



Estd : 1989

Kerala Permanent Benefit Fund Ltd



27TH
ANNUAL
REPORT
2015-16



RECOGNITION BY ART OF LIVING FOUNDATION

Guruji Sri Sri Ravi Shankar awards certificate of recognition and adorns shawl on our AGM Sri. Anandasiva Sarma, as a token of approval of KPBF by their HR wing, on the occasion of Maha Satsang.



Annual General Meeting 26.09.2015



Annual Business Meet 26.07.2016



Estd : 1989

KERALA PERMANENT BENEFIT FUND LIMITED

Registered Office : K P B F Mandir, VIII/441(1)
Sangeetha Sabha Road, Aluva - 683101

CIN-U65991KL1989PLC005448

27TH ANNUAL REPORT 2015-16



Homage to Late Sri. G. Mahadevan,
Our Former Director who left for heavenly abode
on 05.03.2016

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Kerala Permanent Benefit Fund Ltd

CIN-U65991KL1989PLC005448

	Branches	Phone
1.	Adimaly: 1 ST Floor, Kannatt Shopping Complex, Kallarkutty Road	0486-4217497
2.	Alathur: Ground Floor,A R Mall, Swathi Nagar	0492-2222857
3.	Aluva: N.S.S. Union Building,Palace Road	0484-2622308
4.	Angamaly: 1 ST Floor,Edacheril Complex,Manjapra Road.....	0484-2454521
5.	Athani : Tholanikunnel House, Alfa Arcade	0484-2477320
6.	Chalakydy: Suprabha Complex, Opp. Municipal Bus Stand	0480-2709940
7.	Chandranagar: 1 ST Floor, S K S Sons Complex, Pirivusala.....	0491-2570857
8.	Changanacherry: I Floor,Nediakalaparambil Building.....	0481-2422344
9.	Chavakkad: N.K.Complex, Opp.Municipal Bus Stand.....	0487-2502001
10.	Chengannur: R K BUILDING, M K Road	0479-2450252
11.	Cherai: M.M.Building, Devaswam Nada	0484-2416367
12.	Cherpu: 1 ST Floor, Malithu Tower, Thayamkulangara	0487-2344990
13.	Cherpulassery: Reshmi Medical Building.....	0466-2284857
14.	Edappilly: National Nandanam, Palace Road.....	0484-2340859
15.	Ernakulam: Nirvriti, Ammankoil Raod	0484-2371421
16.	Ettumanoor: Manakkaparambil Building, Ettumanoor	0481-2534748
17.	Haripad: 1 ST Floor, SNDP Union Building, Near Kacheri Junction,.....	0479-2412207
18.	Irinjalakuda: 1 ST Floor, Trojen Towers, Chandakunnu,.....	0480-2831345
19.	Kalady: Surya Super Bazar Shopping Complex,.....	0484- 2698282
20.	Kanhangad: Krishna Complex, Ramnagar Road.....	0467-2209844
21.	Kannur: LIC Road, Dilshe Tower.....	0497-2702921
22.	Kodakara: Cheruparambil Building,1st Floor	0480-2722335
23.	Kodungallur: E.K.S.Building, South Nada.....	0480-2808199
24..	Kollam: Thalamadom Building, Kilikolloor.....	0474-2731034
25.	Kothamangalam: Ilpha Complex, Opp.Govt.Hospital.....	0485-2823312
26.	Koothattukulam: Trinity Arcade, Bye Pass, Jewel Junction.....	0485-2250508
27.	Kottarakkara: XVII/792,1 ST Floor, Ajmal Building, Chandamukku.....	0474-2454170
28.	Kottayam: Jayasree Building, Temple Road,.....	0481-2582310
29.	Koyilandy: Deria Tower, Room No.28/424, A12&13.....	0496-2624322
30.	Kozhikkode: Rahmath Mahal Buliding, Kallai Road	0495-2304727

31. Kunnamangalam: 1 st Floor, Achoos Building.....	0495-2800716
32. Kunnamkulam: 1 st Floor, Chorus shopping Complex,Guruvayur Rd.....	0488-5210830
33. Kuruppumpady: 1 st Floor, Palakkapilly Building,A.M.Road	0484-2591699
34. Manjeri: Priya Buildings, Court Gate,	0483-2762409
35. Mannar: 1 st Floor, Lavanya, Near Private Bus Stand, Mannar	0479-2313223
36. Mattancherry: N.S.S.Karayoga Mandiram, T.D.Road.....	0484-2210087
37. Mavelikkara: Thomas Korah Building, A.R.Junction.....	0479-2341034
38. Mulamthuruthy: Pulimoottil Building, Opp.North Malabar Bank.....	0484-2741530
39. Muvattupuzha: 1 st Floor, Imperial Plaza, Velloorkunnam.....	0485-2811033
40. Nayarambalam: Ground Floor, Opp. Panchayath Office.....	0484-2494111
41. North Parur: Vyapara Bhavan, Chendamangalam Junction.....	0484-2253093,0484-4038136
42. Olarikkara, Thrissur: Sathya Shopping Complex,	0487-2363979
43. Ollur: 1 st Floor, Karthika, Edakkunny Temple Road	0487-2354670
44. Pala: 1 st Floor, Anna Arcade, Chethimattom.....	0482-2212699
45. Palakkad: Erumakkara Street, Nurani.....	0491-2500857
46. Palluruthy: Thulaseedhalam Building, Marunnukada Stop	0484-2238840
47. Parli: Ground Floor, Preetha Complex,	0491-2857857
48. Perinthalmanna: 1 st Floor, New K P S Tower Building	04933-224666
49. Perumbavoor: Darshan Chambers, Velappas Jewellery Complex	0484-3202020
50. Piravom: Ground Floor, Karaikkattu Building	0485-2242575
51. Pukkattupady: 1 st Floor, Marottickal Building.....	0484-2681250
52. Punalur: 1 st Floor, Shanmughavilasam Building, Main Road	0475-2220650
53. Pudunagaram: 1 st Floor, ACM Complex,Peruvemba Road	04923-251911
54. Sasthamangalam: Chembakassery,Sreerangam Lane.....	0471-2721715
55. Thalassery: 1 st Floor, Super Steel Building,Goodshed Road.....	0490-2343580
56. Thiruvallam: 1 st Floor, TC 48/1059(5), Lekshmi, Ambalathara.....	0471-2384859
57. Thodupuzha: E.A.P.Gardens, Kanjiramattom Bye-pass Road	0486-2223817
58. Thriprayar: 1 st Floor, Asna Shopping Complex, Nattika	0487-2394180
59. Thrissur Main: Lakshmi Kalyanamandapam Building.....	0487-2443330
60. Trivandrum: Mony Bhavan, Pandarathope Lane.....	0471-2478075
61. Tirur: 1 st Floor,Thettammal Building,G.H.Road.....	0494-2125780
62. Tripunithura: Ananthasree Building,Thamararakulangara Road	0484-2114875
63. Vadanappilly: 1 st Floor, Hayath Shopping Complex.....	0487-2629301
64. Vazhakulam: Nellikkunnel Complex, opp. St.George Hospital.....	0485-2261006
65. Wadakkanchery: 1 st Floor, Karuvettingal Opp.Dist.Hospital	0488-4232123

Opening Shortly: Adoor, Nenmara, Ambalapuzha



Kerala Permanent Benefit Fund Ltd

CIN-U65991KL1989PLC005448

BOARD OF DIRECTORS

Sri. G.Rajendran -- Chairman
(Business, Perumbavoor)

Sri. T.S.Jagadeesan – Managing Director
(Retd CGM, Federal Bank)

Sri.M.S.Padmanabhan Nair
(Chartered Accountant, Kottayam)

Sri.K.K.Balaram
(Advocate, Kannur)

Sri.A.R.Mohanan
(Social activist & Ex Bank Official)

Sri. P.Rajkumar
(Chartered Accountant, Aluva)

Sri.M.A.Vasudevan Namboodiri
(Retd.DGM, Hindustan Newsprint Ltd)

Sri.G Rajan Nair
(Industrialist,Poyilakada group,Kollam)

Sri.Jayaprakash Valiathan
(Retd Marine Engineer, Mavelikkara)

REGISTERED OFFICE

No.VIII/441(1) KPBF Mandir,
Sangeetha Sabha Road,
Aluva – 683101
Ernakulam District
Phone:0484 – 2922000/2922060
E-Mail: kpbfoaluva@gmail.com

STATUTORY AUDITORS

M/S Mohankumar & Co
Palace Road,
Aluva – 683101
Ernakulam District
Phone: 0484 – 2626423
E-Mail:krishnarajm2009@gmail.com

GENERAL MANAGERS

Sri. V.C.Suseel Kumar (CFO)
(Retd.Senior Manager, Bank of Baroda)

Sri.K.Muraleedharan
(Retd Dy Zonal Manager, Indian Bank)

COMPANY SECRETARIES

Ms.Chinchu George, ACS

Sri.M Vasudevan F.C.S
(Practising Company Secretary)

OTHER EXECUTIVES**At Head Office**

Dy.General Manager	:	Sri.E.P.Gopakumar (Credit)
Asst.General Manager	:	Sri.K.G.Suresh (Accounts)
Asst.General Manager	:	Sri.V Mohan (Shares&Investor Service)
Asst.General Manager	:	Sri Madhu G Nair (Business Development)
Chief Inspector of Branches	:	Sri. K. Gopalakrishnan

Regional Heads

Sri. K Vijayakumaran Nair	:	Dy General Manager, Kottayam
Sri. Murali B Menon	:	Asst General Manager, Thrissur
Sri. T.K.Venugopalan	:	Asst.General Manager, Chalakudy
Sri.Koran Karippadakkan	:	Asst.General Manager, Kannur
Sri. Anandasiva Sarma	:	Asst.General Manager, Edappally

BANKERS

Dhanalakshmi Bank	Axis Bank
State Bank of India	DCB Bank
Indian Overseas Bank	

COMMITTEES**Audit Committee**

Sri. M.S.Padmanabhan Nair(Chairman)
Sri.M.A.Vasudevan Namboodiri
Sri.Jayaprakash Valiathan

Nomination, Remuneration & HR Committee

Shri K.K. Balaram - Chairman
Shri Jayaprakash Valiathan
Shri M.S. Padmanabhan Nair

Stakeholders Relationship Committee

Sri.Rajan Nair G (Chairman)
Sri.P.Rajkumar
Sri.A.R.Mohanan

Credit Committee

Sri. P Rajkumar (Chairman)
Sri.A.M.Vasudevan Namboodiri
Sri. G.Rajendran

Asset Liability Management Committee

Top Executives at Head office

Kerala Permanent Benefit Fund Limited

Registered Office: No. VIII/441, KPBF Mandir, Sangeetha Sabha Road, Aluva, Ernakulam-683 101

PERFORMANCE AT A GLANCE

(Rs.in lakhs)

HEAD	2009-10	2010-11	2011-12	2012-13	2013-14	2014-15	2015-16
1 Paid up capital and Reserves	117.15	152.94	249.36	390.52	559.32	741.99	854.07
2 Deposit	2,316.50	2995.92	4433.68	7334.55	10998.18	13,504.50	16,175.53
3 Advance	1,852.03	2690.14	4086.01	6140.42	7939.81	8,406.92	12,276.66
4 Profit Before Tax	2.92	11.49	41.18	93.91	92.46	(433.05)	(63.59)
5 Net owned Fund	117.15	152.94	249.36	390.52	559.32	741.99	854.07
6 No. of branches	14	18	25	40	54	61	65
7 No. of Staff	56	79	113	181	223	239	288
8 Business per Employee	74.44	71.97	75.39	74.45	84.92	91.68	98.79



Kerala Permanent Benefit Fund Ltd

(Declared as Nidhi Company u/s 620A of the Companies Act 1956)
CIN –U65991KL1989PLC005448

NOTICE

Notice is hereby given that 27th (Twenty Seventh) Annual General Meeting of the members of M/s. Kerala Permanent Benefit Fund Limited will be held at Mahanami Heritage Hotel, Near MG Town Hall, Aluva, Ernakulam, Kerala -683101 on 28th September 2016 (Wednesday) at 3:30 pm to transact the following business:

