264,679	2,948,618
Reimbursement of expenses (Paid to Director & Officiating Director) - Subsidiary Company	127,454	134,001

24 Operating Lease: Company as Lessee

(a) The Company has entered into operating lease arrangements for office

(b) Total of minimum lease payments

Particulars	Current Year	Previous Year
(i) Total of minimum lease payments The total of future minimum lease payments under non-cancellable	8,596,398	13,525,815
Operating leases for period:		
Not later than one year	7,675,202	6,887,053
Later than one year and not later than five years	921,196	6,638,762
Later than five years	-	-

(c) Lease payments recognized in the statement of profit & loss for the year **7,751,638** **7,471,780**

(d) Details of lease Deposit

Amount in Rs

Particulars	Period	Current Year	Previous Year
Powerica Limited	5 Years	2,550,000	2,550,000
CRD Sanpada Godown	33 Months	100,000	100,000
Patna Branch Deposit	12 Months	34,000	34,000
Nagpur Branch	12 Months	60,000	60,000
Delhi Branch	3 Years	50,000	100,000
Coimbatore	-	90,000	90,000
Kolkata Branch	48 Months	150,000	150,000
Kolkata Godown	36 Months	20,000	20,000

25 Earning Per Share

Particulars	Reference	Current Year	Previous Year
Net profit/ (Loss) attributable to equity shareholders	A	7,470,614	(39,965,439)
Weighted Average Number of Equity Shares	B	28,000,000	28,000,000
Face Value per Share (Rs.)	C	10	10
Basic Earnings/(Loss) per equity shares (Rs.)	A/B	0.27	(1.43)
Diluted Earnings/ (loss) per enquiry shares (Rs.)	A/B	0.27	(1.43)

26 The accounts of certain Trade Receivables, Trade Payables, Short/Long Term Loans and Advances, Other Current Assets and Current Liabilities and are subject to confirmation / reconciliation and adjustment, if any. The Management does not expect any material difference affecting the current year's financial statements.

In the opinion of the management, the current assets, loans and advances are expected to realize at least the amount at which they are stated, if realized in the ordinary course of business and provision for all known liabilities have been adequately made in the books of accounts.

27 The list of subsidiary enterprises and associates which are included in the consolidation and the Company's holdings therein are as under :

List of subsidiary forming part of Group Consolidated Financial Statements			As at March 31, 2016	As at March 31, 2015
Name of the Company	Relationship	Country of Incorporation	Ownership in % either directly or through Subsidiaries	Ownership in % either directly or through Subsidiaries
ISE Securities & Services Limited	Subsidiary	India	100%	100%

There is no other subsidiary or associate other than the company mentioned above.

- 28** Additional information as required by Paragraph 2 of the General Instructions for Preparation of Consolidated Financial Statements to Schedule III to the Companies Act, 2013:

Name of Entity	Net Assets		Share in Profit or (Loss)	
	As % of Consolidated Net Assets	Amount(₹)	As % of Consolidated Profit	Amount(₹)
Parent Inter - connected Stock Exchange of India Ltd.	30.12	227,136,244	49.47	3,695,583
Subsidiaries ISE Securities & Services Limited	12.30	92,779,576	50.53	3,775,032
TOTAL	100	754,028,035	100	7,470,615

- 29** The company has not been able to compile the details of vendor's status under the Micro, Small and Medium Enterprises Development Act, 2006 ('MSMED Act'). The Company contends that no overdue amounts along with interest have been payable to enterprise covered under MSMED Act and generally payments are made to vendors within the stipulated time/agreed credit terms.
Information pursuant to the provisions of Section 22 of Micro, Small and Medium Enterprises Development Act, 2006. During the year company has not paid any interest in terms of the section 18 of the above mentioned act. No principal amount or interest amount are due at the end of this accounting year which is payable to any Micro, Small or Medium enterprises as defined in the Micro, Small and Medium Enterprises Development Act, 2006.
- 30** The Group has prepared these financial statements as per the format prescribed by Schedule III to the Companies Act, 2013 ('the schedule') issued by Ministry of Corporate.
- 31** The Company has prepared these financial statements as per the format prescribed by Schedule III to the Companies Act, 2013 ('the schedule') issued by Ministry of Corporate Affairs. The Current Year refers to the period April 01, 2015 to March 31, 2016. (Previous year refers to April 01, 2014 to March 31, 2015).
The previous year figures have been regrouped, rearranged and reclassified wherever necessary to conform to this year's classification.
- 32** All Figures are in Indian Rupees.

Auditor's Report

"As per our separate report of even date"

Chhajed Kedia & Associates
Chartered Accountants
FRN No. 119248W

For And On Behalf Of
Inter-Connected Enterprises Ltd.
Formerly Inter-Connected Stock Exchange of India Ltd.

SD/-
Lalit Kumar Chhajed
F. C. A. Partner
MRN: 071980
Mumbai
Date:11/08/2016

SD/-
Ashok Lunia
Director
DIN. 02225255
Navi Mumbai
Date:11/08/2016

SD/-
Peter Markose
Director
DIN. 01849369
Navi Mumbai
Date:11/08/2016

Inter- Connected Enterprises Limited
Erstwhile: Interconnected Stock Exchange of India Ltd.
DIRECTORS' REPORT: 2015- 16

DIRECTORS' REPORT FOR ACCOUNTS FOR 2015- 16

Dear Members,

The Directors are pleased to present the Eighteenth Annual Report and the Company's audited financial statement for the Financial Year ended March 31, 2016.

The financial performance of your Company as per the financials for the year 2015-16, together with the comparable figures for the four previous years, is given below in **Table No. 1**:

The Directors are further pleased to inform you that, the company has for the first time over the last 4 (Four) years reported Operating Profit of Rs. 36.96 Lakhs. This was due to the steps taken in rationalizing expenses and putting into effect other cost cutting measures.

Table No. 1: Comparative Financial Performance

(Rs. in lakh)

Particulars	15-16	14-15	13-14	12-13	11-12
INCOME					
<i>Admission Fee from Trading Members</i>	-	-	-	1.50	5.50
Annual Subscription from Trading Members	-	-	64.43	69.67	76.32
Listing Fees	-	0.27	0.25	0.25	0.96
Income from DP Operation	-	-	55.90	122.68	138.09
Income from Training Programmes	-	0.10	5.82	2.92	8.51
Income from Research	-	-	0.87	2.39	0.73
Income from Rent	-	-	-	-	20.40
Interest on Bank Deposits	113.20	69.72	90.06	140.43	160.61
Management Services Fee	-	40.00	60.00	60.00	60.00
Others	0.90	68.02	246.78	115.95	139.59
Total Income	114.10	178.11	524.11	515.79	610.71
EXPENDITURE					
Employee Cost	1.40	356.97	421.65	322.32	298.44
Administrative & Operational Expenses	61.28	283.47	394.27	295.67	203.15
DP Expenses	-	-	17.39	25.18	26.65
Training Programmes Expenses	-	-	2.73	1.35	2.98
Depreciation	14.46	16.95	385.28	113.11	32.05
Impairment Loss	-	-	1213.07	-	-
Total Expenditure	77.14	657.40	2434.39	757.63	563.27
Profit/(Loss) before Taxation	36.96	(479.29)	(1910.28)	(241.84)	47.44
Less: Provision for Tax and other adjustments	-	-	1.91	21.17	13.39
PROFIT/(LOSS) AFTER TAXATION	36.96	(479.29)	(1908.37)	(220.67)	34.05

Inter- Connected Enterprises Limited
Erstwhile: Interconnected Stock Exchange of India Ltd.
DIRECTORS' REPORT: 2015- 16

*Note: Previous year figures have been regrouped/ reclassified wherever **necessary**.*

APPROPRIATIONS

Appropriations of the net profit for the period ended 31.03.2016 are as under:

(Rs. in lakh)

General Reserves	NIL
Proposed Dividend	NIL
Corporate Dividend Tax	NIL
Balance carried to Reserves and Surplus	NIL

2. Dividend

The Board of Directors has not recommended the payment of dividend, on account of loss.

3.. Reserves

On account of Loss, the Board of Directors has decided not to transfer any amount to General Reserves.

5. CONSOLIDATED ACCOUNTS

The consolidated financial statements of your Company for the financial year 2015-16, are prepared in compliance with applicable provisions of the Companies Act, 2013, & Accounting Standards. The consolidated financial statements have been prepared on the basis of audited financial statements of the Company, its subsidiary as approved by its Board of Directors.

6. SUBSIDIARY

A separate statement containing the salient features of financial statement of subsidiary of your Company forms part of consolidated financial statements is attached in FORM AOC-1 in compliance with Section 129 (3) and other applicable provisions, if any, of the Companies Act, 2013.

7. TECHNOLOGY AND SYSTEMS

There are no major Technological Changes during the year under review except streamlining and certain up gradation was done in technology for which no major expenses were incurred during the year under review.

8. OFFICE INFRASTRUCTURE

Registered office of the company is located at International Infotech Park, Tower No. 7, 5th Floor, Sector – 30, Vashi, Navi Mumbai – 400 703.

