

**ANNUAL AUDITED ACCOUNTS &
REPORTS**

of

KANDARP MANAGEMENT SERVICES PVT. LTD.

GF-22 Hans Bhawan, 1 Bahadur Shah Zafar Marg, New Delhi-110002

Financial Year Ended on 31st March 2018

M/s B. MANNA & CO.

Chartered Accountants

Reg. Off: 63/5 Ramchandrapur, Brick Field Road, Kolkata-700104.

City Off: Room No.19B, 219/C Old Chaina Bazar Street, Kolkata-700001

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INDEPENDENT AUDITORS' REPORT
TO THE MEMBERS of KANDARP MANAGEMENT SERVICES PRIVATE LIMITED.

Report on the Financial Statements

We have audited the accompanying financial statements of **Kandarp Management Services Private Limited** ("the company"), which comprise the Balance Sheet as at 31 March 2018, the Statement of Profit and Loss, 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 in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including Accounting Standards prescribed under the Act read with the Companies (Accounting Standards) Rules 2006.

This responsibility also includes the maintenance of adequate accounting records in accordance with the provision of the Act for safeguarding of the assets of the Company and for preventing and detecting the 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 internal financial control, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and 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 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 true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by 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 the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2018;
- b) in the case of the Statement of Profit and Loss, of the Profit for the year ended on that date; and
- c) in the case of the Cash Flow Statement, of the cash flows for the year ended on that date.

Report on other Legal and Regulatory Requirements.

1. As required by the Companies (Auditor's Report) Order, 2016 (the Order) issued by the Central Government of India in terms of Sub-section 11 of Section 143 of the Companies Act, 2013, we give in the **Annexure-A**, a statement on the matters specified in paragraphs 3 and 4 of the order..


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 appears from our examination of those books.
- c) The Balance Sheet, the Statement of Profit and Loss, and Cash Flow Statement dealt with by this Report are in agreement with the books of account.
- d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with relevant rules issued there under.
- e) On the basis of written representations received from the directors as on 31 March, 2018, taken on record by the Board of Directors, none of the directors is disqualified as on 31 March, 2018, from being appointed as a director in terms of Section 164(2) of the Act.
- f) with respect to the adequacy of the internal financial controls with reference to the financial statement over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in "**Annexure B**"; and
- g) With respect to the other matters 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 did not have any long-term contracts including derivatives contracts for which there were any material foreseeable losses.



iii. There have been no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

For B MANNA & CO
Chartered Accountants
Firm Reg. No. 325326E



(Biswanath Manna)
(Proprietor)

Membership No.: 061940

Place: Camp at New Delhi
Dated: 7th May 2018



Annexure-A to the Independent Auditor's Report

The Annexure referred Independent Auditor's Report to the members of M/s **Kandarp Management Services Private Limited** on the Financial Statements of the Company for the year ended 31st March 2018, (refer to paragraph -1 on the Other Legal and regulatory Requirements of our Report of even date); we report that:

- (i) (a) The company is maintaining proper records showing full particulars, including quantitative details and situation of fixed assets.
- (b) As explained to us fixed assets have been physically verified by the management at reasonable intervals; and as informed to us no materials discrepancies were noticed on such verification.
- (c) No immovable property owned by the Company.
- (ii) The Company is a service Company, primarily rendering back office service. Accordingly it does not hold any physical inventories. Thus clause 3(ii) of the Order is not applicable to the company.
- (iii) According to information's and explanations given to us and based on our examination of the records of the company, the company has not granted any loans, secured or unsecured to companies, firms, Limited Liability Partnerships or other parties covered in the register maintained under section 189 of the Companies Act. Accordingly, in our opinion, clause (iii)(a) and (iii)(b) and (iii)(c) of the order are not applicable to the Company.
- iv) According to information's and explanations given to us and based on our examination of the records of the company, the Company has neither given any loans to its directors etc. nor investments made or given any guarantee in respect of such loans etc. covered under sections 185 and 186 of the Act, accordingly, compliance with the provision of section 185 and 186 of the Act, with respect to loans and investments made are not applicable to the company.
- v) The company has not accepted any deposits from the public during the year within the meaning of sections 73 to 76 or any other relevant provisions of the companies Act, 2013 and the rules framed there under.
- vi) The Central Government has not prescribed maintenance of cost records under section 148(1) of the Act, for any of the services rendered by the Company.
- vii) a) As per records of the company and according to the information and explanation given to us, the amount deducted/ accrued in the books of accounts in respect of undisputed statutory dues including provident fund, employees state insurance, income-tax, sales-tax, wealth tax, service tax, duty of customs, duty of excise, value added tax, cess and any other material statutory dues have been regularly deposited by the Company with the appropriate authorities and there are no undisputed arrears of outstanding statutory dues as at last day of the financial year concerned for a period of more than six months from the date they became payable.
- b) As per records of the company and according to the information and explanation given to us, there are no dues of income tax or sales tax or wealth tax or service tax or duty of customs or duty of excise or value added tax or cess which have not been deposited by the Company on account of any dispute.
- (viii) According to information's and explanations given to us and based on our examination of the records of the company, the Company has not defaulted in repayment of loans or borrowings from bank, financial institutions or government. The Company have no dues to any debenture holders.