A) Ordinary Business

1. To receive, consider and adopt the Audited Balance Sheet as on 31st March 2016 and the Profit and Loss Statement for the year ended on that date together with the Reports of the Directors and Auditors thereon and if thought fit, to pass, with or without modification(s) the following resolution as an Ordinary Resolution:
“RESOLVED THAT the Audited Balance Sheet of the Company as at 31st March 2016 and the Profit & Loss Account for the year ended on that date together with the Reports of the Directors and the Auditors thereon be and are hereby adopted.”
2. To appoint a Director in place of Shri. P. Rajkumar, (DIN: 02870764) who retires by rotation and being eligible, offers himself for re-appointment and if thought fit, to pass, with or without modification(s) the following resolution as an Ordinary Resolution:
“RESOLVED THAT Shri. P. Rajkumar, who retires by rotation and being eligible for re-appointment, be and is hereby re-appointed as a Director of the Company,.”
3. To appoint a Director in place of Shri. M.A Vasudevan Namboodiri , (DIN: 05102284) who retires by rotation and being eligible, offers himself for re-appointment and if thought fit, to pass, with or without modification(s) the following resolution as an Ordinary Resolution:
“RESOLVED THAT Shri. M.A Vasudevan Namboodiri, who retires by rotation and being eligible for re-appointment, be and is hereby re-appointed as a Director of the Company,.”
4. To appoint a Director in place of Shri.G. Rajan Nair, (DIN: 00057215) who retires by rotation and being eligible, offers himself for re-appointment and if thought fit, to pass, with or without modification(s) the following resolution as an Ordinary Resolution:
“RESOLVED THAT Shri.G. Rajan Nair, who retires by rotation and being eligible for re-appointment, be and is hereby re-appointed as a Director of the Company,.”
5. To appoint auditors of the company to hold office from the conclusion of this Annual General Meeting until the conclusion of 3rd consecutive Annual General Meeting and to fix their remuneration, and if thought fit, to pass, with or without modification(s) the following resolution as a Special Resolution:
“RESOLVED THAT, pursuant to Section 139 of the Companies Act, 2013 and the Companies (Audit and Auditors) Rules, 2014 and pursuant to the recommendation made by the Audit Committee of the Board, Mr. Damodharan P (ACA Membership No. 221178) Paravattathu Mana, Urakam P. O, Thrissur- 680562 and Mr. Vinay N Pisharady (ACA Membership No. 233743) Pothiyil Pisharam, Marampilly P O, Aluva- 683107 be and are hereby appointed as the Statutory Auditors of the Company (in place of the M/s. Mohan Kumar & Co, Chartered Accountants, Palace Road, Aluva) who shall hold office from the conclusion of this 27th Annual General Meeting for a term of three consecutive years till conclusion of the 30th Annual General Meeting (subject to ratification of the appointment by the members at Every Annual General Meeting held

after this Annual General Meeting) and that the Board be and is hereby authorized to fix such remuneration as may be determined by the Audit Committee in consultation with the Auditors, in addition to reimbursement of all out-of-pocket expenses as may be incurred in connection with the audit of the accounts of the Company.”

6. To appoint Branch Auditors and to fix their remuneration by passing the following resolution, with or without modification(s), as an Ordinary Resolution:-

“**RESOLVED THAT** pursuant to section 143(8) of the Companies Act, 2013, the accounts for the year ending 31st March, 2017 of the Company's branch offices be audited by such persons, other than the Company's Auditor, as are qualified for appointment as Auditors of the Company under section 139 of the Companies Act, 2013, and the Board of Directors be and is hereby authorized to appoint such Branch Auditors in consultation with the Company's Auditor and on such terms and conditions and on such remuneration as may be fixed by the Board.

B) Special Business:

1. To consider and if thought fit to pass with or without modification(s) the following resolution as a **Special Resolution**:

“**RESOLVED THAT** pursuant to Section 13 and other applicable provisions of the Companies Act 2013 if any and the rules framed there under, the consent of the members be and is hereby accorded to change the name of the Company from **Kerala Permanent Benefit Fund Limited to KPB Nidhi Limited.**”

“**RESOLVED FURTHER THAT** Clause I of the Memorandum of Association of the Company is substituted by the following:

The Name of the Company is **KPB Nidhi Limited.**”

“**RESOLVED FURTHER THAT** in terms of Section 14 of the Companies Act, 2013 the Articles of Association of the Company be altered by deleting the existing name of the Company wherever appearing and substituting it with the new name of the Company.”

“**RESOLVED FURTHER THAT** Mr. T.S Jagadeesan, Managing Director of the Company be and is hereby authorized on behalf of the Company, to prepare, sign, execute, file and submit the Form MGT – 14, Form INC-24, other necessary E – Forms, applications, documents & returns with the Registrar of Companies, Ministry of Corporate Affairs and to do all acts, deeds, and things as may deem necessary, proper or desirable for the purpose of giving effect to the above resolution”.

2. To consider and if thought fit, to pass with or without modification(s) the following resolution as a **Special Resolution**:

“**RESOLVED THAT** pursuant to the provisions of Section 14 and other applicable provisions, if any, of the Companies Act, 2013, (including any amendment thereto or re-enactment thereof), the Articles of Association of the Company be and are hereby altered by replacing all the existing regulations 1 to 87 with the new regulations 1 to 91, be and is hereby adopted as new regulations of the Articles of Association of the Company.”

“**FURTHER RESOLVED THAT** for the purpose of giving effect to this resolution, Mr. T.S. Jagadeesan, Managing Director of the Company be and is hereby authorized, on behalf of the Company, to do all acts, deeds, matters and things as deem necessary, proper or desirable and to sign and execute all necessary documents, applications and returns for the purpose of giving effect to the aforesaid Resolution along with filing of necessary E-forms with the Registrar of Companies, Kerala.”

3. To consider and if thought fit, to pass with or without modification(s) the following resolution as an **Ordinary Resolution**:

“**RESOLVED THAT** pursuant to the provision of Section 61(1)(b) and other applicable provisions of the Companies Act, 2013, including any statutory modification or re-enactment thereof for time being in force,

read with Articles of Association of the Company, and subject to consent of the members of the Company be and is hereby accorded to consolidate issued, subscribed and paid-up equity shares in the share capital of the Company by increasing the face value of the B Class shares (15,82,061 shares of Re. 1 each) of Re. 1/- each to Rs.10/- each so that every 10 equity shares with face value of Rs.1/- each held by a member are consolidated and redesigned into 1 (one) equity share with face value of Rs.10/- provided that no member shall be entitled to a fraction of a share and all fractional entitlements resulting from the consolidation shall be aggregated into whole shares and the number of whole shares so arising shall be held by a trustee appointed by the Board of Directors of the Company (Trustee) who shall dispose of the said whole shares and the proceeds of sale of such whole shares shall be distributed proportionately among the members who would otherwise be entitled to fractional entitlements.”

“**RESOLVED FURTHER THAT** pursuant to the provisions of section 61 and other applicable provisions of the Companies Act, 2013 (including any amendment there to or re-enactment thereof) and the rules framed there under, consent of the members of the Company be and is hereby accorded for substituting Clause V of the Memorandum of Association of the Company with the following clause:

V. The Authorised Share Capital of the Company is Rs. 25,00,00,000/- (Rupees Twenty Five Crores) divided into 2,50,00,000 (two Crore Fifty Lakhs) equity shares of face value of Rs. 10 (Rupees Ten) each.

“**RESOLVED FURTHER THAT** the existing share certificates issued to the holders of Equity Shares, which are held in physical form on Effective Date, be treated as cancelled and that fresh share certificates be issued for the fully paid consolidated Equity Shares to such members in lieu thereof pursuant to the Companies (Share Capital & Debenture) Rules, 2014 along with the proportionate amount for the sale of fractional entitlements if any.”

“**RESOLVED FURTHER THAT** for the purpose of giving effect to the above resolutions, the Board or any person authorized by the Board be authorized on behalf of the Company to take all necessary steps in this regard in order to facilitate the legal and / or procedural formalities and to do all such acts, deeds, matters and things as it may, in its absolute discretion, deem necessary for such purpose and with power on behalf of the Company to settle any questions, difficulties or doubts that may arise in this regard without requiring the Board of the Company to secure any further consent or approval of the members of the Company.”

By the order of the Board
For M/s. Kerala Permanent Benefit Fund Limited

Sd/-

G. Rajendran
(Chairman)

Aluva
05.09.2016

Notes:-

1. The Statements setting out the material fact relating to Special/Ordinary Businesses at the meeting pursuant to Section 102 of the Companies Act, 2013 are annexed hereto.
2. A member entitled to attend and vote at the meeting is entitled to appoint a proxy/ proxies to attend and vote on a poll instead of himself/herself and such proxy/ proxies need not be a member of the Company. Duly completed instrument of proxies in order to be effective must be reached the registered office of the Company not less than 48 hours before the scheduled time of meeting.
3. A person can act as proxy on behalf of members not exceeding fifty (50) and holding in the aggregate not more than 10% of the share capital of the Company, provided a member holding more than 10% of the total share capital may appoint a single person as proxy and such person shall not act as proxy for any other shareholder.
4. Notice of this Annual General Meeting, Audited Financial Statements for 2015-16 along with Directors' Report and Auditors' Report are available on the website of the Company www.kpbf.in
5. In compliance with Section 108 of the Companies Act, 2013 and Rule 20 of the Companies (Management and Administration) Rules, 2014, as substituted by the Companies (Management and Administration) Amendment Rules, 2015, the Company is pleased to provide the facility of remote e-voting to all members as per the applicable Regulations relating to e-voting. The members can, however, opt for only one mode of voting i.e. either physically voting at the AGM or e-voting.
6. **The instructions for shareholders voting electronically are as under:**

A detailed procedure for e-voting is annexed as addendum to the Notice.

7. The company has appointed Sri. M. Vasudevan, Practising Company Secretary, to act as the Scrutinizer for conducting the electronic voting process in a fair and transparent manner as per law.

The statement pursuant to Section 102 of the Companies Act, 2013

Ordinary Business:

The statutory Auditors, M/s. Mohan Kumar & Co., Chartered Accountants have expressed their inability and unwillingness to continue as the auditors of the Company due to increase in work. The Company has received a resignation letter from the Auditor.

A special notice has been received under section 140(4)(i) of the Companies Act, 2013 from a member proposing appointment of Mr. Damodharan P ACA, Membership No. 221178, Paravattathu Mana, Urakam P O, Thrissur 680562 and Mr. Vinay N Pisharady ACA, Membership No. 233743, Pothiyil Pisharam, Marampilly P O, Aluva 683107 Chartered Accountants, as the statutory auditors. The Audit Committee has considered the qualification and experience of the proposed auditors and has recommended their appointment. The Board of Directors has also considered the matter and recommends the passing of the Special Resolution appointing Mr. Damodharan P ACA, Membership No. 221178, Paravattathu Mana, Urakam P O, Thrissur 680562 and Mr. Vinay N Pisharady ACA, Membership No. 233743, Pothiyil Pisharam, Marampilly P O, Aluva 683107 Chartered Accountants, as statutory auditors in place of the M/s Mohan Kumar & Co. Written consent of the proposed auditors together with a certificate that the appointment, if made, shall be in accordance with the conditions specified in Rule 4 of the Companies (Audit and Auditors) Rules, 2014 has been received.

None of the Directors / Key Managerial Personnel of the Company / their relatives is, in any way, concerned or interested, financially or otherwise, in the resolution.

Special Business:

Item No. 1:

The Nidhi Rules 2014 framed as per Companies Act 2013 stipulates that they should have the word 'Nidhi' in their name. The Company had a thinking of changing the name to 'KPB Nidhi Limited' by abbreviating Kerala Permanent Benefit to 'KPB' and adding 'Nidhi Limited' for complying with the Nidhi Rules 2014. There is no change in the object of the Company.

The main reasons for proposing the name change:

1. The abbreviated name 'KPNB' is known only to a very small group closely associated with us. The full name creates confusion among people as to the nature of business carried out by us. Many misunderstand it as Chit Company etc.
2. The name is too long to be presented before new customers/public.
3. The Company would be able to build brand equity of "KPB" by sustained publicity through permissible channels. The brand equity of the new group name can be fully taken advantage of by our company in our journey forward.