Inter- Connected Enterprises Limited
Erstwhile: Interconnected Stock Exchange of India Ltd.
DIRECTORS' REPORT: 2015- 16

9. Statutory Auditors

During the F.Y. 2015-16, the Statutory Auditor Chhjaed & Co. Chartered Accountants was appointed as Statutory Auditor for the F.Y. 2015-16, who shall hold the office till the conclusion of Eighteenth Annual General meeting of the company.

10. Directors:

The Board of Directors as on the date of this Report consists of:

Sr. No.	Name of the Director	Status	Date of Appointment
1.	Mr. Ashok Lunia	Director	20 th December 2014 & 1 st October 2015
2.	Mr. Peter Markose	Director	20 th December 2014 & 1 st October 2015
3.	Mr. Shrichand Pareek	Director	22 nd December, 2015
4.	Mr. Sanjay Sakaria	Director	22 nd December, 2015
5.	Mr. Rajeeb Ranjan Kumar	Director	22 nd December, 2015

During the period from 01/04/2015 till the date of this report, in place of Mr. Jambo Kumar Jain, Mr. Shrichand Pareek was appointed as Director of the company on 22/12/2015.

Two Directors of the company, namely Mr. Ashok Anoopchand Lunia and Mr. Peter Markose are liable to retire by rotation and are eligible offers themselves for re appointment.

During the period April 01, 2015 to March 31, 2016, the following Board Meetings were held:

Board Meeting No.	Date
151	July 03, 2015
152	August 08, 2015
153	September 08, 2015
154	September 30, 2015
155	November 27, 2015
156	December 22, 2015
157	February 06, 2016.

11. DETAILS OF ATTENDANCE OF THE DIRECTORS IN THE BOARD MEETINGS

During the period April 01, 2015 to March 31, 2016, the Board of Directors met 7 times. The attendance record of the Directors at each Board Meeting and at the Adjourned Annual General meeting on September 30, 2015, the last Annual General Meeting held on December 22, 2015, and at Extra Ordinary General Meeting held on August 08, 2015 is given below:

Inter- Connected Enterprises Limited
Erstwhile: Interconnected Stock Exchange of India Ltd.
DIRECTORS' REPORT: 2015- 16

Sr. No	Name of Director and Status	No. of Board Meetings held during their tenure	No. of Board Meetings attended	Status at Adjourned 16 th AGM held on 30/09/2015	Status at Last 17 th Annual General Meeting on 22/12/2015	Status at Extra Ordinary General meeting on 08/08/2015
1	Mr. Tarun Kumar Rastogi	02	01	N.A.	N.A.	Absent
2	Mr. Peter Markose	07	07	Present	Present	Present
3	Mr. Ashok Lunia	07	07	Present	Present	Present
4	Mr. Jambu Kumar Jain	06	06	Present	Present	Present
5	Mr. Ameya Raich	01	01	N.A.	N.A.	N.A.
6	Mr. Shrichand Preek	01	01	N.A.	N.A.	N.A.
7	Mr. Sanjay Sakaria	01	01	N.A.	N.A.	N.A.
8	Mr. Rajeeb Ranjan Kumar	01	01	N.A.	N.A.	N.A.

12. GENERAL BODY MEETINGS

Location and dates of the last three Annual General Meetings (AGMs):

The last three Annual General Meetings i.e, 15th 16th and 17th Meetings of the Company were held on the following dates

15th AGM: September 26, 2013 (at Hotel Abbot, Vashi, Navi Mumbai)

16th AGM: October 25, 2014 (at Hotel Abbot, Vashi, Navi Mumbai)

Adjourned 16th AGM: September 30, 2015 (at Hotel Abbot, Vashi, Navi Mumbai)

17th AGM December 22, 2015 (at Hotel Abbot, Vashi, Navi Mumbai)

Extra-ordinary General Meetings (EGMs):

There was only one Extra-ordinary General Meetings held during the period under review.

13. Audit Committee

As per the provisions contained under the companies Act 2013, to be read with Companies (Meetings of Board its powers) Rules 2014, provisions relating to constitution of Audit committee are not applicable to the company.

All the matters pertaining to Audit Committee are being looked after by the Board.

14 Risk Management Policy

As there is no Business activity, the Company has not framed any Risk Management Policy.

15. Directors' Responsibility Statement

Pursuant to Section 134 of the Companies Act 2013, the Directors State that:

- (a) In the preparation of the Annual Accounts, the applicable accounting standards have been followed along with proper explanation relating to material departures, if any;
- (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 as at March 31, 2016 and of the profit and loss of the company for the year ended March 31, 2016;
- (c) Proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with the provisions of the companies act 2013 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;
- (e) Proper systems are devised to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

16. DISCLOSURES OF PARTICULARS OF CONTRACTS/ARRANGEMENTS WITH RELATED PARTIES.

All the transactions entered into with the related parties i.e. Subsidiary company ISE Securities & Services Limited (ISS) with regard to payment of Interest @ 10% P.A. on amount of Expenses incurred by subsidiary company on behalf of the company are at arm's length. The Form AOC-2, pursuant to Section 134(3) (h) of the Companies Act, 2013 read with Rule 8(2) of the Companies (Accounts) Rules, 2014 is set out as Annexure---B

17. HUMAN RESOURCES AND PARTICULARS OF EMPLOYEES

In view of the Exit from Stock Exchange Business, there are no Employees, except one Administrative in charge has been appointed by the Board to take care of day to day activities of the company.

18. OTHER DISCLOSURES REQUIREMENTS:

Other disclosures required to be made in this report pursuant to provisions contained in section 134, of the Companies act 2013, have not been made as same are not applicable to the company.

19. EXTRACT OF ANNUAL RETURN:

The details forming part of the Annual Return in form MGT 9 annexed herewith as Annexure A

20. **Acknowledgements**

Acknowledgements on behalf of the Directors of the Company, we would like to place on record our deep appreciation to our Shareholders, Customers, and Business Partners, Vendors, Bankers, and Regulatory authorities.

For and on behalf of the Board of Directors

	Sd/-	Sd/-
Place: Navi Mumbai	Ashok Lunia	Peter Markose
	Director	Director
	(DIN: 02225255)	(DIN: 01849369)
Date: August 11, 2016	signing as per Board resolution passed on August 11, 2016	

Inter- Connected Enterprises Limited
Erstwhile: Interconnected Stock Exchange of India Ltd.
DIRECTORS' REPORT: 2015- 16

ANNEXURE A

EXTRACT OF ANNUAL RETURN

As on the financial year ended 31.03.2016

[Pursuant to Section 92(3) of the Companies Act, 2013, and Rule 12(1) of the Companies (Management and Administration) Rules, 2014]

FORM NO. MGT – 9

I. REGISTRATION AND OTHER DETAILS

i.	CIN	U74999MH2005PLC157556
ii.	Registration Date	January 20, 1998 (Date of New Certificate of Incorporation on account of Name change 09/10/2015)
iii.	Name of the Company	Inter Connected-Enterprises Limited (Erstwhile: Inter Connected Stock Exchange of India Limited)
iv.	Category / Sub-Category of the Company	Public Limited Company (Limited by Shares)
v.	Address of the Registered office and contact details	International Infotech Park, Tower No.7, 5 th Floor, Sector-30, Vashi Navi Mumbai--400703
vi.	Whether listed company	No
vii.	Name, Address and Contact details of Registrar and Transfer Agent, if any	Bigshare Services Pvt. Ltd., E2/3, Ansa Industrial Estate, Saki Vihar Road, Saki Naka, Andheri (East), Mumbai—400072.

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

Currently, the Company is managing its assets and its Subsidiary company ISE Securities & Services Limited.

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES

SR No	Name & Address of the Company	CIN/GLN	Holding/ Subsidiary/ Associate	% of Shares Held	Applicable Section
--------------	--	----------------	---------------------------------------	-------------------------	---------------------------

Inter- Connected Enterprises Limited
Erstwhile: Interconnected Stock Exchange of India Ltd.
DIRECTORS' REPORT: 2015- 16

1.	ISE Securities & Services Ltd.	U67190MH2000PLC123707	Subsidiary Company	99.99%	Section 2(87) of The Companies Act 2013
----	--------------------------------	-----------------------	--------------------	--------	---

I. SHARE HOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity)

i) Category-wise Shareholding

Category of Shareholders	No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				% change during the year	
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares		
A. Promoters	--	---	---		-	-	-			
(1) Indian	--	-	-		-	-	-			
a) Individual/HUF	--	-	-		-	-	-			
b) Central Govt. or State Govt.	--	-	-		-	-	-			
c) Bodies Corporate	78,12,000	28,00,000	1,06,12,000	37.90	78,12,000	28,00,000	1,06,12,000	37.90	Nil	Nil
d) Bank/FI	--	-	-		-	-	-			
e) Any other	--	-	-		-	-	-			
SUB TOTAL:(A) (1)	78,12,000	28,00,000	1,06,12,000	37.90	78,12,000	28,00,000	1,06,12,000	37.90	Nil	Nil
(2) Foreign	----	-	-		-	-	-			
a) NRI-Individuals	---	-	-		-	-	-			
b) Other Individuals	---	-	-		-	-	-			
c) Bodies Corp.	----	-	-		-	-	-			
d) Banks/FI	----	-	-		-	-	-			
e) Any	----	-	-		-	-	-			