- (ix) The company have not raised any moneys by way of public offer (initial or further) or through debt instruments; and term loans raised during the year under reporting were utilized for the purpose for which those are raised.
- (x) According to information's and explanations given to us, no material fraud by the Company or any fraud on the Company by its officers or employees has been noticed or reported during the course of our audit.
- (xi) Being a private limited company, in our opinion, the provision of section 197 read with Schedule V is not applicable to the Company.
- (xii) The Company is not a Nidhi Company. Accordingly, clause 3(xii) of the Order is not applicable to the Company.
- (xiii) According to information's and explanations given to us and based on our examination of the records of the company, transactions entered into with related parties are in compliance with sections 177 and 178 of Companies Act, 2013. and wherever applicable, adequate disclosures has been made in Financial Statements as per applicable Accounting Standards.
- (xiv) According to information's and explanations given to us and based on our examination of the records of the Company, the Company has not made preferential allotment or private placement of shares or debentures (fully or partly convertible) during the period under report and hence, reporting under clause 3(xiv) is not applicable to the Company.
- (xv) According to information's and explanations given to us and based on our examination of the records of the Company, the Company has not entered into any non-cash transactions with directors or persons connected with him during the year. Accordingly, clause 3(xv) of the Order is not applicable.
- (xvi) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

For **B MANNA & CO**
Chartered Accountants
Firm Reg. No. 325326E



(Biswanath Manna)
(Proprietor)
Membership No. 061940



Place: Camp at New Delhi
Dated: 7th May 2018

Annexure-B: to the Independent Auditors' Report

Report on the Internal Financial Control system with reference to the Financial Statement over Financial Reporting under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

We have audited the internal financial controls with reference to the financial statements of **Kandarp Management Services Private Limited** ("the Company") as of 31 March 2018 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls:

The Company's Board of Directors is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India ('ICAI'). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to 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 with reference to the standalone financial statements 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 judgment, including the assessment of the risks of material misstatement of the standalone Ind AS 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 with reference to stand alone financial statements 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 authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

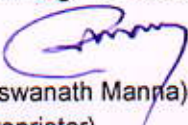
Inherent Limitations of Internal Financial Controls Over Financial Reporting:

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

Opinion:

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31 March 2018, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For **B MANNA & CO**
Chartered Accountants
Firm Reg. No. 325326E


(Biswanath Manna)
(Proprietor)