The Board of Directors of the Company had at its meeting held on 18th August 2016 resolved that the name of the Company be changed from **Kerala Permanent Benefit Fund Limited** to **KPB Nidhi Limited** and accordingly clause I (Name Clause) in the memorandum of association of the Company is to be altered by substituting the same with a clause as set out in the Notice for approval of the shareholders of the Company. Therefore the board of Directors of the Company seeks your approval for proposed change of name.

There is no financial or other interest of the directors and their relatives in this resolution except to the extent of each of the director's representation on the Board of the Company as nominee of shareholders. Further, no key managerial personnel and their relatives have any financial or other interest in this resolution.

Item No. 2:

The Existing regulations 1 to 87 of the Articles of Association are replaced by the new set of regulations 1 to 91 and adopted as new set of Articles of Association. The modification in the Articles of Association is carried out to give effect to the provisions of the Companies Act, 2013. Consent of the shareholders by passing a Special Resolution is required in this regard.

The Board recommends the resolution for acceptance by the shareholders.

There is no financial or other interest of the directors and their relatives in this resolution except to the extent of each of the director's representation on the Board of the Company as nominee of shareholders. Further, no key managerial personnel and their relatives have any financial or other interest in this resolution.

Item No.3

The Company has presently 40132 numbers of members, out of which 39132 members representing 97.80% of the total members hold 18.91% of the share capital while remaining 1000 members representing 2.2% of the total members hold 81.09% of the share capital of the Company. This demonstrates large number of members is holding small shareholdings in the Company, as is to be expected of a Nidhi Company.

Presently Company has a paid up capital of Rs. 127,922,421 consists of 1,26,34,036 of Rs. 10 each and 15,82,061 shares of Re. 1 each. For reducing the difficulties in filing of forms related to share capital with various authorities, the Board has a proposal to consolidate the face value of the whole shares into Rs.10 each. There are 4770 members who hold One Rupee share and out of these members only 714 members have more than 100 shares. The board discussed about the filing problems with ROC by submitting the One rupee share and decided to consolidate the shares into ten rupee.

To attain the objective of reducing aforesaid cost on long term basis for the Company and providing exit opportunity to the members, it is felt advisable in the interest of both, Company and members to consider a reorganization of the share capital of the Company by way of a consolidation of share, which will not only help the Company to reduce the aforesaid cost on long term basis but will also give better opportunity to large number of members to liquidate their shareholding, if they choose so.

The share consolidation is the practical and economically efficient available option. The Board approved the reorganization of the Company's share capital by increasing the face value from the existing Re.1/- per share to Rs.10/- per share. On consolidation, each member of the Company will receive such number of equity shares of the Company having a face value of Rs.10/-. Further, any fractions arising from such consolidation will be aggregated into whole shares and the number of whole shares so arising shall be held by a Trustee who shall dispose off the said whole shares and the proceeds of sale of such whole shares will be distributed proportionately among the members who would otherwise be entitled to fractional entitlements. All members holding physical share certificates on Effective Date shall receive (to the extent of their entitlement to equity shares after consolidation) share certificates representing such consolidated shares and the proportionate amount for the sale of fractional entitlements if any.

The payment to the members for the fractions, if any, arising out of the consolidation is expected to be paid to the members as soon as reasonably practical, subject to the receipt of any necessary regulatory approvals and after deduction of tax if applicable. The Trustee will give effect to the disposal of the fractional shares and distribute the proceeds thereof and suitable announcements to this effect will be made to all the members through media.

By the order of the Board
For M/s. Kerala Permanent Benefit Fund Limited

Sd/-

G. Rajendran
(Chairman)

Aluva
05.09.2016

KERALA PERMANENT BENEFIT FUND LIMITED**Regd & Corporate Office: KPBF Mandir, Sangeethasabha Road, Aluva -683101, India****CIN: U65991KL1989PLC00544****Tel: +91(484)2623597/2628199/2620213****Website: www.kpbf.in Email: kpbfhoaluva@gmail.com**

5th September 2016

Dear Shareholder,

Subject: Annual Report and Notice of Twenty Seventh Annual General Meeting of Kerala Permanent Benefit Fund Limited scheduled on Wednesday, 28th September 2016 at 3.30 PM at Mahanami Heritage Hotel, Near MG Town Hall, Aluva, Ernakulam, Kerala-683101

We wish to inform you that the 27th Annual General Meeting of the Company is scheduled to be held on Wednesday, 28th September 2016 at 3.30 PM at Mahanami Heritage Hotel, Aluva to transact the business as mentioned in the notice of AGM.

In this regard, please visit our Website <http://www.kpbf.in> to download the Notice of 27th AGM and Annual Report of the Company for the Year 2015-16.

1. The Notice of the AGM of the Company inter alia indicating the process and manner of e-Voting process along with printed Attendance Slip and Proxy Form can be downloaded from the link
2. The Annual Report 2015-16 is available on the Company's website at the following link: <http://www.kpbf.in> and can also be downloaded from the same.

Pursuant to provisions of Section 108 of the Companies Act, 2013 and Rule 20 of the Companies (Management and Administration) Rules, 2014, the Company is pleased to provide members facility to exercise their right to vote at the Annual General Meeting (AGM) by electronic means and the business may be transacted through e-Voting Services provided by CENTRAL DEPOSITORY SERVICES LIMITED (CDSL).

The e-voting period commences on 25th September 2016 (9:00 am) and ends on 27th September 2016 (5:00 pm). During this period, shareholders of the Company, holding shares may cast their vote electronically. The e-voting module shall be disabled for voting after 27th September 2016 (5:00 pm). Once the vote on a resolution is cast by the shareholder, the shareholder shall not be allowed to change it subsequently.

The voting rights of members shall be in proportion to their shares of the Paid up Equity Share Capital of the Company as at the end of 5th September 2016.

The facility for voting through ballot paper will be made available at the AGM and the members attending the meeting who have not cast their vote by remote e-voting shall be able to exercise their right at the meeting through ballot paper. A member may participate in the AGM even after exercising his right to vote through remote e-voting but shall not be allowed to vote again at the AGM. A person, whose name is recorded in the register of members as on the cut-off date only shall be entitled to avail the facility of remote e-voting as well as voting at the AGM through ballot paper.

The procedure to login to e-Voting website is given below:

- (i) The shareholders should log on to the e-voting website www.evotingindia.com
- (ii) Click on Shareholders.
- (iii) Now Enter your User ID User ID will be your FOLIO Number.
- (iv) Next enter the Image Verification as displayed and Click on Login.
- (v) A column to enter PAN will appear. Shareholders are requested to use the first two letters of their name and the 8 digits of the sequence number in the PAN field. (The sequence number is printed on the address portion of the

- envelope of this letter. If you cannot retrieve this number, please approach our nearest branch with identity proof)
- (vi) A column to enter Dividend Bank Details will appear. In this column Shareholders are required to enter the number of shares they hold
 - (vii) A column to enter Date of Birth will appear. Leave this field BLANK.
 - (viii) After entering these details appropriately, click on "SUBMIT" tab.
 - (ix) Members will then directly reach the Company selection screen.
 - (x) Click on the EVSN for the relevant Company ie. <KPBF> .
 - (xi) On the voting page, you will see "RESOLUTION DESCRIPTION" and against the same the option "YES/NO" for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.
 - (xii) Click on the "RESOLUTIONS FILE LINK" if you wish to view the entire Resolution details.
 - (xiii) After selecting the resolution you have decided to vote on, click on "SUBMIT". A confirmation box will be displayed. If you wish to confirm your vote, click on "OK", else to change your vote, click on "CANCEL" and accordingly modify your vote.
 - (xiv) Once you "CONFIRM" your vote on the resolution, you will not be allowed to modify your vote.
 - (xv) You can also take a print of the votes cast by clicking on "Click here to print" option on the Voting page

The Chairman shall, at the AGM, provide, facility to vote through Company's officials on resolutions for which voting is to be held, with the assistance of scrutinizer, by use of ballot paper for all those members who are present at the AGM but have not cast their votes by availing the remote e-voting facility.

The Scrutinizer shall after the conclusion of voting at the general meeting, will first count the votes cast at the meeting and thereafter unblock the votes cast through remote e-voting in the presence of at least two witnesses not in the employment of the Company and shall make, not later than two days of the conclusion of the AGM, a consolidated scrutinizer's report of the total votes cast in favour or against, if any, to the Chairman or a person authorized by him in writing, who shall countersign the same and declare the result of the voting forthwith.

In case you have any queries or issues regarding e-voting, you may refer the Frequently Asked Questions ("FAQs") and e-voting manual available at www.evotingindia.com, under help section or write an email to helpdesk.evoting@cdslindia.com.

The following person shall be responsible to address grievances concerned with facility for remote e-voting:

Contact Name – Mr. Rakesh Dalvi, Designation - Deputy Manager, Central Depository Services India Ltd , 16th Floor, Phiroze Jeejeebhoy Towers, Dalal Street, Fort, Mumbai - 400001. Contact No.18002005533. Email id - helpdesk.evoting@cdslindia.com

Thanking You,
Yours faithfully,

Sd/-

Chinchu George ACS

Company Secretary



Kerala Permanent Benefit Fund Ltd

(Declared as Nidhi Company u/s 620A of the Companies Act 1956)
CIN –U65991KL1989PLC005448

DIRECTORS' REPORT

To the members,

Your Directors have pleasure in presenting the 27th Annual Report on the Business and operation of your Company along with the audited statements of accounts of the Company for the Financial Year ended 31st March, 2016.

Financial Results

The following table shows the operational results of the Company for the year 2015-16 as compared to that of the previous year.

(Rs. In Lakhs)

	Year ended	
	31st March 2016	31st March 2015
Revenue from operations	1806.07	1381.94
Other Income	417.70	325.28
Total Revenue	2223.77	1707.22
Finance Costs	1484.57	1327.90
Other Expenses	307.62	369.85
Employee Costs	430.97	372.18
Total	2223.16	2069.93
Profit before depreciation and Tax	0.61	(362.71)
Depreciation & Amortization	64.20	70.34
Profit before exceptional Income	(63.59)	(433.05)
Profit before Tax	(63.59)	(433.05)
Profit after Tax	(56.19)	(422.83)

BUSINESS & PROFITABILITY

Your Directors wish to present the details of Business operations done during the year under review:

Your Company could do remarkably well in business mobilization and the year witnessed a marked turnaround from the preceding year. Deposits of the Company registered an increase of about 20% from previous year's 13504.50 lakhs to 16175.53 lakhs during the year under report. Advances increased by 46% from 8406.92 lakhs as at the end of previous year to 12276.66 lakhs by the end of the reporting year. This helped in substantially improving the Credit

Deposit ratio from 62% of previous year to 76% at the end of reporting year. This helped the Company to improve the profitability of its operations – Loss suffered by the Company could be brought down to 63.59 lakhs from previous year's loss of Rs.433.05 lakhs. Though a few of the property loans have deteriorated to substandard category, it is purely out of temporary cash flow problems and the accounts are expected to be cleared during this Calendar year itself.

Though your Company had planned its business in such a way as to return profit during the year 2015-16, it could not succeed due to the following factors:

1. The CD ratio could be improved only gradually because the Company had to be extremely cautious in credit dispensation due to market conditions. Because of this issue, increase in net interest income could not be achieved as planned.
2. Price of Gold continued to be volatile during almost the entire year which resulted in some more spillovers in the 'overdue loan' category, resulting in loss

FUTURE PLANS

Your company has streamlined its operations to ensure better customer service, reduction in overall expenditure including finance costs and thereby to increase its profitability. Performance of branches, regions and employees is monitored on an on-going basis. Company expects to substantially increase its revenue-generating operations to absorb the additional costs. Business for generating fee-based income is aggressively pursued.

TRANSFER TO RESERVE

Since the Company has reported loss during the current year, there is no amount to be transferred to the general reserve.

DIVIDEND

The Board of Directors has not recommended any dividend for the year ended 31st March 2016 due to the financial loss.