Inter- Connected Enterprises Limited
Erstwhile: Interconnected Stock Exchange of India Ltd.
DIRECTORS' REPORT: 2015- 16

other...										
SUB TOTAL (A) (2)	----	-	-	-	-	-	-	-		
Total Shareholding of Promoter (A)= (A)(1)+(A)(2)	78,12,000	28,00,000	28,00,000	37.90	78,12,000	28,00,000	1,06,12,000	37.90	Nil	Nil

B. PUBLIC SHARE HOKDING	----	----	-	-	-	-	-	-		
(1)Institutions	----	---	-	-	-	-	-	-		
A)Mutual Funds	-----	---	-	-	-	-	-	-		
b)Central Govt.	----	---	-	-	-	-	-	-		
d)State Govt.	----	---	-	-	-	-	-	-		
e)Venture Capital	-----	---	-	-	-	-	-	-		
f)Insurance Companies	-----	---	-	-	-	-	-	-		
g)FIIS	----	---	-	-	-	-	-	-		
h)Foreign Venture Capital Funds	---	---	-	-	-	-	-	-		
i)Others (Specify)	---	---	-	-	-	-	-	-		
SUB TOTAL (B) (1):	---	--	-	-	-	-	-	-		
(2)Non Institutions	---	--	-	-	-	-	-	-		
a)Bodies Corporate	--	--	-	-	-	-	-	-		
i)Indian	1,30,88,340	Nil	1,30,88,340	46.74	1,33,40,340	Nil	1,33,40,340	47.64		
ii)Ovrseas	----		-	-	-	-	-	-		
b)Individuals			-	-	-	-	-	-		
i)Individual shareholders holding nominal share capital up to Rs.1 Lakhs	56,010	Nil	56,010	0.20	56,010	Nil	56,010	0.20		
ii) Individual shareholders holding nominal share capital in	42,43,650	Nil	42,43,650	15.16	39,91,650	Nil	39,91,650	14.26		

Inter- Connected Enterprises Limited
Erstwhile: Interconnected Stock Exchange of India Ltd.
DIRECTORS' REPORT: 2015- 16

excess of Rs.1 Lakhs										
c)Others (Specify)	-----		-	-	-	-				
SUB TOTAL (B) (2):	1,73,88,000	Nil	1,73,88,000	62.10	1,73,88,000	Nil	1,73,88,000	62.10		
Total Public Shareholdin g (B)= (B)(1)+(B)(2)	1,73,88,000	Nil	1,73,88,000	62.10	1,73,88,000	Nil	1,73,88,000	62.10		
C. Shares held by Custodian for GDRs & ADRs	-----		-----	-	-					
Grand Total (A+B+C)	2,52,00,000	28,00,000	2,80,00,000	100.00	2,52,00,000	28,00,000	2,80,00,000	100.00		

Inter- Connected Enterprises Limited
Erstwhile: Interconnected Stock Exchange of India Ltd.
DIRECTORS' REPORT: 2015- 16

ii) Shareholding of Promoters –

Sr. No	Share Name	Holder's	Shareholding at the beginning of the Year.			Share Holding at the end of the Year			% Change in share holding
			No. of Shares	% of Total Share holding	% Shares Pledge/encumbered to total shares	No. of Shares	% of Total Share holding	% Shares Pledge/encumbered to total shares	
1	Bangalore Exchange	Stock	8,40,000	3.00	Nil	8,40,000	3.00	Nil	Nil
2	Cochin Exchange Ltd.	Stock	14,00,000	5.00	Nil	14,00,000	5.00	Nil	Nil
3	Coimbatore Exchange	Stock	14,00,000	5.00	Nil	14,00,000	5.00	Nil	Nil
4	The Gauhati Exchange	Stock	14,00,000	5.00	Nil	14,00,000	5.00	Nil	Nil
5	Jaipur Exchange Limited	Stock	8,00,000	2.86	Nil	8,00,000	2.86	Nil	Nil
6	Madras Exchange	Stock	6,00,000	2.14	Nil	6,00,000	2.14	Nil	Nil
7	Mangelore Exchange.	Stock	6,86,000	2.45	Nil	6,86,000	2.45	Nil	Nil
8	Magadh Exchange	Stock	14,00,000	5.00	Nil	14,00,000	5.00	Nil	Nil
9	Saurashtra Kutch Stock Exchange Ltd.	Stock	14,00,000	5.00	Nil	14,00,000	5.00	Nil	Nil
10	Uttar Pradesh Stock Exchange	Stock	6,86,000	2.45	Nil	6,86,000	2.45	Nil	Nil

iii) Change in Promoters' Shareholding (specify if there is no change)

SR. No.		Shareholding at the beginning of the Year		Cumulative Share holding during the year	
		No. of Shares	% of total shares of the company	No of shares	% of total shares of the company

Inter- Connected Enterprises Limited
Erstwhile: Interconnected Stock Exchange of India Ltd.
DIRECTORS' REPORT: 2015- 16

	At the beginning of the year	
	Date wise increase/decrease in Promoters Share holding during the year specifying the reasons for increase/decrease (e.g. allotment/transfer/bonus/sweat equity etc)	No Change in Promoters' Share Holding during the year.
	At the end of the year	

iv) Shareholding Pattern of Top Ten Shareholders (Other than Directors, Promoters and Holders of GDRs and ADRs) -

Sr. No.	For Each of the Top 10 Shareholders	Shareholding at the beginning of the year		Shareholding at the end of the year	
		No. of shares	% of total shares of the company	No of shares	% of total shares of the company
1	Madhya Pradesh Stock Exchange Ltd.	14,00,000	5.00	14,00,000	5.00
2	Bhuwaneshwar Shares & Securities Ltd.	14,00,000	5.00	14,00,000	5.00
3	Panoramic Universal Ltd.	12,48,260	4.46	12,48,260	4.46
4	Acme Chem Ltd.	12,48,260	4.46	12,48,260	4.46
4	Madhuri Omprakash Damani	12,48,260	4.46	12,48,260	4.46
5	Darshwaw & Co. Pvt. Ltd.				

Inter- Connected Enterprises Limited
Erstwhile: Interconnected Stock Exchange of India Ltd.
DIRECTORS' REPORT: 2015- 16

6	Bennett, Coleman & Co. Ltd.	12,48,260	4.46	12,48,260	4.46
		12,48,260	4.46	12,48,260	4.46
7	Dion Global Solutions Ltd.	12,43,280	4.44	12,43,280	4.44
8	Anjana Fincap Pvt. Ltd.	10,66,020	3.81	10,47,838	3.74
9	Arch Finance Ltd.	7,48,960	2.67	NIL	NIL
10	Decent Financial Services Pvt. Ltd.	5,19,000	1.85	5,000	0.02
11	Yashodhan Merchants Private Limited	Nil	Nil	7,48,960	2.67
12	Kalyan Vyapar Private Limited.				
		NIL	NIL	5,14,000	1.84

v) Shareholding of Directors and Key Managerial Personnel - **NIL**

SR. No	For Each of the Directors & KMP	Shareholding at the end of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No of shares	% of total shares of the company
	At the beginning of the year				
	Date wise increase/decrease in Promoters Share holding during the year specifying the reasons for increase/decrease (e.g. allotment/transfer/bonus/sweat equity etc)				
	At the end of the year				

Inter- Connected Enterprises Limited
Erstwhile: Interconnected Stock Exchange of India Ltd.
DIRECTORS' REPORT: 2015- 16

II. INDEBTEDNESS :

Indebtedness of the Company including interest outstanding/accrued but not due for payment

	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year				
i) Principal Amount	0		0	---
ii) Interest due but not paid	0	0	0	---
iii) Interest accrued but not due	0	0	0	---
Total (i+ii+iii)	0		0	---
Change in Indebtedness during the financial year	0	0	0	---
Addition	0		0	---
Reduction	0		0	---
Net Change	0		0	---
Indebtedness at the end of the financial year	0	0	0	---
i) Principal Amount	0	0	0	---
ii) Interest due but not paid	0	0	0	---
iii) Interest accrued but not due	0	0	0	---
Total (i+ii+iii)	0	0	0	NIL

III. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

A. Remuneration to Managing Director, Whole-time Directors and/or Manager: NIL

B. Remuneration to other Directors: Not Applicable

1. Independent Directors

Particulars of Remuneration	Name of Director					Total Amount
Fee for attending Board/Committee Meetings						----
-Commission						-----
- Others, please specify						-----
Total (B)(1)						NIL

Inter- Connected Enterprises Limited
Erstwhile: Interconnected Stock Exchange of India Ltd.
DIRECTORS' REPORT: 2015- 16