Membership No.: 061940
Place: Camp at New Delhi
Dated: 7th May 2018





KANDARP MANAGEMENT SERVICES PVT. LTD. BALANCE SHEET AS AT 31ST MARCH, 2018

CIN U74899DL2001PTC109565

Particulars		Note	Figures as at 31st March, 2018	Figures as at 31st March, 2017
I. EQUITY AND LIABILITIES				
(1)	Shareholders' Funds			
	(a) Share capital	1(a)	6,970,000.00	6,970,000.00
	(b) Reserves & surplus	1(b)	36,530,489.00	20,958,386.00
(2)	Non-current Liabilities			
	(a) Long-term borrowings	2	2,749,317.00	1,279,728.00
(3)	Current Liabilities			
	(a) Short-term borrowings	3(a)	236,772.00	1,510,000.00
	(b) Trade payables	3(b)	5,984,980.00	6,062,932.00
	(c) Other current liabilities	3(c)	14,653,898.00	7,489,314.00
	(d) Short-term provisions	3(d)	12,560,501.00	5,360,040.00
TOTAL			79,685,957.00	49,630,400.00
II. ASSETS				
(1)	Non-current assets			
	(a) Fixed assets			
	Tangible assets	4	2,250,924.00	2,663,323.00
	Intangible assets			
	(b) Deferred tax assets (Net)	4(a)	259,100.00	96,549.00
	(c) Other non current assets	4(b)	-	-
(2)	Current assets			
	(a) Trade receivables	5(a)	38,404,558.00	29,641,213.00
	(b) Cash and cash equivalents	5(b)	4,944,053.00	2,781,495.00
	(c) Short term loans and advances	5(c)	16,186,149.00	6,472,627.00
	(d) Other current assets	5(d)	17,641,173.00	7,975,193.00
TOTAL			79,685,957.00	49,630,400.00

Note-12 Other Notes on Accounts & Note-13 Significant Accounting Policies forming part of accounts
As per our audit report of even date attached herewith

FOR B MANNA & CO.

Chartered Accountants
FRN:0325326E

Biswanath Manna
(Proprietor)
M No.061940
Place: New Delhi
Date: 07/05/2018



For & On Behalf of Board of Directors

KANDARP MANAGEMENT SERVICES PVT. LTD.

Pankaj Rai
Director
DIN: 05250574

Anil Khillar
Director
DIN: 07208293



KANDARP MANAGEMENT SERVICES PVT. LTD.

PROFIT & LOSS STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2018

CIN U74899DL2001PTC109565

Particulars		Note	Figures as at 31st March, 2018	Figures as at 31st March, 2017
I.	Revenue from Operations	6	100,206,337.00	80,170,690.54
II.	Less: Direct Expenses			15,806,867.00
	Employee benefits Expenses	8	21,941,002.00	875,777.00
	Finance costs	9	825,676.00	56,689,787.00
	Other expenses	10	54,689,746.00	73,372,431.00
	Total Direct Expenses		77,456,424.00	6,798,259.54
III.	Operating Profit (I-II)		22,749,913.00	2,092,436.00
IV.	Less: Non Cash Expenses - Depreciation	11	1,552,157.00	4,705,823.54
V.	Profit before Other Income (III-IV)		21,197,756.00	476,351.00
VI.	Other Income	7	312,278.00	
VII.	Profit/(Loss) before exceptional and extraordinary items and tax (V+VI)		21,510,034.00	5,182,174.54
VIII.	Exceptional Items		-	-
IX.	Profit/(Loss) before extraordinary items and tax(VII-VIII)		21,510,034.00	5,182,174.54
X.	Extraordinary Items		-	-
XI.	Profit/(loss) before tax(IX-X)		21,510,034.00	5,182,174.54
XII.	Tax Expense:			1,740,554.00
	(1) Current tax		6,100,481.41	(139,262.00)
	(2) Deferred tax (assets)		(162,551.00)	
XIII.	Profit/(loss)for the period from continuing operations(XI-XII)		15,572,103.59	3,580,882.54
XIV.	Profit/(loss) from discontinuing operations		-	-
XV.	Tax expense of discontinuing operations		-	-
XVI.	Profit/(loss) from discontinuing operations(XIV-XV)		-	-
XVII.	Profit/(Loss) for the period		15,572,104	3,580,883
	Earning per equity share:			5.24
	(1) Basic		22.34	5.24
	(2) Diluted		22.34	

Note-12 Other Notes on Accounts & Note-13 Significant Accounting Policies forming part of accounts
As per our audit report of even date attached herewith
FOR B MANNA & CO.
Chartered Accountants
FRN:0325326E