BRANCHES & REGIONS

During the year 2016 we have opened four new branches viz. Kottarakkara, Punalur, Kunnamkulam & Mannar for which permission was given by Regional Director, Ministry of Corporate Affairs, Chennai. There is no change in the regional set up during the year 2015-16. The overall performance of the branches is satisfactory.

BOARD OF DIRECTORS & KEY MANAGERIAL PERSONNEL

The composition of Board of Directors as on 31st March 2016 is as follows:

SI.No.	Name of Director	Designation
1.	G. Rajendran	Chairman
2.	T.S. Jagadeesan	Managing Director
3.	P. Rajkumar	Director
4.	M.A Vasudevan Namboodiri	Director
5.	Jayaprakash Valiathan	Director
6.	K.K Balaram	Director
7.	A.R. Mohanan	Director
8.	G. Rajan Nair	Director
9	M.S. Padmanabhan Nair	Director

Mr. M.P. Subramonia Sarma, Chairman of the Company resigned from the Board with effect from 26th October 2015 and Mr. G. Rajendran, Director, is appointed as the Chairman of the Company with effect from 26th October 2015 in his place. Mr. T.S. Jagadeesan, Managing Director, Mr. V.C. Suseel Kumar, General Manger are the whole time Key Managerial Personnel of the Company.

Among the present Directors of the Company Mr. P. Rajkumar, Mr. G. Rajan Nair and Mr. M.A Vasudevan Namboodiri retire by rotation at the ensuing Annual General Meeting and being eligible, offer themselves for reappointment.

INDEPENDENT DIRECTORS

During last Annual General Meeting, Mr. M.S Padmanabhan Nair and Mr. Jayaprakash Valiathan were appointed as Independent Directors of the Company.

The Board has considered the declarations given by independent directors under sub section (6) of the Section 149 and the Company's policy on Director's appointment and remuneration including criteria for determining qualifications, positive attributes, and independence of a Director. The Board has further evaluated its own performance and that of its Committees and individual Directors.

None of the Directors is disqualified under section 164 of the Companies Act, 2013.

BOARD MEETINGS

During the Financial Year the 2015-16, Ten (10) Meetings of Board of Directors were held. The details of the Board Meetings are given below:

Sl. No.	Date of Board Meeting	Board Strength	No. of Directors Present
1.	18.05.2015 (Monday)	10	5
2.	25.06.2015 (Thursday)	10	7
3.	30.06.2015 (Tuesday)	10	5
4.	03.09.2015 (Thursday)	10	8
5.	26.09.2015 (Saturday)	10	10
6.	30.09.2015 (Wednesday)	10	5
7.	26.10.2015 (Monday)	10	8
8.	07.01.2016 (Thursday)	9	5
9.	25.01.2016 (Wednesday)	9	7
10	28.03.2016 (Monday)	9	5

SHARE CAPITAL CHANGES

Company have a Authorized Share Capital of Rs. 25,00,00,000/- and the subscribed, issued and paid up capital has increased from Rs. 11,08,77,151/- to Rs. 12,74,33,111/- during the year. The allotment details of the shares up to 31st March 2016 are as follows:

Sl. No.	Date of allotment	No. of shares allotted
1.	30.06.2015	10,19,504
2.	30.09.2015	4,01,611
3.	07.01.2016	1,26,298
4.	28.03.2016	1,08,183
	Total Issued Capital	Rs. 12,74,33,111

Issue of Equity Shares with differential Rights/Employee Stock Option/Sweat Equity Shares

During the year Financial Year 2015-16 the company has not issued any shares with differential rights or shares under an employee stock option scheme or sweat equity shares.

Particulars of Loan, Guarantees or Investments under Section 186

There were no loans, guarantees or investments made by the Company under section 186 of the Companies Act, 2013 during the year under review and hence the said provision is not applicable.

Particulars of contracts or arrangements with related parties

There has been no materially significant related party transaction between the Company and its Directors, KMPs or the relatives except for those disclosed in the Financial Statements, which are in ordinary course of business.

Accordingly particulars of contracts or arrangements with related parties referred to in section 188(1) are indicated in Form AOC-2 enclosed with this report as Annexure I.

Material changes and Commitments

No material changes and commitments, affecting the Financial position of the Company has been occurred between the end of the Financial Year 2015-16 and till the date of this report.

Conservation of Energy, Technology, Absorption, Foreign Exchange Earnings and Outgo

Considering the nature of business of the company, no comment is required on conservation of energy and technology absorption. There has not been any foreign exchange earnings or outgo during the Financial Year under review.

Risk Management Policy

The risk associated in our operations include credit risk, liquidity risk, interest rate risk and operational risk since the Nidhi is dealing in financial products by accepting deposits from members and lending on securities like Gold and mortgage of properties to its members. Though the Company has not yet formulated a formal policy for management of risk, the credit Committee and Asset Management Committee review and monitor these risks at periodic intervals. The Nidhi manages credit risk through stringent credit norms established through several years of experience in this line of business and continues to follow the time tested practice of personally assessing every borrower, before committing to a credit exposure. This process ensures that the expertise in lending operations acquired by the Nidhi is put to best use and acts to mitigate credit risks.

Liquidity risk and interest rate risk arising out of maturity mismatch of assets and liabilities are managed through regular monitoring of the maturity profiles. The Nidhi monitors Assets Liabilities Management periodically to mitigate the liquidity risk.

Operational risks arising from inadequate or failed internal process, people and systems or from external events are adequately addressed by the internal control systems and are continuously reviewed and monitored by the Board of Directors. Process improvements and quality control are on-going activities and are built into the employee's training modules, as well.

Corporate Social Responsibility (CSR)

Company has generally taken Corporate Social Responsibility initiatives. However, the recent Financial Position of the Company does not mandate the implementation of corporate social responsibility activities pursuant to the provisions of Section 135 and Schedule VII of the Companies Act, 2013. The company will constitute CSR Committee, develop CSR policy and implement the CSR initiatives whenever it is applicable to the Company.

Explanation to Auditor's Remarks

The Auditor's report does not contain any qualification, reservation or adverse remark or disclaimer and hence the Board has not provided any explanation or comment on the same.

Extract of Annual Return

The extract of Annual Return in Form MGT-9 is annexed with this report as Annexure I.

Directors Responsibility Statement

In accordance with the provisions of Section 134(5) of the Companies Act, 2013 the Board hereby submits its responsibility Statement:-

- in the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- the directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit and loss of the company for that period;
- the directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- the directors had prepared the annual accounts on a going concern basis; and
- the directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

Auditors

M/s. Mohan Kumar & Co Chartered Accountant, Palace Road, Aluva, who are the Statutory Auditors of the Company, hold office until conclusion of this Annual General Meeting. Members of the Company at the AGM held on 27th September, 2014 had approved the appointment of M/s. Mohan Kumar & Co as the Statutory Auditors of the Company for a period of 5 years. However due to increasing work load and due to constraints in manpower, they have intimated their wish to relinquish the position by the end of this AGM. The Audit Committee and the Board have recommended appointment of substitutes.

Cost Auditors

The Company is not required to appoint a Cost Auditor pursuant to the provisions of the Companies Act, 2013.

Secretarial Audit Report

The provisions of the Companies Act, 2013 and the rules made there under relating Secretarial Audit Report are not applicable to the Company.

Statutory Orders

No significant and material orders were passed by Courts, Tribunal and other Regulatory Authorities affecting the going concern status of the Company's operations.

Audit Committee

The Audit Committee is duly constituted in accordance with section 177 of the Companies Act, 2013 read with Rule 6 of the Companies (Meeting of the Board and its Powers) Rules, 2014. The members of the Committee are:

Name	Category	Position
Shri.M.S. Padmanabhan Nair	Non executive Independent Director	Chairman
Shri. M.A Vasudevan Namboodiri	Non executive Director	Member
Shri. Jayaprakash Valiathan	Non executive Independent Director	Member

Two third of the members are Independent Directors and all the members are financially literate. The composition, role, functions and powers of the Audit Committee are in line with the requirements of applicable laws and regulations. The Audit Committee shall oversee financial reporting process and disclosures, review financial statements, internal audit reports, related party transactions, branch inspection reports, auditor's qualifications, legal requirements concerning financial statements and fixation of audit fee as well as payment for other services etc.

Four (4) Audit Committee meetings were held during the year 2015 16 at the Registered Office of the Company on 25.06.2015, 03.09.2015, 31.12.2015 & 28.03.2016. All the meetings were attended by the Chairman and all the members of the Committee and Inspection department.

Nomination, Remuneration & HR Committee

The Nomination and Remuneration Committee is constituted in compliance with the requirements Section 178 of the Companies Act, 2013 read with Rule 6 of the Companies (Meetings of the Board and its Powers) Rules, 2014.

The Committee Members are:

Name	Category	Position
K.K.Balaram	Non executive Director	Chairman
M.S.Padmanabhan Nair	Non executive Director	Member
Jayaprakash Valiathan	Non executive Director	Member

The Committee formulates criteria for determining qualifications, positive attributes and independence of a director and recommends to the Board the policy relating to the remuneration for the directors, Key Managerial Personnel and other employees and evaluation of Independent Directors and the Board. It identifies persons who are qualified to become directors and who may be appointed in senior management in accordance with the criteria laid down, and recommend to the Board their appointment and removal and carry out evaluation of every director's performance. The Nomination and Remuneration Committee held a meeting on 21st November 2015 and all the committee members were present at the meeting.

Stakeholders Relationship Committee

The Stakeholders Relationship Committee was constituted in compliance with the requirements of Section 178 of the Companies Act, 2013. The Members of the Committees are:

Name	Category	Position
G. Rajan Nair	Non executive Director	Chairman
P. Rajkumar	Non executive Director	Member
A.R. Mohanan	Non executive Director	Member

The Stakeholders Relationship Committee looks into shareholders' complaints relating to transfer of shares, transmission of shares, non receipts of share certificates, recommends measures for overall improvement in the quality of investor services. No shareholders complaints received during the financial year and there were no outstanding complaints as on 31/03/2016.

Vigil Mechanism

The Company is not required to constitute a vigil mechanism pursuant to the provisions of the Companies Act, 2013 and the rules framed there under.

Formal Annual Evaluation

The provisions relating to Formal Annual Evaluation are not applicable to the Company pursuant to the provisions of the Companies Act, 2013 and the rules made there under.

Human Resource Management

In a competitive economy, the proper utilization of human resources plays a crucial role. It begins with best practices in recruiting people and moves through learning and development, engagement, employee feedback and rewards and recognition. Towards this, your Company is following a policy of blending the skill & maturity of the experienced personnel and energy & spontaneity of the youth for developing its Human Resources. To keep the Company and its human resource competitive, we believe that hiring the right personnel and proper retaining is key to this success. Your Company organized various training programs, employee engagement programmes, Rewards & Recognition programme during the year under report. These proactive measures have helped employees for enhancing competence and motivation.

The Company had 189 permanent and 99 contract employees on its rolls as on 31st March, 2016.

Disclosure under the Sexual harassment of women at the work place (Prevention, prohibition & Redressal) Act, 2013

The company has not received any complaints during the Financial Year 2015-16 under the above said act.

Disclosure u/s 143 (12)

The auditors of the Company have not reported any fraud pursuant to section 143(12) of the Companies Act, 2013.

Acknowledgement

Your Directors wish to take this opportunity to place on record their gratitude and sincere appreciation for the timely and valuable assistance and support received from Customers, Bankers, well wishers and Regulatory Authorities and the State & Central Government Authorities. The Board values and appreciates the sincere and committed services of the employees towards performance of your Company, without which it would not have been possible to achieve all round progress and growth. Your Directors are thankful to the shareholders for their continued patronage.