2. Other Non Executive Directors

Particulars of Remuneration	Name of Director/ Committee		Total Amount Rs.
	Member		
Fee for attending Board/Committee Meetins	Mr. AMEYA RAICHA	. Board Meeting	10,000/-
	Mr. ASHOK LUNIA	Board Meeting	70,000/-
	Mr. Tarun Rastogi	Board Meeting	10,000/-
	Mr. Peter Markose	Board Meeting	70,000/-
	Mr. Jambukumr Jain	Board Meeting	60,000/-
	Mr. Shrichand Parik	Board Meeting	10,000/--
	Mr. Sanjay Sakaria	Board Meeting	10,000/-
	Mr. Rajeeb Ranjan Kumar	Board Meeting	10,000/-
-Commission			-----
- Others, please specify			-----
Total (B)(2)			2,50,000/-
Total (B)= (B)(1)+ (B)(2)			2,50,000/-

Inter- Connected Enterprises Limited
Erstwhile: Interconnected Stock Exchange of India Ltd.
DIRECTORS' REPORT: 2015- 16

C.	REMUNERATION TO KEY MANAGERIAL PERSONNEL OTHER THAN MD / MANAGER /WTD: NIL
-----------	---

IV. PENALTIES / PUNISHMENT / COMPOUNDING OF OFFENCES: NIL

Type	Section of the Companies Act	Brief Description	Details of Penalty / Punishment / Compounding fees imposed	Authority [RD / NCLT / COURT]	Appeal made, if any (give details)
A. COMPANY					
Penalty			-----NIL-----		
Punishment					
Compounding					
B. DIRECTORS					
Penalty			-----NIL-----		
Punishment					
Compounding					
C. OTHER OFFICERS IN DEFAULT					
Penalty			---NIL---		
Punishment					
Compounding					

M/S. Inter-Connected Enterprises Limited
(Erstwhile: M/s Inter-connected Stock Exchange of India Limited)
Regd Office: International Infotech Park, Tower 7, 5th Floor, Vashi Navi Mumbai
Maharashtra 400703
CIN : U74999MH2005PLC157556

Form No. MGT 11

Proxy Form

***(Pursuant to Section 105(6) of the Companies Act, 2013 and Rule 19(3) of the Companies
(Management and Administration) Rules 2014)***

Name of the member(s) :.....

Registered address :.....

.....

.....

E-mail ID :.....

Folio No :.....

I/We, being the member(s) of Shares, hereby appoint

1. Name: Address:

E-mail Id: Signature:

2 Name: Address:

E-mail Id: Signature:

3 Name: Address:

E-mail Id: Signature:

As my/our proxy to attend and vote (on poll) for me/us and on my/our behalf at the 18th Annual General Meeting to be held at 11.30 a.m. on Wednesday, September 21, 2016, at Hotel Abbott, Near Meghraj Cinema Hall, Vashi, Navi Mumbai – 400 703 and at any adjournment thereof in respect of such resolutions as are indicated below:

M/S. Inter-Connected Enterprises Limited
(Erstwhile: M/s Inter-connected Stock Exchange of India Limited)
Regd Office: International Infotech Park, Tower 7, 5th Floor, Vashi Navi Mumbai
Maharashtra 400703
CIN : U74999MH2005PLC157556

Sl. No	Resolution
	Business
1.	To receive, consider, approve and adopt Financial Statements as on March 31, 2016; including consolidated Financial Statements as on March 31, 2016.
2.	Appointment of Shri Ashok Lunia as a director.
3.	Appointment of Shri Peter Markose as a director.
4.	Appointment of of M/s Chhajed, Kedia & Associates as Statutory Auditors.

Signed this..... day of 2016

.....

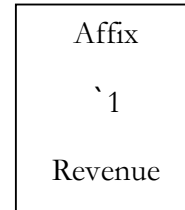
Signature of shareholder

.....

Signature of Proxy-holder(s)

Note:

1. This form of proxy in order to be effective should be duly completed and deposited at the registered office of the Company not less than 48 hours before the commencement of the meeting.





Independent Auditors' Report

To the Members of Inter - Connected Enterprises Limited
(Formerly Inter - connected Stock Exchange of India Ltd.)

Report on the Standalone Financial Statements

We have audited the accompanying standalone financial statements of **Inter Connected Enterprises Limited** ("the Company"), which comprise the Balance Sheet as at 31st March , 2016, the Statement of Profit and Loss , the cash flow statement for the year then ended, and a summary of the significant accounting policies and other explanatory information.

Management's Responsibility for the Standalone Financial Statements

The management and Board of Directors of the Company are responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the act") with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position , financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with rule 7 of Companies (Accounts) Rules, 2014. This responsibility also includes 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 frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; design, implementation and maintenance of adequate internal financial controls, that are operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the standalone financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on these standalone financial statements based on our audit.

We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.

We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the standalone financial statements are free from material misstatement.





Inter Connected Enterprises Limited (Formerly Inter - connected Stock Exchange of India Ltd.)
Independent Auditors' Report to the Members of Inter Connected Enterprises Limited

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view, in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by the Company's management and Board of Directors, as well as evaluating the overall presentation of the financial statements.

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

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March, 2016, its Profit and its 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, 2016 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the Annexure-'A' a statement on the matters Specified in paragraphs 3 and 4 of the Order, to the extent applicable.
2. As required by section 143(3) of the Act, we further 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, the Statement of Profit and Loss and cash flow statement dealt with by this Report are in agreement with the books of account;
 - d. In our opinion, the aforesaid standalone financial statements comply with the applicable Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules 2014.





CHHAJED KEDIA & ASSOCIATES
CHARTERED ACCOUNTANTS

206, Blue Moon Chambers
25, Nagindas Master Road
Near Welcome Restaurant
Fort, Mumbai – 400 023.
Tel.: 2263 3133 / 2270 1102
email : lkchhajer@hotmail.com

Inter Connected Enterprises Limited (Formerly Inter - connected Stock Exchange of India Ltd.)
Independent Auditors' Report to the Members of Inter Connected Enterprises Limited

- e. On the basis of written representations received from the directors as on March 31, 2016, and taken on record by the Board of Directors, none of the directors are disqualified as on March 31, 2016, from being appointed as a director in terms of Section 164(2) of the Act.
- f. With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in -Annexure- "B"
- g. In our opinion and to the best of our information and according to the explanations given to us, we report as under with respect to other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014:
- i. The Company has disclosed the impact of pending litigations on its financial position in its standalone financial statements, refer note 19 on Contingent Liabilities and Commitments to the standalone financial statements.
- ii. The Company did not have any long-term contracts including derivative contracts; as such the question of commenting on any material foreseeable losses thereon does not arise.
- iii. There has not been an occasion in case of the Company during the year under report to transfer any sums to the Investor Education and Protection Fund. The question of delay in transferring such sums does not arise.

FOR CHHAJED KEDIA & ASSOCIATES
CHARTERED ACCOUNTANTS

ICAI Firm Registration No: 119248W

Lalit Kumar Chhajed
Partner
Membership No: 071980



Place: Mumbai
Date: 11th August, 2016

Annexure- A

(Annexure Referred To In Paragraph 1 under the heading "Report on other legal and regulatory requirements" of Our Report Of Even Date.)

- i) a. The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
 - b. As explained to us, the fixed assets have been physically verified by the management at reasonable intervals during the year and no material discrepancies were noticed on verification.
 - c. According to the information and explanations given to us and the records examined by us , we report that, the title deeds, comprising all the immovable properties are held in the name of the Company.
- ii) During the year the Company did not have inventory and accordingly paragraph 3(ii) of the said Order are not applicable.
- iii) According to information and explanations given to us, the Company has not granted any loan, secured or unsecured to companies, firms or other parties covered under section 189 of the Act. Accordingly paragraph 3(iii) of the said Order is not applicable.
- iv) In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of section 185 and 186 of the Act, in respect of loans, investments, guarantees and security to the extent applicable to it.
- v) According to the information and explanations given to us, the Company has not accepted any deposits from the public covered under section 73 to 76 of the Companies Act, 2013 and the rules framed thereunder. Therefore, the provision of clause 3(v) of the Order is not applicable to the Company.
- vi) To the best of our knowledge and as explained, Central Government has not prescribed the maintenance of cost records under sub-section (1) of Section 148 of the Act , for the products of the Company. Therefore, the provision of clause 3(vi) of the Order is not applicable to the Company.
- vii) (a) According to the records of the Company and the information and explanations given to us, the Company has been regular in depositing with appropriate authorities undisputed statutory dues including provident fund, Employees' State Insurance, Income Tax, Sales Tax, Service Tax, Customs Duty, Excise Duty, Value Added Tax, Cess and any other statutory dues to the extent applicable to it.

According to the information and explanations given to us and based on the records of the company examined by us, no undisputed amounts payable in respect of Provident Fund, Employees' State Insurance, Income Tax, Service Tax, Sales Tax , Customs Duty , Excise Duty, Value Added Tax, Cess and other material statutory dues were outstanding, at the year end, for a period of more than six months from the date they became payable.