For & On Behalf of Board of Directors
KANDARP MANAGEMENT SERVICES PVT LTD

Biswanath Manja
(Proprietor)
M No.061940
Place: New Delhi
Date: 07/05/2018



Pankaj Rai
Director
DIN:05250574

Anil Khullar
Director
DIN:05208293



KANDARP MANAGEMENT SERVICES PVT. LTD.
CASH FLOW STATEMENT
FOR THE YEAR ENDING 31ST MARCH, 2018

Particulars	FY 2017-18		FY 2016-17	
	Amount		Amount	
Cash flows from operating activities				
Profit before taxation	21,510,034.00		5,182,175.00	
Adjustments for:				
Depreciation	1,552,157.00		2,092,436.00	
Interest income	(79,479.00)		(476,351.00)	
Changes in Working Capital:				
(Increase) / Decrease in Trade Receivables	(8,763,345.00)		(7,093,047.00)	
(Increase) / Decrease in Other Current Assets	(9,665,980.00)		(7,173,730.00)	
Increase / (Decrease) in Trade Payables	(77,952.00)		(1,386,978.00)	
Increase / (Decrease) in Short Term Provisions	7,200,461.00		1,433,214.00	
Increase / (Decrease) in Other Current Liabilities	7,164,584.00		(2,207,626.00)	
Cash generated from operations	18,840,480.00		(9,629,307.00)	
Income taxes paid	(6,100,482.00)		(1,674,628.00)	
Net cash from operating activities		12,739,998.00		(11,303,935.00)
Cash flows from investing activities				
Purchase of property, plant and equipment	(1,139,758.00)		(1,155,457.00)	
(Purchase) / Sale of Short Term Loan & Advances	(9,713,522.00)		1,600,887.00	
Interest income	79,479.00		476,351.00	
Net cash used in investing activities		(10,773,801.00)		921,781.00
Cash flows from financing activities				
Equity Share Capital Issued			4,470,000.00	
Security Premium Paid			13,410,491.00	
Received / (Payment) of short-term borrowings	(1,273,228.00)		(5,664,739.00)	
Received / (Payment) of long-term borrowings	1,469,589.00		(760,516.00)	
Net cash used in financing activities		196,361.00		11,455,236.00
Net increase in cash and cash equivalents		2,162,558.00		1,073,082.00
Cash and cash equivalents at beginning of period		2,781,495.00		1,708,413.00
Cash and cash equivalents at end of period		4,944,053.00		2,781,495.00

The cash flow statement has been prepared as per indirect method prescribed by Accounting Standard - 3

Signed in terms of our separate report of even date

For & on behalf of the Board

Pankaj Rai
Director
(05250574)

Anil Skuller
Director
(07288293)



Place: New Delhi
Date: 07.05.2018

For & on behalf of

B MANNA & CO.
Chartered Accountants
ERN 022526E

Biswanath Manna
(Proprietor)
M : 061940



KANDARP MANAGEMENT SERVICES PVT. LTD.

NOTES TO ACCOUNTS FORMING AN INTEGRAL PART OF BALANCE SHEET AS AT 31ST MARCH, 2018

<u>Note No.</u>	<u>I.(a)</u>	<u>SHARE CAPITAL</u>	<u>As on 31/03/2018</u>		<u>As on 31/03/2017</u>	
	I.a.i)	Authorized Share Capital	Rs.		Rs.	
		10,00,000 Equity Shares of Rs 10 each	10,00,000.00		10,00,000.00	
	I.a.ii)	Issued, subscribed & fully paid up: 697000 Equity Shares of Rs 10 each	6,970,000.00		6,970,000.00	
			Nos		Nos	
	I.a.iii)	During the year under reporting no shares allotted by the Company as fully paid up or partly paid up pursuant to contract(s) without payment being received in cash.				
	I.a.iv)	Reconciliation of number of shares outstanding at the beginning and at the end of the reporting period.	<u>As on 31/03/2018</u>		<u>As on 31/03/2017</u>	
			No. of Shares	Values in Rs.	No. of Shares	Values in Rs.
		Equity Shares at the beginning of the year	697,000	6,970,000.00	250,000	2,500,000.00
		Shares Bought back during the year	-	-	-	-
		Equity Shares allotted during the year	-	-	447,000	4,470,000.00
		Equity Shares at the end of the year	697,000	6,970,000.00	697,000	6,970,000.00
	I.a.v)	Shares Holding Patterns in respect of each class of shares:	<u>As on 31/03/2018</u>		<u>As on 31/03/2017</u>	
		Each Equity Shareholders holding more than 5% shares:	No. of Shares Held	% of total shares	No. of Shares Held	% of total shares
		Meenakshi Pathak	56,000	8.03	56,000	8.03
		Reliable Data Services Ltd.	627,000	89.96	627,000	89.96
		Total:	683,000	98	683,000	98
	I.a.vi)	Shares held by Holding Companies	<u>As at 31st March, 2018</u>		<u>As at 31st March, 2017</u>	
			No. of Shares Held	% of total shares	No. of Shares Held	% of total shares
		Reliable Data Services Ltd.	627,000	89.96	627,000	89.96
	I.a.vii)	The Company has issued only one kind of equity share capital with equal voting rights to each shareholders.				