Aluva
05.09.2016

For and on behalf of the Board of Directors
G. Rajendran
(Chairman)

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

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

Sl. No.	Particulars	Details
a.	Name(s) of the related party and nature of relationship	NIL
b.	Nature of contracts/ arrangements/ transactions	NIL
c.	Duration of the contracts / arrangements/ transactions	NIL
d.	Salient terms of the contracts or arrangements or transactions including the value, if any	NIL
e.	Justification for entering into such contracts or arrangements or transactions	NIL
f.	Date(s) of approval by the Board	NIL
g.	Amount paid as advances, if any:	NIL
h.	Date on which the special resolution was passed in general meeting as required under first proviso to section 188	NIL

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

Sl. No.	Particulars	Details	
a.	Name(s) of the related party and nature of relationship	T.S Jagadeesan (Managing Director)	V.C Suseel Kumar (General Manager)
b.	Nature of contracts/ arrangements/ transactions	Remuneration to directors appointed in office or place of profit	Remuneration
c.	Duration of the contracts / arrangements/ transactions	5 years	Subject to the decision of Board of Directors
d.	Salient terms of the contracts or arrangements or transactions including the value, if any	628,819	3,06,000/-

e	Justification for entering into such contracts or arrangements or transactions	Transactions which are in the ordinary course of business	
f	Date(s) of approval by the Board	25.04.2014	27.09.2013
g	Amount paid as advances, if any:	NIL	NIL
h	Date on which the special resolution was passed in general meeting as required under first proviso to section 188	NIL	NIL

For and on behalf of the Board of Directors

Sd/-
G. Rajendran
(Chairman)

Form No: MGT 9
EXTRACT OF ANNUAL RETURN
as on the financial year ended on 31/03/2016

Annexure – A

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

I. Registration and other Details:

1 CIN	:	U65991KL1989PLC005448
2 Registration Date	:	17/08/1989
3 Name of the Company	:	KERALA PERMANENT BENEFIT FUND LIMITED
4 Category / Sub-Category of the Company	:	Company limited by Shares/Non-Govt company
5 Address of the Registered office and contact details	:	KPBF MANDIR, REGISTERED OFFICE, NO.VIII/441(1), SANGEETHA SABHA ROAD, ALUVA KERALA- 683101
6 Whether listed company	:	No
7 Registrar and Transfer Agency	:	NA

II. Principal Business Activities of the Company

All the business activities contributing 10 % or more of the total turnover of the company shall be stated:-

Sl. no	Name and Description of main products / services	NIC Code of the Product/ service	% to total turnover of the company
1.	Activities of the Nidhi Company	65991	100

III. Particulars of Holding, Subsidiary and Associate Companies – Nil

IV.

Sl No:	Name & Addresses of the Company	CIN/GLN	Holding/ Subsidiary/ Associate	% of Shares Held	Applicable Section
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V. Share Holding Pattern (Equity Share Capital Breakup as percentage of Total Equity)**i) Category-wise Share Holding**

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 Share	Demat	Physical	Total	% of Total Share	
A. Promoters									
1) Indian									
a) Individual	0	0	0	0	0	0	0	0	0
b) Central Govt(s)	0	0	0	0	0	0	0	0	0
c) State Govt(s)	0	0	0	0	0	0	0	0	0

d) Bodies Corp.	0	0	0	0	0	0	0	0	0
e) Banks/FI	0	0	0	0	0	0	0	0	0
f) Any Other	0	0	0	0	0	0	0	0	0
Sub-total (A) (1):-	0	0	0	0	0	0	0	0	0
(2) Foreign	0	0	0	0	0	0	0	0	0
a) NRIs-Individuals	0	0	0	0	0	0	0	0	0
b) Other Individuals	0	0	0	0	0	0	0	0	0
c) Bodies Crop.	0	0	0	0	0	0	0	0	0
d) Banks/FI	0	0	0	0	0	0	0	0	0
e) Any Other	0	0	0	0	0	0	0	0	0
Sub-total (A) (2):-	0	0	0	0	0	0	0	0	0
Total shareholding of Promoter (A)=(A)(1) + (A)(2)	0	0	0	0	0	0	0	0	0
B.Public Shareholding									
1. Institutions	0	0	0	0	0	0	0	0	0
a) Mutual funds	0	0	0	0	0	0	0	0	0
b) Banks/FI	0	0	0	0	0	0	0	0	0
c) Central Govt.	0	0	0	0	0	0	0	0	0
d) State Govt.	0	0	0	0	0	0	0	0	0
e) Venture Capital Fund	0	0	0	0	0	0	0	0	0
f) Insurance companies	0	0	0	0	0	0	0	0	0
g) FIs	0	0	0	0	0	0	0	0	0
h) Foreign Venture	0	0	0	0	0	0	0	0	0
i) Capital Fund	0	0	0	0	0	0	0	0	0
j) Others (specify)	0	0	0	0	0	0	0	0	0
Sub -total (B) (1)	0	0	0	0	0	0	0	0	0
2.Non-Institutions									
a) Body Crop.									
i) Indian	0	0	0	0	0	0	0	0	0
ii) Overseas	0	0	0	0	0	0	0	0	0
b) Individuals	0	0	0	0	0	0	0	0	0
i) Individual shareholders Holding nominal share capital up to Rs. 1 lakh	NIL	8570548	8570548	68.49	0	7379025	7358025	48.60	19.89
ii) Individual Shareholder holding nominal share capital exceeding Rs.1 lakh	0	3942732	3942732	31.51	0	6786251	6807251	51.40	19.90
c) Others (specify)	0	0	0	0	0	0	0	0	0
Sub -total (B) (2)	0	12513280	12513280	100	0	14165276	14165276	100	39.79
Total public shareholding (B) =(B)(1)+ (B) (2)	0	12513280	12513280	100	0	14165276	14165276	100	39.79
C. Shares held by custodian for GDRs & ADRs	0	0	0	0	0	0	0	0	0
Grand Total (A+B+C)	0	12513280	12513280	100	0	14165276	14165276	100	39.79

(ii) Shareholding of Promoters

SI No	Shareholder's Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% change in shareholding during the year
		No. of Shares	% of total shares of the company	% of shares pledge/encumbered to total shares	No. of Shares	% of total shares of the company	% of shares pledge/encumbered to total shares	
NIL								

(iii) Change in promoter's Shareholding (please specify, if there is no change)- No Change

SI No		Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of Shares	% of total shares of the company	No. of Shares	% of total shares of the company
1	At the beginning of the year	NA			
2	Date wise Increase / Decrease in Promoters Shareholding during the Year specifying the reasons for increase / decrease	NA			
3	At the end of the year	NA			

(iv) Shareholding Pattern of top ten Shareholders (other than Directors, Promoters and Holders of GDRs and ADRs)

SI No	For Each of the Top 10 Shareholders	Shareholding		Cumulative Shareholding during the year	
		No. of Shares	% of total shares of the company	No. of Shares	% of total shares of the company
1.	Viswaroopan P	549000	4.95	549000	4.308142
2.	K R Sreekumar	447700	4.04	500000*	3.923627
3.	Krishnakumar	119000	1.07	119000	0.933823
4.	Deepa Viswaroopan	105150	0.95	105150	0.825139
5.	Raman Namboodiri	100000	0.90	100000	0.784725
6.	Sugathan T C	100000	0.90	100000	0.784725
7.	Geetha S	NIL	NIL	100000	0.784725
8.	C L Thomas & Elsy Thomas	NIL	NIL	95000	0.740859
9.	Elsy Thomas	NIL	NIL	94410	0.740859
10	Deepthi Viswaroopan	92000	0.83	92000	0.721947

*Note: Allotment of 52300 shares as on 31.06.2015.

(v) Shareholding of Directors and Key Managerial Personnel

Sl No	For Each of the Directors & KMP	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of Shares	% of total shares of the company	No. of Shares	% of total shares of the company
1.	G. Rajan Nair	25000	0.23	25000	0.20
2.	M.A Vasudevan Namboodiri	27250	0.25	27250	0.21
3.	K.K Balaram	16725	0.15	16725	0.13
4.	G. Rajendran	12208	0.03	12208	0.03
5.	M.S Padmanbhan Nair	7150	0.06	7150	0.06
6.	T.S Jagadeesan	10000	0.09	10000	0.08
7.	Jayaprakash Valiathan	1000	0.01	1000	0.01
8.	A R Mohanan	6231	0.06	6231	0.05
9.	P. Rajkumar	23152	0.21	23152	0.18
10	V.C Suseel Kumar	13878	0.12	13878	0.11

VI. Indebtedness- Indebtedness of the company including interest outstanding/accrued but not due for payment (Rs. in Lakhs)

	Secured Loans Excluding Deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year				
i) Principal Amount	NIL	NIL	1,350,449,727.94	1,350,449,727.94
ii) Interest due but not paid			50,437,546.57	50,437,546.57
iii) Interest accrued but not due				
Total (i+ii+iii)			1,400,887,274.51	1,400,887,274.51
Change in Indebtedness during the financial year				
Addition			267,103,113.71	267,103,113.71
Reduction				
Net Change			267,103,113.71	267,103,113.71
Indebtedness at the end of the financial year				
i) Principal Amount			1,617,552,841.65	1,617,552,841.65
ii) Interest due but not paid			57,795,151.62	57,795,151.62
iii) Interest accrued but not due				
Total (i+ii+iii)			1,675,347,993.27	1,675,347,993.27

VII. Remuneration of Directors and Key Managerial Personnel

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

Sl No.	Particulars of Remuneration	Name of MD/ WTD/ Manager		Total Amount
		T.S Jagadeesan (Managing Director)	V.C Suseel Kumar (CFO)	
1	Gross salary	6,28,819	3,06,000	934,819
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961			
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961			
	(c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961	Nil	Nil	Nil
2	Stock Option	Nil	Nil	Nil
3	Sweat Equity	Nil	Nil	Nil
4	Commission - as % of profit -Others	Nil	Nil	Nil
		Nil	Nil	Nil
5	Others, please specify	Nil	Nil	Nil
	Total (A)	6,28,819	3,06,000	934,819
	Ceiling as per the Act	NA	NA	NA

B. Remuneration to other directors:

(inRs.)

Particulars of Remuneration	Name of Director								Total Amount
	G. Rajan Nair	M.A Vasudevan Namboodiri	A. R Mohanan	P. Rajkumar	K.K Balaram	G. Rajendran	M.S Padmanbhan Nair	Jayaprakash Valiathan	
1. Independent Directors									
Fee for attending board committee meetings	NIL	NIL	NIL	NIL	NIL	NIL	8750	12500	21250
Commission	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
Others, please specify	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
Total (1)	NIL	NIL	NIL	NIL	NIL	NIL	8750	12500	21250
2. Other Non-Executive Directors									
Fee for attending board committee meetings	10000	12500	15000	17500	7500	17500	NIL	NIL	80000
Commission	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
Others, please specify	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
Total (2)	10000	12500	15000	17500	7500	17500	NIL	NIL	80000
Total (B)= (1+2)	10000	12500	15000	17500	7500	17500	8750	12500	101250

VIII. Penalties / Punishment/ Compounding of Offences: Nil

Type	Section of the Companies Act	Brief Description	Details of Penalty/Punishment compounding fee imposed	Authority (RD/NCLT / COURT)	Appeal made, if any
A. Company Penalty Punishment Compounding			None		
B. Directors Penalty Punishment Compounding			None		
C. Other Officers in Default Penalty Punishment Compounding			None		

For and on behalf of the Board of Directors

G. Rajendran

(Chairman)

Aluva
05.09.2016

INDEPENDENT AUDITOR'S REPORT

To the members of Kerala Permanent Benefit Fund Limited

Report on the Financial Statements

We have audited the accompanying financial statements of Kerala Permanent Benefit Fund Limited ('the Company'), which comprise the balance sheet as at 31 March 2016, the statement of profit and loss and the cash flow statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made there under.

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

An audit involves performing procedures to obtain audit evidence about the amounts and the 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, but not for the purpose of expressing an opinion on whether the Company has in place an adequate internal financial controls system over financial reporting and the operating effectiveness of such controls. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.

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

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in

conformity with the accounting principles generally accepted in India:

- a) In case of Balance Sheet, of the state of affairs of the Company as at 31st March, 2016;
- b) In case of Statement of Profit and Loss, of the loss for the year ended on that date; and
- c) In case of the Cash Flow Statement, of the cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the Annexure a statement on the matters specified in the paragraph 3 and 4 of the Order, to the extent applicable.
2. As required by Section 143 (3) of the Act, we report that:
 - a) we have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
 - b) in our opinion proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
 - c) the balance sheet, the statement of profit and loss and the cash flow statement dealt with by this Report are in agreement with the books of account;
 - d) in our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014;
 - e) on the basis of the written representations received from the directors as on 31 March 2016 taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2016 from being appointed as a director in terms of Section 164 (2) of the Act; and
 - f) with respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company does not have any pending litigations which would impact its financial position;
 - ii. The Company has made provision, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long-term contracts.
 - iii. There were no amounts required to be transferred to the Investor Education and Protection Fund by the Company.