Inter Connected Enterprises Limited (Formerly Inter - connected Stock Exchange of India Ltd.)
Independent Auditors' Report to the Members of Inter Connected Enterprises Limited

- (b) According to the information and explanations given to us, there are no dues of Income Tax , Sales Tax, Service Tax, Customs Duty , Excise Duty and Value Added Tax which have not been deposited on account of any disputes except, as stated hereunder:

Name of Statute	Nature of Dues	Amount (in Rs.)	Period to which it relates	Forum where dispute is pending
Bombay Provincial Municipal Corporation Act, 1949	Navi Mumbai Municipal Corporation (NMMC) Cess Tax	Rs. 1,31,73,489/-	A.Y. 1998-99 TO A.Y. 2011-12	Bombay High Court

- (viii) Based on our audit procedures and as per the information and explanations given by the management, the Company did not have any loans from banks, financial institutions, government or has not issued debentures during the year.
- (ix) According to the records of the company examined by us and as per the information and explanations given to us, the Company has not raised any money from any Public Issue / follow-on offer. Therefore, the provision of clause 3(ix) of the Order is not applicable to the Company.
- (x) Bases upon the audit procedures performed for the purpose of reporting the true and fair view of the financial statements and as per the information and explanations given to us by the management, we report that no fraud on or by the Company has been noticed or reported during the year.
- (xi) According to the records of the company examined by us and as per the information and explanations given to us, the Company has not paid any managerial remuneration during the year. Therefore, the provision of clause 3(xi) of the Order is not applicable to the Company.
- (xii) In our opinion, the Company is not a chit fund or a nidhi/mutual benefit fund/society. Therefore, the provision of clause 3(xii) of the Order is not applicable to the Company.
- (xiii) In our opinion, all the transactions with the related parties are in compliance with section 177 and 188 of the Act, where applicable and the details have been disclosed in the financial statements as required by applicable accounting standard.
- (xiv) The Company has not made any preferential allotment or private placement of shares or partly or fully convertible debentures during the year, therefore reporting under clause 3(xiv) shall not be applicable.



[Handwritten signature]

Inter Connected Enterprises Limited (Formerly Inter - connected Stock Exchange of India Ltd.)
Independent Auditors' Report to the Members of Inter Connected Enterprises Limited

- (xv) According to the information and explanations given to us, we report that the Company has not entered into any non-cash transaction with directors or persons connected with him.
- (xvi) In our opinion, the Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

FOR CHHAJED KEDIA & ASSOCIATES
CHARTERED ACCOUNTANTS

ICAI Firm Registration No: 119248W



Lalit Kumar Chhajed
Partner
Membership No: 071980

Place: Mumbai
Date: 11th August, 2016



Annexure – 'B' to the Auditors' Report

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

In conjunction with our audit of the standalone financial statements of the Company as of and for the year ended 31 March 2016, we have audited the internal financial controls over financial reporting of Inter Connected Enterprises Limited ("the Company").

Management's Responsibility for Internal Financial Controls

The Respective Board of Directors of the Company are 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 company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors' Responsibility

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

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.



A handwritten signature in black ink, appearing to be "S. W.", written over a horizontal line.

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 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

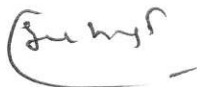
Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal 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 2016, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the ICAI.

**FOR CHHAJED KEDIA & ASSOCIATES
CHARTERED ACCOUNTANTS**

ICAI Firm Registration No: 119248W



**Lalit Kumar Chhajed
Partner
Membership No: 071980**



**Place: Mumbai
Date: 11th August, 2016**

Inter-Connected Enterprises Limited
(Formerly Inter - connected Stock Exchange of India Ltd.)
BALANCE SHEET AS AT MARCH 31, 2016

Amount in Rs

Particulars	Note #	As at March 31, 2016	As at March 31, 2015
EQUITY AND LIABILITIES			
Shareholders' funds			
Share capital	2	28,000,000	28,000,000
Reserves and surplus	3	199,136,244	207,086,232
		227,136,244	235,086,232
Non-current liabilities			
Long-term provisions		-	-
Current liabilities			
Other current liabilities	4	17,268,249	70,995,950
Short-term provisions		-	-
		17,268,249	70,995,950
Total		244,404,493	306,082,182
ASSETS			
Non-current assets			
Fixed assets	5		
Tangible assets		26,391,950	27,837,962
Intangible assets		-	-
Capital work-in-progress			
Non-current investments	6	55,000,000	55,000,000
Deferred tax assets (net)		-	-
Long-term loans and advances	7	17,573,116	16,479,155
Other non-current assets	8	-	-
		98,965,066	99,317,116
Current assets			
Trade receivables	9	4,588,140	8,775,624
Cash and cash equivalents	10	140,851,287	187,459,568
Short-term loans and advances	11	-	716,317
Other current assets	12	-	9,813,556
		145,439,427	206,765,065
Total		244,404,493	306,082,182

Significant Accounting Policies

1

Notes to the Accounts

2 to 27

Auditor's Report

"As per our separate report of even date"

Chhajed Kedia & Associates
Chartered Accountants
FRN No. 119248W

FOR AND ON BEHALF OF
Inter-Connected Enterprises Ltd.
Formerly Inter-Connected Stock Exchange of India Ltd.

SD/-
Lalit Kumar Chhajed
F. C. A. Partner
MRN: 071980
Mumbai

SD/-
Ashok Lunia
Director
DIN. 02225255
Navi Mumbai

SD/-
Peter Markose
Director
DIN. 01849369
Navi Mumbai

Inter-Connected Enterprises Limited
(Formerly Inter - connected Stock Exchange of India Ltd.)
Statement of Profit and Loss for the year ended on March 31, 2016

Amount in Rs

Particulars	Note No.	For the year ended on March 31, 2016	For the year ended on March 31, 2015
Incomes			
Revenue from operations	13	-	4,037,062
Other income	14	11,409,714	13,774,094
Total Revenue		11,409,714	17,811,156
Expenses			
Employee benefits expense	15	139,756	35,697,395
Finance costs	16	5,117	71,919
Depreciation and amortization expense	5	1,446,012	1,695,277
Other expenses	17	6,123,247	28,275,143
Total Expenses		7,714,131	65,739,734
Profit before exceptional and extraordinary items and tax		3,695,583	(47,928,578)
Exceptional items		-	-
Profit before extraordinary items and tax		3,695,583	(47,928,578)
Extraordinary Items		-	-
Profit before tax		3,695,583	(47,928,578)
Tax expense:			
Current tax		-	-
Tax related to previous years		-	-
Deferred tax		-	-
Profit (Loss) for the period from continuing operations		3,695,583	(47,928,578)
Profit/(loss) from discontinuing operations		-	-
Tax expense of discontinuing operations		-	-
Profit/(loss) from Discontinuing operations (after tax)		-	-
Profit (Loss) for the period		3,695,583	(47,928,578)
Earnings per equity share:			
Basic		0.13	(1.71)
Diluted		0.13	(1.71)

Significant Accounting Policies
Notes to the Accounts

1
2 to 27

Auditor's Report

"As per our separate report of even date"

Chhajed Kedia & Associates
Chartered Accountants
FRN No. 119248W

FOR AND ON BEHALF OF
Inter-Connected Enterprises Ltd.
Formerly Inter-Connected Stock Exchange of India Ltd.

SD/-
Lalit Kumar Chhajed
F. C. A. Partner
MRN: 071980
Mumbai
Date: 11/08/2016

SD/-
Ashok Lunia
Director
DIN. 02225255
Navi Mumbai
Date: 11/08/2016

SD/-
Peter Markose
Director
DIN. 01849369
Navi Mumbai
Date: 11/08/2016

Inter-Connected Enterprises Limited
(Formerly Inter - connected Stock Exchange of India Ltd.)
CASH FLOW STATEMENT FOR THE PERIOD ENDED MARCH 31, 2016

Amount in Rs

Particulars	For the year ended on March 31, 2016	For the year ended on March 31, 2015
Cash flows from operating activities		
Net profit before tax and extraordinary items	3,695,583	(47,928,578)
Adjustments for:		
-Depreciation	1,446,012	1,695,277
-Dividend Income	-	-
-Provisions for doubtful debts	-	-
-Excess Provision Written Back	-	(6,394,555)
-Write Back of Doubtful Debts	-	-
-Gain/Loss on sale of fixed assets, net	(50,500)	(34,351)
-Sale of Depository Participant Business	-	-
-Impairment Loss on Assets	-	-
-Interest income/Interest expense	5,117	71,919
Operating Profit/(Loss) before working capital changes	5,096,212	(52,590,288)
<i>Adjustments for changes in working capital</i>		
(Increase)/Decrease in Long -term loans and advances	52,130	343,000
(Increase)/Decrease in Other Non Current Assets	-	2,054
(Increase)/Decrease in trade receivables	4,187,485	9,621,917
(Increase)/Decrease in short term loans & advances	716,317	11,631,533
(Increase)/Decrease in other current assets	9,813,556	2,350,094
Increase/(Decrease) in trade payables	-	-
Increase/(Decrease) in other current liabilities	(53,727,701)	(17,448,992)
Increase/(Decrease) in short term provisions	-	(5,984,642)
Increase/(Decrease) in long term provisions	-	(3,382,723)
Cash generated from operations before tax & extra ordinary items	(33,862,001)	(55,458,047)
Less: Taxes Paid	(1,146,091)	(2,443,164)
Net cash generated from/ (used in) operating activities (A)	(35,008,093)	(57,901,211)
Cash flows from investment activities		
-Purchase of fixed assets	-	(14,280)
-Sale proceeds of fixed assets	50,500	34,351
-Interest Income	-	-
-Dividend Income	-	-
-Sale of Depository Participant Business	-	-
Net cash generated from/ (used in) investing activities (B)	50,500	20,071
Cash flows from financing activities		
-Interest paid/received	(5,117)	(71,919)
-Amount received/paid in S G F and interest earned thereon	(11,645,571)	7,520,896
-Amount received/paid in Investor Service Fund and interest earned thereon	-	(2,351,480)
-Dividend & corporate dividend tax paid	-	-
-Loans given/taken	-	-
-Interim Dividend Paid	-	-
Net cash generated from/ (used in) financing activities (C)	(11,650,688)	5,097,497
Net increase/(decrease) in cash/cash equivalents (A+B+C)	(46,608,281)	(52,783,643)
Cash and Cash Equivalents at beginning of the year	187,459,568	240,243,210
Cash and Cash Equivalents at end of the year	140,851,287	187,459,568