<u>Note No.</u>	<u>I.(b)</u>	<u>RESERVES & SURPLUS</u>	<u>As on 31/03/2018</u>		<u>As on 31/03/2017</u>	
	i)	Security Premium Account	13,410,491.00		13,410,491.00	
	ii)	Surplus/Deficit(-) i.e. Balance in Profit & Loss Account	7,547,894.50		3,901,086.00	
		Opening Balance in profit & loss account	15,572,103.59		3,580,883.00	
		Add: Profit/(Loss) for the Year	-		73,004.50	
		Add: Excess Provision in FY 2014-15	-		7,079.00	
		Less: Short Provision in FY 2015-16	-		-	
		Sub Total:	23,119,998.09		7,547,894.50	
		Grand Total :	36,530,489.00		20,958,386.00	



KANDARP MANAGEMENT SERVICES PVT. LTD.

NOTES TO ACCOUNTS FORMING AN INTEGRAL PART OF BALANCE SHEET AS AT 31ST MARCH, 2018

<u>Note No.</u>	<u>2</u>	<u>LONG TERM BORROWINGS</u>	<u>As on 31/03/2018</u>	<u>As on 31/03/2017</u>
		Secured Long-Term Borrowings:		
		Car Loan From BOI (taken on 13.10.2013)	287,795.00	374,121.00
		Car Loan From HDFC (taken on 23.07.2017) (Secured against hypothecation of Vehicle, repayable in 60 months)	426,963.00	-
		Unsecured Loan		
		Kotak Mahindra Bank Ltd. - Business Loan	-	309,281.00
		Kotak Mahindra Bank Ltd. - Business Loan2	578,870.00	-
		Wood Capital Finance. Ltd.	1,455,689.00	-
		TATA Capital Financial Services Ltd. - PL Business Loan	-	596,326.00
		Total:	2,749,317.00	1,279,728.00

<u>Note No.</u>	<u>3(a)</u>	<u>SHORT TERM BORROWINGS</u>	<u>As on 31/03/2018</u>	<u>As on 31/03/2017</u>
		i) Unsecured:		
		Loans and Advances From Related Parties:		
		Saniav K. Pathak & Associates	236,772.00	1,510,000.00
		Total:	236,772.00	1,510,000.00

<u>Note No.</u>	<u>3(b)</u>	<u>TRADE PAYABLES</u>	<u>As on 31/03/2018</u>	<u>As on 31/03/2017</u>
		- Others	1,703,653.00	639,054.00
		- Reliable Data Services Ltd.	4,281,327.00	5,423,878.00
		Total:	5,984,980.00	6,062,932.00

The Company has not received any memorandum (as required to be filed by the suppliers with the notified authority under the Micro, Small & Medium Enterprises Development Act 2006) claiming their status as micro, small or medium enterprises. Consequently the amount of interest paid/payable to these parties during the year under reporting is unascertainable.

<u>Note No.</u>	<u>3(c)</u>	<u>OTHER CURRENT LIABILITIES</u>	<u>As on 31/03/2018</u>	<u>As on 31/03/2017</u>
		TDS Payable	515,895.00	204,173.00
		Current Maturity of Long Term Borrowings	4,300,607.00	3,304,944.00
		CGST Payable	1,113,735.00	-
		SGST Payable	1,113,735.00	-
		IGST Payable	7,573,628.00	-
		Service Tax Payable	-	3,343,611.00
		Other Payables	36,300.00	656,586.00
		Total:	14,653,898.00	7,489,314.00



KANDARP MANAGEMENT SERVICES PVT. LTD.