As per our report of even date attached
For MOHAN KUMAR & CO
Chartered Accountants
FRN 02120S

Aluva
05 September 2016

KRISHNA RAJ M, F.C.A., D.I.S.A
Partner
Membership No. 222771

Annexure to the Independent Auditors' Report

The Annexure referred to in our Independent Auditors' Report to the members of the Company on the financial statements for the year ended 31 March 2016, we report that:

- (I) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
- (b) These fixed assets have been physically verified by the management at reasonable intervals during the year and no discrepancies between the book records and the physical assets have been noticed.
- (c) Title deeds of immovable properties are held in the name of the company.
- (ii) The company does not hold any physical inventories.
- (iii) The company has not granted any loans, secured or unsecured to companies, firms or other parties listed in the Register maintained under section 189 of the Companies Act, 2013. Accordingly, sub clauses (a), (b) and (c) are not applicable.
- (iv) In our opinion and according to the information's and explanations given to us, the company has complied with the provisions of section 185 and 186 of the companies Act, 2013 in respect of loans, investments, guarantees and security.
- (v) The Company has not accepted any Deposits from Public to which the provisions of Sections 73 to 76 or any other relevant provisions of the Companies Act and the rules framed there under, apply.
- (vi) The Central Government has not prescribed the maintenance of cost records under section 148(1) of the Act, for the Company.
- (vii) (a) According to the records of the company, the Employees Provident Fund and the Employee's State Insurance Act dues have been regularly deposited with appropriate authorities and no undisputed amounts payable in respect of Investor Education and Protection Fund, Income Tax, Wealth Tax, Service Tax, Sales Tax, Customs duty, Excise duty, Cess and other statutory dues, which are outstanding, as on 31st March, 2016, for a period of more than six months from the date they became payable.
- (b) According to the records made available to us and the information and explanations given by the management, there are no dues of Income Tax/Sales Tax/Wealth Tax/Service Tax/Customs Duty/Excise Duty/Cess which have not been deposited with appropriate authorities on account of any dispute.
- (viii) The company does not have any dues to any financial institutions or banks, and there are no debenture holders.
- (ix) The company has not raised any money by way of initial public offer or further public offer (including debt instruments) and there were no term loans.
- (x) According to the information and explanations given to us, no fraud on or by the company has been noticed or reported during the course of our audit.
- (xi) The company has not paid any managerial remuneration during the year.
- (xii) The Company is a Nidhi company and is complied with the following;
 - (a) The net owned fund to deposit liability is more than 1:20 as on the Balance Sheet date;
 - (b) The Company has maintained the SLR by investing in unencumbered Fixed Deposits with Scheduled Commercial Banks an amount not less than 10% of the deposits outstanding as at the closing of business on the last working day of the second preceding month., i.e., 31-01-2016;

- (c) The prudential norms on income recognition and provisioning against non performing assets are applicable to the Company and Non Performing Assets have been prudentially written off in Statement of Profit and Loss;
- (d) According to the information and explanation given to us, the Company has adequate procedures for appraisal of credit proposals, requests, assessment of credit needs and repayment capacity of borrowers;
- (e) The repayment schedule of various loans granted by the Nidhi Company is based on the repayment capacity of the borrower and would be conducive to recovery of the loan amount.
- (xiii) In our opinion, all transactions with the related parties are in compliance with sections 177 and 188 of Companies Act,2013 where applicable and the details have been disclosed in the Financial Statements etc., as required by the applicable accounting standards.
- (xiv) According to the information's and explanations given to us, the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review and therefore, the provisions of clause 3(xiv) of the Companies (Auditor's Report) Order, 2016 are not applicable to the company.
- (xv) According to the information and explanations given to us, the company has not entered into any non-cash transactions, as mentioned under section 192, with the directors or persons connected with them.
- (xvi) The company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

As per our report of even date attached
For MOHAN KUMAR & CO
Chartered Accountants
FRN 02120S

Aluva
05 September 2016

KRISHNA RAJ M,F.C.A, D.I.S.A
Partner
Membership No. 222771

ANNEXURE TO THE INDEPENDENT AUDITOR'S REPORT OF EVEN DATE ON THE STANDALONE FINANCIAL STATEMENTS OF KERALA PERMANENT BENEFIT FUND LIMITED

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

We have audited the internal financial controls over financial reporting of Kerala Permanent Benefit Fund Limited (“the Company”) as of March 31, 2016 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

Management’s Responsibility for Internal Financial Controls

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

Auditors' Responsibility

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

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

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

Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that

1. pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;
2. provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and
3. provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

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

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2016, based on "the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India".

As per our report of even date attached
For MOHAN KUMAR & CO
Chartered Accountants
FRN 02120S

Aluva
05 September 2016

KRISHNA RAJ M, F.C.A, D.I.S.A
Partner
Membership No. 222771

KERALA PERMANENT BENEFIT FUND LIMITED
K.P.B.F. MANDIR, SANGEETHA SABHA ROAD, ALUVA- 683 101
Balance Sheet as at 31st March, 2016

Particulars	Note No	As at 31st March 2016	As at 31st March 2015
<u>I. EQUITY AND LIABILITIES</u>			
(1) Shareholders' Funds			
(a) Share Capital	3	127,433,111.00	110,877,151.00
(b) Reserves and Surplus	4	(42,293,545.11)	(36,677,995.00)
(2) Share application money pending allotment	5	267,880.00	-
(3) Non-Current Liabilities			
(a) Long-term borrowings	6	1,417,776,695.00	1,212,946,616.00
(b) Long-term provisions	7	2,694,168.00	2,262,986.00
(4) Current Liabilities			
(a) Short-term borrowings	8	199,776,146.65	137,503,112.00
(b) Other current liabilities	9	68,151,112.62	54,562,435.00
(c) Short-term provisions	10	-	-
Total		1,773,805,568.00	1,481,474,305.00
<u>II. ASSETS</u>			
(1) Non-current assets			
(a) Fixed assets			
(i) Tangible assets	11	127,476,596.11	30,742,504.00
(i) Intangible assets		640,629.03	383,000.00
(b) Non-current investments	12	17,563,660.00	40,605,814.00
(c) Deferred tax assets(net)	25	2,564,142.67	1,823,932.00
(d) Long term loans and advances	13	664,320,563.00	328,942,256.00
(e) Other non-current assets	14	67,232,175.75	269,477,562.00
(2) Current assets			
(a) Cash and cash equivalents	15	317,933,382.50	285,615,429.00
(b) Short-term loans and advances	16	563,345,439.25	511,750,072.00
(c) Other current assets	17	12,728,979.82	12,133,736.00
Total		1,773,805,568.00	1,481,474,305.00

Notes 1 to 26 form part of the accounts

For M/s Kerala Permanent Benefit Fund Ltd.

Directors :

Chairman
G.Rajendran

Managing Director
T.S.Jagadeesan

Chief Financial Officer
V.C Suseelkumar

Director
P.Rajkumar

Place : Aluva
Date : 05.09.2016

As per our report of even date attached

For Mohan Kumar & Co.,
Chartered Accountants
FRN 02120S

KRISHNA RAJ M, F.C.A, D.I.S.A
Partner
Membership No. 222771

KERALA PERMANENT BENEFIT FUND LIMITED K.P.B.F. MANDIR, SANGEETHA SABHA ROAD, ALUVA- 683 101 STATEMENT OF PROFIT AND LOSS for the year ended 31st March, 2016				
	Particulars	Note No	For the year ended 31st March 2016	For the year ended 31st March 2015
	INCOME			
I	Revenue from operations	18	180,607,028.61	138,194,658.00
II	Other Income	19	41,769,418.65	32,527,619.00
	Total Revenue (I +II)		222,376,447.26	170,722,277.00
	EXPENSES			
III	Employee benefit expense	21	43,096,648.00	37,218,219.00
IV	Finance costs	20	148,456,802.15	132,790,011.00
V	Depreciation and amortization expense	11	6,420,639.55	7,034,257.00
VI	Other expenses	22	30,761,663.91	36,984,678.00
	Total Expenses		228,735,753.61	214,027,165.00
VII	Profit before tax		(6,359,306.35)	(43,304,888.00)
VIII	Tax expense:			
	(1) Current tax		-	-
	(2) Deferred tax		(740,210.86)	(1,023,087.00)
IX	Profit/(Loss) for the period (VII + VIII)		(5,619,095.48)	(42,281,801.00)
X	Earning per equity share:	24		
	(1) Basic & Diluted (Re.1/-)		(0.05)	(0.78)
	(2) Basic & Diluted (Re.10/-)		(0.47)	(7.79)
Notes 1 to 26 form part of the accounts				
For M/s Kerala Permanent Benefit Fund Ltd.				
Directors :				
1. G.Rajendran Chairman			As per our report of even date attached	
2. T.S.Jagadeesan Managing Director			For Mohan Kumar & Co., Chartered Accountants FRN 02120S	
3. V.C Suseelkumar Chief Financial Officer				
4. P. Rajkumar Director			KRISHNA RAJ M, F.C.A, D.I.S.A Partner Membership No. 222771	
Place : Aluva				
Date : 05.09.2016				

KERALA PERMANENT BENEFIT FUND LIMITED

KPBF MANDIR, SANGEETHA SABHA ROAD, ALUVA -683 101

NOTES ANNEXED TO AND FORMING PART OF ACCOUNTS**Note No****1 Nature of Operations**

Kerala Permanent Benefit Fund Ltd., (formerly The Kerala Permanent Fund Ltd) was incorporated on 17-08-1989 for encouraging the habit of thrift and savings among members, to receive deposits in the nature of savings/fixed/recurring and to advance monies on the security of Gold, Silver and Jewellery, Immovable property, fixed deposits, KVP/NSC, Insurance policies and other Government securities and to act as Insurance agents.

2 Basis of preparation

The financial statements of the company have been prepared in accordance with generally accepted accounting policies in India and the provisions of the Companies Act 2013. The financial statements have been prepared under the historical cost convention and on an accrual basis except otherwise stated.