Notes

The Cash Flow Statement has been prepared under the "Indirect Method" as set out in the Accounting Standard-3 on Cash Flow Statements.

2) Cash and Cash Equivalents at the end of the year consist of Cash, Cheques in Hand, Fixed Deposits and Balances with Banks.

Particulars	Note No.		
		As at March 31, 2016	As at March 31, 2015
Cash in Hand		16,241	2,280
Cheques in Hand		-	-
Fixed Deposits		134,706,391	187,446,883
Balances with Banks		6,128,654	10,405
		140,851,287	187,459,568

Significant Accounting Policies

1

Notes to the Accounts

2 to 27

Auditor's Report

"As per our separate report of even date"

Chhajer Kedia & Associates
Chartered Accountants
FRN No. 119248W

FOR AND ON BEHALF OF
Inter-Connected Enterprises Ltd.
Formerly Inter-Connected Stock Exchange of India Ltd.

SD/-
Lalit Kumar Chhajer
F. C. A. Partner
MRN: 071980
Mumbai
Date: 11/08/2016

SD/-
Ashok Lunia
Director
DIN. 02225255
Navi Mumbai
Date: 11/08/2016

SD/-
Peter Markose
Director
DIN. 01849369
Navi Mumbai
Date: 11/08/2016

Inter-Connected Enterprises Limited (Formerly Inter - connected Stock Exchange of India Ltd.)
Significant accounting policies and notes to the accounts for the year ended on March 31, 2016

Background

Inter - connected Stock Exchange of India Ltd. (Formerly Inter - connected Stock Exchange of India Ltd.) is a company incorporated on 22 January, 1998. The objective of the company was to form a Stock Exchange and had accordingly applied to The Securities and Exchange Board of India. However, on June 11, 2014, ISE communicated to SEBI regarding its decision to exit through a voluntary surrender of recognition in terms of SEBI Circular No. CIR/ MRD/ DSA/ 14/2012 dated May 30, 2012 on Exit Policy for De-recognized/ Non-operational Stock Exchange, read with SEBI circular no. RD/Dop/SE/CIR-36/2008 dated December 29, 2008. Accordingly SEBI vide its letter WTM/RKA/MRD/142/2014 dated 08.12.2014 allowed the exit of Inter connected Stock Exchange of India Ltd as a Stock Exchange.

1 Significant accounting policies

a Method of Accounting

The financial statements have been prepared in accordance with the Indian Generally Accepted Accounting Principles (GAAP) under the historical cost convention on the accrual basis of accounting except for certain financial instruments which are measured at fair values. GAAP comprises mandatory accounting standards as prescribed by the Companies (Accounting Standards) Rules, 2006, the provisions of the Companies Act, 2013 (to the extent notified) and the relevant provisions of the Companies Act, 1956. Accounting policies have been consistently applied except where a newly issued accounting standard is initially adopted or a revision to an existing accounting standard requires a change in the accounting policy hitherto in use.

b Use of estimates

The preparation of financial statements in conformity with the generally accepted accounting principles ('GAAP') in India requires management to make estimates and assumptions that affect the reported amounts of income and expenses of the period, assets and liabilities and disclosures relating to contingent assets & contingent liabilities as of the date of the financial statements and the results of operations during the reporting period. Examples of such estimates include estimates of income taxes, employment retirement benefit plans, provision for doubtful debts and advances and estimated useful life of fixed assets. Actual results could differ from those estimates. Any revision to accounting estimates is recognised prospectively in current & future periods.

c Revenue recognition

- i) Due to the exit letter from SEBI, admission fees and annual fees are no longer recognised as revenue.
- ii) The Dividend Income, if any, is accounted when the right to receive payment is established.
- iii) Contributions towards the Settlement Guarantee Fund received from Trading Members are accounted on the basis of the date of grant of registration certificate by SEBI, as it signifies the conclusive point of entry of Trading Members into the Company.

- iv) In appropriate circumstances, revenue is recognised when no significant uncertainty as to determination and realisation exists.
- v) The interest income on investments of the Earmarked Funds, being accretions to the said funds, is credited to the funds till December 2014, in accordance with the Rules, Bye-laws and Regulations of the Company. After the exit letter, the interest on all investments are recognised as Interest income on accrual basis.

d Fixed Assets

Tangible Assets

- i) Fixed assets are stated at the cost of acquisition including incidental costs related to acquisition and installation less accumulated depreciation. The actual cost capitalized includes material cost, freight, installation costs, duties and taxes, finance charges and other incidental expenses incurred during the construction / installation stage.
- ii) Fixed assets, if any, retired from active use or held for disposal are stated at lower of costs (net of accumulated depreciation) or estimated net realizable value.
- iii) Fixed assets under construction and cost of assets not ready for use before the year-end, are disclosed as capital work in progress.

Intangible assets

Intangible assets acquired separately are measured on initial recognition at cost. Following initial recognition, intangible assets are carried at cost less accumulated amortization and accumulated impairment losses, if any. Internally generated intangible assets, excluding capitalized development costs, are not capitalized and expenditure is reflected in the statement of profit and loss in the year in which the expenditure is incurred.

e Depreciation and Amortization

- i) Depreciation on fixed assets except leasehold improvement is charged on the Straight Line Method on a pro-rata basis at the rate and manner prescribed under Schedule II to the Companies Act, 2013. Depreciation has been charged after considering scrap value prescribed under Schedule II to the Companies Act, 2013. The Company provides pro-rata depreciation from / to the date the asset is acquired / put to use / or disposed off.
- ii) Depreciation on assets is charged on the Straight Line Method over a period of useful life of assets.

Asset	Useful life (in yrs.)
<u>Tangible Assets</u>	
Leasehold Land	60
Leasehold Premises	60
Office Equipments	5
Electrical Fittings	10
Furniture & Fixtures	10
Motor Vehicles	8
Computer Equipments & Networking Equipments	3
<u>Intangible Assets</u>	
Computer Software	3

- iii) The Management does not expect any re-sale value on fixed assets after the end of useful life and therefore, have considered the scrap value for all assets as NIL.

f Borrowing costs

Borrowing cost includes interest, amortization of ancillary costs incurred in connection with the arrangement of borrowings and exchange differences arising from foreign currency borrowings to the extent they are regarded as an adjustment to the interest cost.

Borrowing costs directly attributable to the acquisition, construction or production of an asset that necessarily takes a substantial period of time to get ready for its intended use or sale are capitalized as part of the cost of the respective asset. All other borrowing costs are expensed in the period they occur.

g Impairment of tangible and intangible assets

Impairment loss, if any, is provided to the extent, the carrying amount of assets exceeds their recoverable amount.

Recoverable amount is higher of an asset's net selling price, and its value in use. Value in use is the present value of estimated future cash flows expected to arise from the continuing use of an asset and from its disposal at the end of its useful life.

h Investments

Investment in the subsidiary company being of long-term nature is stated at cost. However, when there is a decline, other than temporary, in the value of a long term investment, the carrying amount is reduced to recognise the decline. Current investments are valued at lower of the cost or Net realisable value of such investments.

i Taxes on Income

Provision for current income tax is made on the tax liability payable on the taxable income after considering tax allowances, deductions and exemptions, determined in accordance with the prevailing tax laws.

Deferred tax assets and liabilities are recognized for timing difference between profit as per financial statements and the taxable profit that originate in one period and are capable of reversal in one or more subsequent periods, based on the tax rate that may have been enacted or substantively enacted at the Balance Sheet date. Deferred tax asset, subject to consideration of prudence and reasonable certainty, are recognized and carried forward only to the extent that the same can be realized.

j Earnings Per Share

Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to equity shareholders by the weighted average number of the equity shares outstanding during the period.