NOTES TO ACCOUNTS FORMING AN INTEGRAL PART OF BALANCE SHEET AS AT 31ST MARCH, 2018

<u>Note No.</u>	<u>3(d)</u>	<u>SHORT TERM PROVISIONS</u>	<u>As on 31/03/2018</u>	<u>As on 31/03/2017</u>
		Provisions for employee benefits		
	a)	Salary & Wages Payable	2,095,985.00	1,073,274.00
		Provision for Bonus to employees	404,424.00	304,298.00
		Provision for Provident Fund Contribution	122,266.00	50,109.00
		Provision for Gratuity	655,271.00	-
		Provision For ESI Fund	76,406.00	23,444.00
		Others (specify nature)		
	b)	Provision For Income Tax 2017-18	6,100,481.41	-
		Provision For Income Tax 2016-17	1,740,550.00	1,740,554.00
		Retainership Payable	1,355,118.00	2,155,245.00
		Audit Fees Payable	10,000.00	10,000.00
		Telephone Expenses Payable	-	3,116.00
		Total:	12,560,501.00	5,360,040.00

<u>Note No.</u>	<u>4(a)</u>	<u>DEFERRED TAX ASSETS (NET)</u>	<u>As on 31/03/2018</u>	<u>As on 31/03/2017</u>
		Net Deferred Tax Assets/(Liability) at the beginning of the year	96,549.00	(42,713.00)
		Add: Deferred Tax Assets for the year	162,551.00	139,262.00
		Net Deferred Tax Assets	259,100.00	96,549.00

<u>Note No.</u>	<u>5(a)</u>	<u>TRADE RECEIVABLES</u>	<u>As on 31/03/2018</u>	<u>As on 31/03/2017</u>
		Outstanding for more than six months from the date they were due for payment:		
	a)	Secured, considered good	-	-
	b)	Unsecured, considered good	12,541,572.00	4,767,860.00
	c)	Doubtful	-	-
		Outstanding for less than six months from the date they were due for payment:		
	a)	Secured, considered good	-	-
	b)	Unsecured, considered good	25,862,986.00	24,873,353.00
	c)	Doubtful	-	-
		Total:	38,404,558.00	29,641,213.00

<u>Note No.</u>	<u>5(b)</u>	<u>CASH AND CASH EQUIVALENTS</u>	<u>As on 31/03/2018</u>	<u>As on 31/03/2017</u>
		a) Balances with Banks		
		Bank of India A/c No.603020110000248	3,814,513.69	327,909.06
		Bank of India A/c No.603030110000012	27,011.50	3,719.80
		Allahabad Bank	9,627.00	9,627.50
		Idbi Bank A/c No.0413102000002851	11,872.00	30,003.00
		Yes Bank OD A/c	489,041.08	11,106.56
		b) Cash in hand	464,642.00	192,826.00
		c) FD in Bank of India for 3 Years	127,346.00	2,206,303.00
		Total:	4,944,053.00	2,781,495.00



KANDARP MANAGEMENT SERVICES PVT. LTD.

NOTES TO ACCOUNTS FORMING AN INTEGRAL PART OF BALANCE SHEET AS AT 31ST MARCH, 2018

Note No.	5(C)	SHORT TERM LOANS AND ADVANCES	As on 31/03/2018	As on 31/03/2017
		Loans and advances to employees		
		Staff Advance	(298,258.00)	57,034.00
		Balance With Government Authorities		750,683.00
		Service Tax Receivable	3,847,805.00	-
		GST Input Credit Receivable	6,971,692.00	-
		Tds Receivable (F.Y.17-18)	5,664,909.86	5,664,909.86
		Tds Receivable (F.Y.16-17)	16,186,149.00*	6,472,627.00
		Total:		
Note No.	5(d)	OTHER CURRENT ASSETS:	As on 31/03/2018	As on 31/03/2017
		Security Deposits	729,000.00	649,000.00
		TDS Refundable NBFC	50,829.00	12,349.00
		Market Research and Development Expenses	16,861,344.00	7,261,344.00
		Prepaid Expenses	-	52,500.00
		Total:	17,641,173.00	7,975,193.00



KANDARP MANAGEMENT SERVICES PVT. LTD.