2.1 Statement of Significant Accounting Policies**a) Presentation and disclosure of financial statements**

All assets have been classified as current and non current as per the company's normal operating cycle and other criteria set out in the Schedule III to the Company's Act 2013. Based on the nature of service and time between acquisition of assets and processing and their realization in cash and cash equivalents, the Company has ascertained its operating cycle as 12 months for the purpose of current /non current classification of assets and liabilities. The Company has also reclassified the previous year figures in accordance with the requirements applicable in the current year.

b) Fixed Assets

Fixed Assets are recorded at cost less accumulated depreciation. Cost comprises purchase price, borrowing cost and cost incurred to bring the asset to its working condition for the intended use.

c) Depreciation

Depreciation on all tangible Fixed Assets has been provided on the written down value of assets based on the useful lives of the assets as prescribed under Schedule II of the Companies Act, 2013. However, Cost of intangible assets are amortized using the straight line method over their estimated useful lives of 10 years. Current year amortization has been taken proportionately on the basis of days computation.

d) Investments

Investments that are readily realisable and intended to be held for not more than an year are classified as current investments. All other investments are classified as non current investments. Current Investments are carried at lower of cost or net realisable value determined on individual investment basis. Non Current Investments are recorded at cost adjusted for any decline other than a temporary fall in the value of investment. The Company have invested in two highly liquid mutual funds during the financial year and the same is classified as non current investments.

e) Revenue Recognition

Revenue is recognised to the extent that it is probable that economic benefits will flow to the Company and the revenue can be reliably measured. Interest Income on advances is accounted on accrual basis. Interest on Non Performing Assets is accounted on receipt basis in accordance with prudential norms.

f) Employee Benefits

Provision for retirement gratuity is provided as per the Company's policy. The liability for gratuity has been computed on the assumption that such benefit is payable to all eligible employees at the end of the accounting year. As per AS 15, the recognition and measurement of the present value of defined benefit obligations must be based on actuarial valuation and the company need to be comply with the same.

g) Taxes on Income

Current tax is determined as the amount of tax payable in respect of taxable income at the rates in force. Deferred tax is recognised, subject to prudence, on timing difference being the difference between taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent periods.

h) Provisions

A provision is recognised when an enterprise has a present obligation as a result of past events and it is probable that an outflow of resources will be required to settle the obligation in respect of which a reliable estimate can be made.

i) Earnings per share

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

j) Segment Reporting

There are no reportable segments as per Accounting Standard on Segment Reporting (AS-17) as the Company's primary Business is of lending money on the security of Gold, Fixed Deposits, Land, etc.

k) Insurance Claims

Insurance claims are accounted for on the basis of claims admitted and/or to the extent there is no uncertainty in receiving the claims. The Company re-assesses the claims made at each reporting period for recoverability.

l) Sale of Gold Held as Investment

During the year 2015-16, Gold held by the Company as Investment in the case of a few overdue gold loan accounts are sold and profit on sale is recognized in the financial statements to the extent of the sale value over the carrying amount of gold held as investment.

m) Intangible Assets

Cost directly attributable to the development of computer software are capitalized as intangible assets and has an intention and ability to complete and use the software with full facility in the coming financial year and the cost can be measured reliably. Cost includes set up cost, data migration and holding cost and other non

refundable taxes directly related with the software. Data maintenance charges are recognised as an expense when it incurred. Cost of intangible assets are amortised using the straight line method over their estimated useful lives of 10 years and the residual value is taken as nil. Intangible asset is carried at cost less accumulated amortization as on the balance sheet date.

n) Contingent Liabilities

A Contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non occurrence of one or more uncertain future events beyond the control of the Company or a present obligation that is not recognised because it is not probable that an outflow of resources will be required to settle the obligation. A Contingent liability also arises in extremely rare cases where there is a liability that cannot be recognised because it cannot be measured reliably. The Company does not recognise a Contingent liability but discloses its existence in the financial statements as there is no indication of the uncertainties relating to any outflow.

o) Accounting Standards

The Accounting Standards prescribed by the Institute of Chartered Accountants of India have been complied with wherever applicable unless otherwise stated.

Notes referred to in the Balance Sheet

	As at	31-03-2016	As at
			31-03-2015
3 SHARE CAPITAL			
Equity Share Capital			
Authorised Share capital			
16,00,000 of Rs 1 each (Previous Year 1600000 of Rs 1 each)		1,600,000.00	1,600,000.00
24840000 of Rs.10 each(Previous Year 248,40,000 of Rs.10 each)		248,400,000.00	248,400,000.00
		250,000,000.00	250,000,000.00
Issued, subscribed & fully paid share capital			
15,83,961 Equity shares of Rs 1 each(Previous year 15,83,961		1,583,961.00	1,583,961.00
1,25,84,915 Equity shares of Rs.10 each(Previous year 10929319		125,849,150.00	109,293,190.00
Total		127,433,111.00	110,877,151.00

a) Reconciliation of the shares outstanding at the beginning and at the end of the reporting period.

	31st March 2016	31st March 2015
At the beginning of the year		
Equity shares of Rs 1 each	1,583,961.00	1,583,961.00
Equity shares of Rs 10 each	10,929,319.00	4,870,199.00
	12,513,280.00	6,454,160.00
Shares issued, subscribed and paid up during the year		
Equity shares of Rs 1 each	-	-
Equity shares of Rs 10 each	1,655,596.00	6,059,120.00
	1,655,596.00	6,059,120.00
Outstanding at the end of the period		
Equity shares of Rs 1 each	1,583,961.00	1,583,961.00
Equity shares of Rs 10 each	12,584,915.00	10,929,319.00
	14,168,876.00	12,513,280.00

b) Terms/ Rights of Equity shares

The Company has two class of equity shares having a face value of Rs. 1/- each and Rs.10/-each. Each holder of equity share is entitled to one vote per share. The Company declares and pays dividend only in Indian Rupees. The dividend, if any, proposed by the Board is subject to the approval of the shareholders in the ensuing Annual General Meeting.

c) Details of shareholders holding more than 5% shares in the Company

Name	31st March 2016		31st March 2015	
	No. of	% Holding	No. of shares	% Holding
	-	-	-	-

4	RESERVES AND SURPLUS		
	Capital Reserves		
	Opening Balance	88,559.50	80,700.50
	Add : Addition	3,545.00	7,859.00
	Closing Balance	92,104.50	88,559.50
	General Reserves		
	Opening Balance	5,350,739.36	5,350,739.36
	Add : Addition	-	-
	Closing Balance	5,350,739.36	5,350,739.36
	Profit and Loss Account		
	Opening Balance	(42,117,293.49)	214,123.44
	Add : T/d from P&L Account	(5,619,095.48)	(42,281,801.00)
	Less : Transitional Adjustments(Retained earnings)	-	49,615.93
	Less : Interim Dividend	-	-
	Less : Dividend Distribution Tax	-	-
	Less : Bonus Shares issued	-	-
	Less: Proposed Dividend	-	-
	Less: Dividend Tax on proposed dividend	-	-
	Less : Transfer to General Reserve	-	-
	Closing Balance	(47,736,388.97)	(42,117,293.49)
	Total	(42,293,545.11)	(36,677,994.63)
5	SHARE APPLICATION MONEY PENDING ALLOTMENT		
	Share Application Money Pending Allotment	267,880.00	-
	Total	267,880.00	-
6	LONG TERM BORROWINGS		
	Unsecured		
	Deposits	1,417,776,695.00	1,212,946,616.00
	Total	1,417,776,695.00	1,212,946,616.00
7	LONG-TERM PROVISIONS		
	Provision for Gratuity	2,694,168.00	2,262,986.00
	Provision for Leave Encashment	-	-
	Total	2,694,168.00	2,262,986.00
8	SHORT TERM BORROWINGS		
	Unsecured		
	Deposits	199,776,146.65	137,503,111.94
	Total	199,776,146.65	137,503,111.94

9	OTHER CURRENT LIABILITIES		
	Interest Payable	57,795,151.62	50,437,546.57
	Matured Deposits	625,068.00	2,064,397.00
	TDS Payable	225,860.00	2,745.00
	Sundry Deposits	58,396.00	263,845.00
	Expenses Payable	896,363.00	726,520.00
	ESI / PF / LWF Payable	609,832.00	482,545.00
	Sundry Creditors	2,486,372.00	67,725.00
	Unclaimed Dividend **	454,070.00	517,111.00
	Advance Received for Protested Debts	5,000,000.00	-
	Total	68,151,112.62	54,562,434.57

** There is no amount due to be transferred to Investor Education and Protection Fund as on 31st March 2016.

10	SHORT TERM PROVISIONS		
	Other Provisions		
	Proposed Dividend	-	-
	Provision for tax on proposed dividend	-	-
	Provision for tax	-	-
	Total	-	-

12	Non-current investments		
	Investments in Gold	2,570,400.00	37,871,903.50
	Other Investment	14,993,260.00	2,733,910.00
	Total	17,563,660.00	40,605,813.50

* Refer Note no. 2 (d)

13	Long Term Loans and Advances		
	Secured considered good		
	Standard Assets	622,978,283.00	328,942,256.00
	Sub-Standard Assets	41,342,280.00	-
	Total	664,320,563.00	328,942,256.00

14	Other non-current assets		
	Rent Deposits	6,499,800.00	5,506,893.00
	Other Security Deposits	17,050.00	14,700.00
	Telephone/Internet /Water Deposits	51,763.00	53,803.00
	Income Tax Refund Due	4,608,628.88	898,788.88
	KSEB Deposit	15,332.00	7,182.00
	NSC	1,000.00	1,000.00
	Branch Adjustments*	38,601.87	495,195.00
	FD's with Nationalised/Scheduled Banks with maturity of more than	20,000,000.00	217,500,000.00
	Protested debt assigned	36,000,000.00	45,000,000.00
	Total	67,232,175.75	269,477,561.88

* Reconciliation of inter branch balances is being done and subject to such reconciliation, the net difference has been included here.

15	Cash and bank balances		
	Cash and cash equivalents		
	Balances with banks		
	Current Account	24,912,444.00	49,419,279.94
	Dividend Account	454,070.00	516,634.00
	Cheques, drafts on hands	19,421.00	6,197,262.00
	Cash on hand	17,547,447.50	14,382,253.00
		42,933,382.50	70,515,428.94
	Other Bank Balances		
	Fixed Deposits with Banks	295,000,000.00	432,600,000.00
	Less: Amount shown under Other Non current Assets with original	(20,000,000.00)	(217,500,000.00)
		275,000,000.00	215,100,000.00
	Total	317,933,382.50	285,615,428.94
16	Short term loans and advances		
	Others - Secured, Considered Good		
	Gold Loan	506,787,018.25	443,820,479.25
	Loan on Deposits	51,618,245.00	62,131,326.00
		558,405,263.25	505,951,805.25
	Unsecured, considered good		
	Staff loan	4,940,176.00	5,798,267.00
	Others	-	-
		4,940,176.00	5,798,267.00
	Total	563,345,439.25	511,750,072.25
17	Other Current assets		
	Stock of Stationary	484,481.60	490,133.86
	Stamps in Stock	14,912.00	14,325.00
	Commission receivable	248,273.08	23,488.00
	Prepaid Expenses	706,920.27	1,134,200.00
	TDS	4,179,684.87	3,209,840.00
	Advance tax	-	500,000.00
	Interest Receivable	6,687,195.00	6,761,748.77
	Other Advances	407,513.00	-
		12,728,979.82	12,133,735.63

Notes referred to in Statement of Profit & Loss Account

18	Revenue from Operations		
	Interest	180,031,137.40	137,908,359.60
	Commission Received	575,891.21	286,298.09
	Total	180,607,028.61	138,194,657.69
19	Other Income		
	Interest income	41,172,075.00	32,022,424.78
	Net gain on sale of investments	823,951.50	-
	Profit on disposal of fixed assets	5,721.75	740.42
	Profit on revaluation of investments	5,760.40	-
	Other income	(240,650.00)	470,740.00
	Miscellaneous receipts	2,560.00	33,714.03
	Total	41,769,418.65	32,527,619.23
20	Finance Costs		
	Interest on Deposits	148,407,372.78	132,742,388.57
	Interest and Bank Charges	49,429.37	47,622.04
	Total	148,456,802.15	132,790,010.61
21	Employee Benefits Expense		
	Salaries and wages	38,670,570.75	33,835,928.34
	Contribution to provident and other funds	3,754,615.25	2,888,971.00
	Staff welfare expenses	671,462.00	493,320.00
	Total	43,096,648.00	37,218,219.34
22	Other Expenses		
	Fuel Charges	80,473.00	82,567.00
	Rent	7,516,586.00	6,492,085.00
	Repairs & Maintenance	416,433.00	366,856.00
	Postage, Stamps, Telephone & Internet	1,892,894.01	1,406,507.50
	Travelling Expenses	949,993.00	910,890.50
	News papers & Periodicals	110,715.00	100,157.00
	Water Charges	50,219.00	30,306.00
	Electricity Charges	662,354.00	561,272.00
	Printing & Stationery	1,022,181.66	1,060,671.64
	Legal Charges	1,387,067.00	247,096.00
	Audit Fee	435,500.00	411,000.00
	Board/ AGM/ Committee Meeting Expenses	83,342.00	84,012.00
	Filing Fee	1,136,700.00	36,600.00
	Managers Conference Expenses	46,082.00	46,648.00
	Advertisement	146,977.00	254,027.00
	Consultation Charges	788,142.00	964,669.00
	Sitting Fee	103,750.00	145,000.00
	Professional Charges	86,000.00	79,900.00
	Out of Pocket Expenses SBI Life	169,629.00	70,002.00
	Shortfall in value of security written off	-	11,990,250.00