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.

k Accounting for Provisions, Contingent Liabilities and Contingent Assets

As per the Accounting Standard - 29, norms for provisions, contingent liabilities and contingent assets, the Company recognizes provisions only when it has a present obligation as result of past event, only when it is probable that an outflow of resources embodying economic benefits will be required to settle that obligation and a reliable estimate of the amount of the obligation can be made.

No provision is recognized for any possible obligation that arises from past events and the existence of which will be confirmed only by that occurrence or non- occurrence of one or more uncertain future events, not wholly within the control of the Company.

l Employees Benefits

The Company's obligations towards various employee benefits have been recognized as follows:

Short-term employee benefits

All employee benefits payable within twelve months of rendering service are classified as short-term employee benefits. Benefits such as salaries, allowances, short-term compensated absences and the expected cost of other benefits is recognised in the period in which the employee renders the related service.

m Cash Flow Statement

The cash flow statement has been prepared by using Indirect Method in accordance with the requirements of "Accounting Standard -3 Cash Flow Statement".

All other accounting policies are followed as per the generally accepted accounting principles.

Notes forming part of the accounts as at 31st March 2016

2 Share Capital

a) Particulars	As at March 31, 2016	As at March 31, 2015
Authorized Capital (1,0,00,00,000 Equity shares of Re 1/- each) (Previous year 100,000,000 Equity Shares of Rs1/- each)	100,000,000	100,000,000
Issued, Subscribed and Paid up: 2,80,00,000 Equity Shares of Rs 1/- each fully paid up (Previous year 2,80,00,000 Equity Shares of Rs 1/- fully paid up)	28,000,000	28,000,000
Total	28,000,000	28,000,000

b) Reconciliation of the number of shares outstanding at the beginning and at the end of the reporting period is as given below:

Particulars	As at March 31, 2016	As at March 31, 2015
Shares outstanding at the beginning of the year	28,000,000	28,000,000
Shares Issued during the year	-	-
Shares bought back during the year	-	-
Shares outstanding at the end of the year	28,000,000	28,000,000

c) **Terms/rights attached to equity shares :**

The Company has a single class of equity shares. Accordingly, all equity shares rank equally with regard to dividends and share in the Company's residual assets. The equity shares are entitled to receive dividend as declared from time to time subject to payment of dividend to preference shareholders. The voting rights of an equity shareholder on a poll (not on show of hands) are in proportion to its share of the paid-up equity capital of the Company. Voting rights cannot be exercised in respect of shares on which any call or other sums presently payable have not been paid. Failure to pay an amount called up on shares may lead to forfeiture of the shares. On winding up of the Company, the holders of equity shares will be entitled to receive the residual assets of the Company, remaining after distribution of all preferential amounts in proportion to the number of equity shares held.

d) None of the shareholders of the company are holding more than 5% equity shares of the paid up capital of the company directly or indirectly as on March 31, 2016.

e) The Company has not allotted any fully paid up equity shares without payment being received in cash and by way of bonus shares nor has bought back any class of equity shares during the period of five years immediately preceding the balance sheet date.

Notes forming part of the accounts as at 31st March 2016

3 Reserves and Surplus

Particulars	As at March 31, 2016	As at March 31, 2015
<u>PART A : RESERVES & SURPLUS (before November 24, 2005)*</u>		
Free Reserves		
Surplus in P&L as per last Balance Sheet	11,888,319	11,888,319
General Reserves	1,253,176	1,253,176
Total Free Reserves	13,141,495	13,141,495
Capital Reserves		
Infrastructure Development Contribution:	91,900,000	91,900,000
	91,900,000	91,900,000
Dealer Admission Fees :		
As per last Balance Sheet	38,328,857	38,328,857
Total Capital Reserves	38,328,857	38,328,857
Total of PART A : RESERVES & SURPLUS	143,370,352	143,370,352
<u>PART B : RESERVES & SURPLUS (after November 24, 2005)</u>		
Share Premium Account	111,438,315	111,438,315
General Reserves:		
Opening Balance	6,839,725	6,839,725
Add: Transferred from Settlement Guarantee Fund	-	-
Less: Transferred to Settlement Guarantee Fund *	-	-
Closing Balance	6,839,725	6,839,725
Surplus/(deficit) in the statement of profit and loss :		
Opening balance	(208,500,026)	(160,452,927)
Add: Net profit/(loss) after tax transferred from statement of profit and loss	3,695,583	(47,928,578)
Profit available for Appropriation	(204,804,443)	(208,381,504)
Less :Transfer to reserve for the depreciation	-	118,522
Net surplus/(deficit) in the statement of profit and loss account	(204,804,443)	(208,500,026)
Total of PART B : RESERVES & SURPLUS	(86,526,403)	(90,221,986)
Settlement Guarantee Fund: (Refer Note No. 3.1)	142,292,295	153,937,866
Reserves and Surplus (TOTAL OF PART A+B+C)	199,136,244	207,086,232

3.1 Settlement Guarantee Fund includes liability towards members amount of Rs. 5,90,000/- outstanding as on 31.03.2016

4 Other Current Liabilities

Particulars	As at March 31, 2016	As at March 31, 2015
Statutory Liability	8,457	11,203
Refundable Deposits	12,164,214	56,422,101
Income Received in Advance	-	863,559
Advance received from trading member	1,890,000	4,507,500
Loans & Advances to subsidiary	537,498	1,176,506
Creditor for expenses	1,318,578	2,605,702
Defaulter account credit balances	1,349,502	2,063,852
Bank Overdraft	-	3,345,526
	17,268,249	70,995,950

Fixed Assets

PARTICULARS	G R O S S B L O C K				D E P R E C I A T I O N				N E T B L O C K	
	As at April 1, 2015	Additions	Deletions /	As at March 31,	As at April 1, 2015	For the year	Deletions /	As at March	As at March	As at Marc
			Adjustments	2016			Adjustments	31, 2016	31, 2016	31, 2015
Tangible Assets										
Leasehold Land	870,626	-	-	870,626	232,982	14,671	-	247,653	622,973	637,64
Leasehold Premises	32,585,962	-	-	32,585,962	9,262,205	546,492	-	9,808,697	22,777,265	23,323,75
Electrical Fittings	9,922,745	-	-	9,922,745	8,065,748	239,453	-	8,305,201	1,617,544	1,856,99
Office Equipments	5,940,806	-	-	5,940,806	5,084,795	342,784	-	5,427,579	513,227	856,01
Furniture & Fixtures	8,536,837	-	-	8,536,837	7,373,284	302,612	-	7,675,896	860,941	1,163,55
Computer Equipments including networking equipments	128,778,909	-	-	128,778,909	128,778,909	-	-	128,778,909	-	-
TOTAL	186,635,884	-	-	186,635,884	158,797,923	1,446,012	-	160,243,935	26,391,950	27,837,96
Intangible Assets										
Computer Software	41,347,000	-	-	41,347,000	41,347,000	-	-	41,347,000	-	-
Total Intangible Assets	41,347,000	-	-	41,347,000	41,347,000	-	-	41,347,000	-	-
Total	227,982,884	-	-	227,982,884	200,144,923	1,446,012	-	201,590,935	26,391,950	27,837,96
Previous Year Figure	99,914,695	14,280	-	99,928,975	70,277,214	1,695,277	-	72,091,013	27,837,962	-

Pursuant to "AS28- Impairment of Asset" issued by the central Government under the Companies (Accounting Standard) Rule 2006 for determining impairment in carrying amount of fixed asset, the companies has concluded that since recoverable amount of fixed asset is not less than its carrying amount, therefore, no provision for impairment is required in respect of fixed assets owned by the company.

During the year company has sold Motor Vehicle having WDV Rs 50,500/- is fully recognized as income under the head 'Other Income'.

6 Non Current Investments

Particulars	As at March 31, 2016	As at March 31, 2015
Investment in Wholly Owned Subsidiary ISE Securities & Services Limited	55,000,000	55,000,000
Total	55,000,000	55,000,000
Aggregate amount of quoted investments	-	-
Aggregate market value of quoted investments	-	-
Aggregate amount of unquoted investments	55,000,000	55,000,000

7 Long -term loans and advances

Particulars	As at March 31, 2016	As at March 31, 2015
Unsecured - Considered Good		
Security Deposits	914,498	966,628
Advance Tax/ Income Tax Refund (Net of Provisions)	16,658,618	15,512,527
Total	17,573,116	16,479,155

8 Other Non Current Assets

Particulars	As at March 31, 2016	As at March 31, 2015
Prepaid Expense	-	-
Total	-	-

9 Trade Receivables

Particulars	As at March 31, 2016	As at March 31, 2015
Settlement dues	5,660,901	9,848,385
Less : Provision for Doubtful Debts	(1,072,761)	(1,072,761)
Total	4,588,140	8,775,624

9.1 Trade Receivables include Trading Members, listed companies and other receivables from whom an amount of Rs. 56,60,901 is outstanding on account of various charges. Out of this, an amount of Rs. 1,072,761 (previous year Rs. 1,072,761) has been provided as doubtful debts during the year ended March 31, 2016. The remaining debts are considered good for recovery by the Management in the view of the various amounts deposited and collaterals given by the Trading Members with the company, which are available for adjustment against the dues, as per the applicable Rules, Bye-laws and regulations.