Insurance	423,710.00	613,674.00
Business Promotion	3,897,959.00	3,787,281.00
Rates and Taxes, excluding taxes on income	360,519.00	418,735.71
Training Expenses	39,123.00	-
Donation	3,000.00	10,500.00
Miscellaneous Expenses	2,312,207.24	1,547,393.34
Branch Opening Expenses	-	325,000.00
Provision for Bad debts	2,027,306.00	4,328,749.10
Collection Charges paid to SSD	1,312,627.00	612,828.00
Software Maintenance Charges	547,413.00	-
Bad Debts Written Off	2,515,847.00	-
License Renewal Charges	40,648.00	-
Income Tax Paid AY 2013-14	196,267.00	-
Total	30,761,663.91	36,984,677.79
a) Details of Audit fee		
Audit fee	435,500.00	411,000.00
Taxation Matters	-	20,000.00
Others	-	17,500.00
Total	435,500.00	448,500.00

RELATED PARTY

23 A) Key Management Personnel

Shri T.S. Jagadeesan - Managing Director

B) Transactions with related party

Related Party	2015-16	2014-15
Shri T.S. Jagadeesan		
Salary and Allowance Paid	666,575.00	565,546.00
Expenses reimbursed	37,756.00	39,270.00

24 EARNINGS PER SHARE	2015-16	2014-15
Net Profit after Tax	(5,619,095.48)	(42,281,801.00)
Weighted Average Number of Equity Shares	120,548,308.67	54,296,831.44
Earning Per Share Re .1/-	(0.05)	(0.78)
Earning Per Share Re .10/-	(0.47)	(7.79)

25 DEFERRED TAX ASSET	2015-16	2014-15
Depreciation		
Opening Balance	1,025,944.09	86,819.29
Depreciation difference for the year	570,292.96	939,124.80
Sub Total (a)	1,596,237.05	1,025,944.09
Provision for Gratuity/ Leave Encashment		
Opening Balance	797,987.72	714,025.82
Current Year Provision	169,917.90	83,961.90
Sub Total (b)	967,905.62	797,987.72
Grand Total	2,564,142.67	1,823,931.80

- 26 Bank balances include fixed deposit in scheduled commercial banks, deposited in compliance of the provisions of Clause 1(g) of Notification No.GSR555(E) dated 26-07-2001 issued by the Department of Corporate Affairs, Govt. of india.

In terms of notification No.GSR555(E) dated 26-07-2001 read with amendment made vide GSR No. 202(E) dated 31st March 2006, the company has to make provisions in respect of Non Performing Loans(NPA) outstanding as on 31-03-2002 in a phased manner and whatever unprovided balance remains outstanding as on 31-07-2007 has to be completely provided by 31-03-2015. All the NPAs have been written off prudentially. An amount of Rs.90,00,000 was received towards protested debts which was recognized during the last financial year.

As a prudent measure, the company has written off an amount of Rs.25,15,847 relating to Goald Loans.

Bad debts Written Off	2015-16	2014-15
Irrecoverable gold loan balance written off	2,515,847.00	14,673,431.10
NPA accounts considered bad and doubtfull	-	-
	2,515,847.00	14,673,431.10

For M/s Kerala Permanent Benefit Fund Ltd.

Directors :

1. G.Rajendran

Chairman

As per our report of even date attached

2. T.S.Jagadeesan

Managing Director

For MOHAN KUMAR & CO

Chartered Accountants
FRN 02120S

3. V.C Suseelkumar

Chief Financial Officer

4. P. Rajkumar

Director

KRISHNA RAJ M,F.C.A, D.I.S.A

Partner

Membership No. 222771

Place : Aluva

Date : 05.09.2016

KERALA PERMANENT BENEFIT FUND LIMITED
K. P. F. MANDIR, SANGEETHA SABHA ROAD, ALUVA - 683 101

Note 11 :
FIXED ASSETS

Sl. No.	Particulars	Gross Block			Depreciation			Net Block			
		As on 01.04.2015	Additions/Adjustments	Deletions/ Adjustments	As on 31.03.2016	As on 01.04.2015	Additions/Adjustments	Deletions/ Adjustments	As on 31.03.2016	As on 31.03.2015	
TANGIBLE ASSETS											
1	Motor Vehicles	2,127,455.00	-	-	2,127,455.00	792,182.12	433,428.33	-	1,225,610.45	901,824.55	1,335,252.88
2	Furniture & Fixtures	20,189,475.35	2,189,616.00	12,643.25	22,366,448.10	8,422,042.22	3,250,526.07	5,043.48	11,667,524.81	10,698,923.29	11,767,433.13
3	Electrical Fittings	7,810,846.13	757,781.00	23,820.00	8,544,807.13	2,954,181.20	1,386,721.87	13,057.78	4,327,845.29	4,216,961.84	4,856,664.93
4	Building	8,360,258.55	-	-	8,360,258.55	1,004,202.63	360,416.31	-	1,364,618.94	6,995,639.61	7,356,055.92
5	Computers	3,457,367.94	2,183,228.00	117,130.00	5,523,465.94	2,592,805.72	940,006.00	60,057.60	3,472,754.12	2,050,711.82	864,562.22
6	Land	4,562,535.00	45,012,500.00	-	49,575,035.00	-	-	-	-	49,575,035.00	4,562,535.00
7	Building Under Construction	-	53,037,500.00	-	53,037,500.00	-	-	-	-	53,037,500.00	-
INTANGIBLE ASSETS											
1	Software	383,000.00	307,170.00	-	690,170.00	-	49,540.97	-	49,540.97	640,629.03	383,000.00
	Total	46,890,917.97	103,487,795.00	153,393.25	150,225,119.72	15,765,413.89	6,420,639.55	78,158.86	22,107,894.58	128,117,225.14	31,125,504.08
	Previous Year	39,598,694.11	7,422,614.80	130,390.60	46,890,917.97	8,711,332.69	7,034,256.69	29,791.42	15,765,413.89	31,125,504.08	30,887,361.42

Note:

1. Consequent to the enactment of Companies Act, 2013 and its applicability for accounting periods commencing after 1 April, 2014, the company re-worked depreciation in the previous year with reference to the estimated economic lives of fixed assets in the manner prescribed by Schedule II to the Act. (see adjustments)

For Kerala Permanent Benefit Fund Ltd

As per report of even date attached
For Mohan Kumar & Co.,
Chartered Accountants
FRN 021205

G. Rajendran
Chairman

T.S. Jagadeesan
Managing Director

P. Rajkumar
Director

V.C. Susseelkumar
Chief Financial Officer

KRISHNA RAJ M, F.C.A, D.J.S.A
Partner
Membership No. 222771

Place : Aluva
Date : 05.09.2016

KERALA PERMANENT BENEFIT FUND LTD.
K.P.B.F. MANDIR, SANGEETHA SABHA ROAD, ALUVA- 683101
CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH 2016

Particulars	2015-16	2014-15
Cash from Operating Activity		
Net profit before tax	(6,359,306.35)	(43,304,888.00)
Adjustments for:		
Depreciation	6,420,639.55	7,034,257.00
Bad Debts written off	2,515,847.00	16,318,999.10
Provision for Employee Benefits	566,393.00	279,873.00
Interest on Loan availed	49,429.37	47,622.04
Profit on sale of Fixed Assets	(5,721.75)	740.42
Profit on revaluation of investments	(5,760.40)	-
Operating Profit/(Loss) Before Working Capital Changes	3,181,520.42	(19,623,396.44)
Increase in Deposits Accepted	267,103,113.71	250,631,978.92
Increase in Gold Loan	(64,993,845.00)	196,027,564.25
Increase in Other Advances	(324,007,135.00)	(261,417,134.00)
Decrease in Non Current Assets	8,455,226.13	4,951,622.00
Increase in Other Current Assets	(125,399.32)	(2,315,070.13)
Increase in Bank Deposits	137,600,000.00	(208,944,523.00)
Increase in Current Liability	13,588,678.05	45,576,313.57
Cash Generated from Operations	40,802,158.99	4,887,355.17
Tax Paid	(4,179,684.87)	(3,709,840.00)
CASH GENERATED FROM OPERATING ACTIVITIES (A)	36,622,474.12	1,177,515.17
Cash from Investing Activity		
Purchase of Fixed Assets	(103,487,795.00)	(7,405,050.67)
Sale of Fixed Assets	16,851.00	25,207.00
Purchase of Investments	(12,500,000.00)	(43,071,136.50)
Sale of Investments	34,988,467.88	-
CASH USED IN INVESTING ACTIVITIES (B)	(80,982,476.12)	(50,450,980.17)
Cash from Financing Activity		
Share Capital	16,555,960.00	60,591,200.00
Share Application Money Pending Allotment	267,880.00	-
Dividend Paid	-	-
Corporate Dividend Tax	-	-
Entrance Fee	3,545.00	7,859.00
Interest on Loan Availed	(49,429.37)	(47,622.04)
CASH GENERATED FROM FINANCING ACTIVITY (C)	16,777,956.00	60,551,437.00
TOTAL (A+B+C)	(27,582,046.00)	11,277,972.00
Opening Cash & Cash Equivalents	70,515,429.00	59,237,457.00
Closing Cash & Cash Equivalents	42,933,383.00	70,515,429.00
	2015-16	2014-15
Closing cash and equivalents		
Cash balance	17,547,447.50	14,382,253.00
Balances in current account with Banks	25,385,935.00	56,133,175.94
	42,933,383.00	70,515,429.00

For M/s Kerala Permanent Benefit Fund Ltd.

Chairman

Managing Director

Chief Financial Officer

Director

Place : Aluva

Date : 05.09.2016

As per our report of even date attached
For Mohan Kumar & Co.,
Chartered Accountants
FRN 02120S

KRISHNA RAJ M, F.C.A, D.I.S.A
Partner
Membership No. 222771

**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]

CIN : **U65991KL1989PLC005448**
Name of the Company : **KERALA PERMANENT BENEFIT FUND LIMITED**
Registered office : NO.VIII/441(1), KPBF MANDIR, SANGEETHA SABHA ROAD,
ALUVA - 683101

Name of the Member(s) :	
Registered address :	
E-mail Id :	
Folio No/ Clint Id :	

I/ We being the member of, holding.....shares, hereby appoint

1. Name :
Address :
E-mail Id :
Signature :, or failing him

2. Name :
Address :
E-mail Id :
Signature :,

as my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at 27th Annual General Meeting of members of the Company, to be held on 28th September 2016 at 3.30 p.m at Mahanami Heritage Hotel, Aluva and at any adjournment thereof in respect of such resolutions as are indicated below:

Sl. No.	Resolutions	For	Against
A) Ordinary Business			
1	Adoption of audited financial statements for the financial year ended 31.03.2016 and reports of the Board of Directors and Auditors thereon.		
2	Re appointment of Shri. P Rajkumar (DIN: 02870764), Director who retires by rotation.		
3	Re appointment of Shri. M.A Vasudevan Namboodiri , (DIN: 05102284), Director who retires by rotation.		
4	Re appointment of Shri.G. Rajan Nair, (DIN: 00057215), Director who retires by rotation.		
5	Appointment of Mr. Damodharan P (ACA Membership No. 221178) Paravattathu Mana, Urakam P. O, Thrissur- 680562 and Mr. Vinay N Pisharady (ACA Membership No. 233743) Pothiyil Pisharam, Marampilly P O, Aluva- 683107 as Auditors.		
6	To authorise Board to appoint branch auditors and to fix their remuneration		
B) Special Business			
1.	To change the name of the Company as KPB Nidhi Ltd		
2.	To amend Articles of Association with new regulations		
3.	To consolidate Authorized, Issued and Paid capital of the Company.		

Signed this day of... ... 2016

Signature of Shareholder

Signature of Proxy holder(s)

Affix Re.
1. Revenue
Stamp

Note: This form of proxy in order to be effective should be duly completed and deposited at the Registered Office of the Company, 48 hours before the commencement of the Meeting.

BRANCH OPENING



MANNAR



KOTTARAKKARA



PUNALUR



KUNNAMKULAM



Branch Shifting
MUVATTUPUZHA



Estd : 1989

Kerala Permanent Benefit Fund Ltd

Registered Office : K P B F Mandir, VIII/441(1)

Sangeetha Sabha Road, Aluva - 683101. Phone : 0484 -292 2000, 292 2060

CIN-U65991KL1989PLC005448