9.2 Trade receivables are subject to confirmation. In opinion of the management, effect if any on confirmation will not be material in nature.

10 Cash and Cash Equivalents

Particulars	As at March 31, 2016	As at March 31, 2015
Cash on Hand	16,241	2,280
Balance with Banks:		
Bank A/c's Earmarked towards SGF, SSF and BMC	10,405	10,405
Bank Current Accounts	6,118,249	-
Fixed Deposit with Bank Vijaya Bank	134,669,207	187,411,883
Other Deposits with Corporation Bank	37,184	35,000
Total	140,851,287	187,459,568

11 Short Term Loans & Advances

Particulars	As at March 31, 2016	As at March 31, 2015
Unsecured - Considered Good		
Prepaid Expenses	-	219,644
Advances recoverable in cash or kind or for value to be received	-	486,173
Staff Advances	-	10,500
Total	-	716,317

12 Other Current Assets

Particulars	As at March 31, 2016	As at March 31, 2015
Interest Accrued on SGF Deposits	-	9,813,556
Total	-	9,813,556

13 Revenue from operations

Particulars	Current Year	Previous Year
Listing Fees	-	27,425
Management Services Fees	-	4,000,000
Training Incomes	-	9,637
	-	4,037,062

14 Other Income

Particulars	Current Year	Previous Year
Excess Provision written back	-	6,394,555
Interest on Fixed Deposits	11,319,647	6,971,805
Processing Fees	20,000	5,000
Profit on sale of asset	50,500	34,351
Reimbursement of Expenses	-	242,566
Interest Received from Trading Member	-	90,317
Other non operating income	19,567	35,500
Total	11,409,714	13,774,094

15 Employee Benefits Expense

Particulars	Current Year	Previous Year
Contributions to Provident and other funds	-	1,682,595
Exit Compensation	-	7,369,365
Gratuity	108,000	1,949,257
Leave encashment	-	791,296
Salary & Wages	-	23,298,567
Staff Welfare	31,756	606,315
	139,756	35,697,395

16 Finance Costs

Particulars	Current Year	Previous Year
Interest	5,117	71,919
Total	5,117	71,919

17 Other Expenses

Particulars	Current Year	Previous Year
Advertising	22,800	25,351
Bank charges	2,090	10,496
Books, Newspapers and Periodicals	-	22,201
Telephone expense	34,319	962,277
Courier & postage	47,364	208,099
Demat charges	1,704	3,312
Insurance	141,684	302,169
Legal & Professional	728,035	3,338,948
Lodging & Boarding	297,488	369,604
Miscellaneous Expenses	59,048	30,010
Office expense	15,426	250,309
Power, Fuel & Water Charges	787,587	2,882,017
Printing & Stationery	64,608	253,249
Remuneration to Auditor	115,000	100,000
Rent, Rates & Taxes	626,127	1,157,820
Repairs & Maintenance - Others	912,821	5,359,534
SEBI Fees	-	816,724
Securty charges	569,353	1,160,284
Sitting Fees	240,000	1,020,000
Service tax cenvat	560,977	8,198,656
Training Expense	-	1,500
Travelling Expenses	633,115	1,798,776
Trading Member Annual Fees Reversal	262,500	-
Interest on delayed payment	1,202	3,808
Total	6,123,247	28,275,143

18 Payment to Auditors

Particulars	Current Year	Previous Year
As Auditors'		
- Audit Fees	86,250	70,000
- Tax Audit Fees	28,750	30,000
In Other Capacity		
- Company Law Matters	-	-
- Other Matters	-	-
- Reimbursement of expenses	-	-
Total	115,000	100,000

19 Contingent Liabilities and Commitments

i) Claims against company lodge by Trading Members, Clients and other parties not acknowledged as debts of Rs. 6,01,500/- (Previous Year Rs. 2,348,842/-)

ii) The Company has received notice pertaining to Navi Mumbai Municipal Corporation (NMMC) Cess Tax for the year 1998-1999 from the NMMC department for Rs. 3,718,468/- against which company has already paid Rs. 240,610/-. The company has filed a writ petition before the Bombay High Court against the order and the Company awaiting for final hearing.

iii) The company has received various notices for the year from 1999 to 2011 from the NMMC department amounting to Rs. 10,608,646/-. The company has already paid Rs. 913,015/- and filed a writ petition before the Bombay High Court against the order and the Company is awaiting for final hearing.

In the opinion of the management both the demand is not tenable and accordingly no provision of Rs. 13,173,489/- for the year 1998-1999 and for the years 1999 to 2011 has been made.

20 Related Party Disclosures

As per accounting standard 18 on "Related party Disclosure" issued by the Institute of Chartered Accountants of India the disclosure of transactions with the related party is as under:

Nature of Relationship and Names of related parties

(a) Related Party where control exists

ISE Securities & Services Ltd.

Wholly owned Subsidiary

(b) Transactions with Related Parties

Particulars	As at 31 March 2016	As at 31 March 2015
<u>Income</u>		
<u>Subsidiary Company</u>		
Rendering of Services (net of Service Tax)	-	4,000,000
Reimbursement of Expenses	755,412	169,435
<u>Expense</u>		
<u>Subsidiary Company</u>		
Interest Paid	5,117	71,919
<u>Loans taken</u>		
Loan Taken from subsidiary company	755,257	9,094,981
<u>Loans repaid</u>		
Loan repayment to subsidiary company	839,191	9,094,981
<u>Key Managerial Personnel</u>		
Managerial Remuneration	-	3,241,814
<u>Equity</u>		
ISE Securities & Services Ltd	55,000,000	55,000,000
<u>Balance Receivable/(Payable)</u>		
Subsidiary Company	(537,498)	(1,176,506)

21 Earning Per Share

Particulars	Reference	Current Year	Previous Year
A Net profit/ (Loss) attributable to equity shareholders (Rs.)	A	3,695,583	(47,928,578)
B Weighted Average Number of Equity Shares outstanding during the	B	28,000,000	28,000,000
C Face Value per Share (Rs.)	C	10	10
D Basic Earnings/(Loss) per equity shares (Rs.)	A/B	0.13	(1.71)
E Diluted Earnings/ (loss) per equity shares (Rs.)	A/B	0.13	(1.71)

22 The Company has made profit in the current year and Loss in the previous financial year. However the accumulated losses have not resulted in the substantial erosion of its networth. The Company has adequate reserves directly and indirectly through the wholly owned subsidiary. The Governing Board of the company considering various factors is proposing for non exchange related business activities to be carried out post its exit from the stock exchange business.

Accordingly, the company's financial statements have been prepared on a going concern basis whereby the realization of assets and discharge of liabilities are expected to occur in the normal course of business.

23 The accounts of certain Trade Receivables, Trade Payables, Short/Long Term Loans and Advances, Other Current Assets and Current Liabilities and are subject to confirmation / reconciliation and adjustment, if any. The Management does not expect any material difference affecting the current year's financial statements.

24 The Company has issued certain cheques to subbrokers and other parties against amount payable to them, however these cheques have not yet presented / debited in our bank account of total amounting to Rs. 58,58,550.12. These cheques has become Time Bar as the date of issue is more than 3 Months old, but the Company has not reversed these entries as on 31.03.2016 in view of actual liability payable.

25 The company has not been able to compile the details of vendor's status under the Micro, Small and Medium Enterprises Development Act, 2006 ('MSMED Act'). The Company contends that no overdue amounts along with interest have been payable to enterprise covered under MSMED Act and generally payments are made to vendors within the stipulated time/agreed credit terms.

Information pursuant to the provisions of Section 22 of Micro, Small and Medium Enterprises Development Act, 2006. During the year company has not paid any interest in terms of the section 18 of the above mentioned act. No principal amount or interest amount are due at the end of this accounting year which is payable to any Micro, Small or Medium enterprises as defined in the Micro, Small and Medium Enterprises Development Act, 2006.

26 The Company has prepared these financial statements as per the format prescribed by Schedule III to the Companies Act, 2013 ('the schedule') issued by Ministry of Corporate Affairs. The Current Year refers to the period April 01, 2015 to March 31, 2016. (Previous year refers to April 01, 2014 to March 31, 2015).

The previous year figures have been regrouped, rearranged and reclassified wherever necessary to conform to this year's classification.

27 All Figures are in Indian Rupees.

Auditor's Report

"As per our separate report of even date"

Chhajed Kedia & Associates
Chartered Accountants
FRN No. 119248W

FOR AND ON BEHALF OF
Inter-Connected Enterprises Ltd.
Formerly Inter-Connected Stock Exchange of India Ltd.

SD/-
Lalit Kumar Chhajed
F. C. A. Partner
MRN: 071980
Mumbai
Date: 11/08/2016

SD/-
Ashok Lunia
Director
DIN. 02225255
Navi Mumbai
Date: 11/08/2016

SD/-
Peter Markose
Director
DIN. 01849369
Navi Mumbai
Date: 11/08/2016