NOTES TO ACCOUNTS FORMING AN INTEGRAL PART OF PROFIT & LOSS STATEMENT

Note No.	6	<u>REVENUE FROM OPERATIONS</u>	Year Ended 31/03/2018	Year Ended 31/03/2017
		Sale of Services	100,206,337.00	80,170,690.54
		Total:	100,206,337.00	80,170,690.54

Note No.	7	<u>OTHER INCOME</u>	Year Ended 31/03/2018	Year Ended 31/03/2017
		Interest Income	79,479.00	476,351.00
		Misc. Income	232,799.00	-
		Total:	312,278.00	476,351.00

Note No.	8	<u>EMPLOYEE BENEFITS EXPENSE</u>	Year Ended 31/03/2018	Year Ended 31/03/2017
		(a) Salaries & Incentives	18,227,952.00	13,006,183.00
		b) Contribution to Provident Fund	871,884.00	549,200.00
		(c) Staff welfare expenses	221,471.00	387,186.00
		(d) Provision for Gratuity	655,271.00	-
		(e) Provision for Bonus	404,424.00	304,298.00
		(f) Director's Remuneration	1,560,000.00	1,560,000.00
		Total:	21,941,002.00	15,806,867.00

Note No.	9	<u>FINANCE COST</u>	Year Ended 31/03/2018	Year Ended 31/03/2017
		Interest Paid To Banks	825,676.00	875,777.00
		Total:	825,676.00	875,777.00

Note No.	10	<u>OTHER EXPENSES:</u>	Year Ended 31/03/2018	Year Ended 31/03/2017
		Advertising & Sales Promotion	75,981.00	4,800.00
		Auditors Remuneration	10,000.00	10,000.00
		Bank Charges	133,060.95	133,790.18
		Communication Expenses	3,618,722.00	3,675,545.00
		Electricity Expenses	207,636.00	209,185.00
		Legal & Professional Expenses	14,133.00	12,559.00
		Printing & Stationery	167,553.00	242,881.00
		Facility Charges	7,134,945.00	8,000,025.00
		Repair & Maintenance	306,165.00	392,581.00
		Roe Fee	137,474.00	-
		Travelling & Conveyance Expenses	4,660,582.00	6,731,550.00
		Rates & Taxes	17,502.00	-
		Computer Expenses	507,514.00	221,792.00
		Courier Expenses	2,964.00	16,427.00
		Swachh Bharat Cess Exp.	19,932.00	101,153.00
		Insurance Premium	3,080.00	-
		Account keeping and data entry charges	300,000.00	300,000.00
		Rent	1,762,200.00	1,709,000.00
		Pick up and Verification Charges	35,610,302.28	34,928,498.52
		Total:	54,689,746.00	56,689,787.00



Note No.	11	DEPRECIATION AND AMORTISATION	Year Ended 31/03/2018	Year Ended 31/03/2017
		Current Year Depreciation	1,552,157.00	1,713,143.00
		Total:	1,552,157.00	1,713,143.00

Note No.	12	NOTES ON ACCOUNTS.	For the year ended 31 March 2018	For the year ended 31 March 2017
I)	(i)	Contingent Liabilities (a) Claims against the company not acknowledged as debt (b) Guarantees (c) Other money for which the company is contingently liable Contingent Liabilities not provided for Income Tax demand raised by the Income Tax Department vide demand letter dated-30.12.2017 for the Financial Year 2014-15. The matter is pending under Appeal before the CIT(appeal)-V, New Delhi.	Nil Nil 10,931,050.00	Nil Nil Nil
	(ii)	Commitments (a) Estimated amount of contracts remaining to be executed on capital account and not provided for (b) Uncalled liability on shares and other investments partly paid (c) Other commitments (specify nature)	Nil Nil Nil	Nil Nil Nil
II)		PROPOSED DIVIDENDS Dividends proposed to be distributed to equity shareholders	Per share * Nil	Per share * Nil
III)		AUDITORS REMUNERATION a. Audit Fee b. For taxation matters Total	7,500.00 2,500.00 10,000.00	7,500.00 2,500.00 10,000.00
IV)		DIRECTORS REMUNERATION Anil Khullar	1,560,000.00	1,560,000.00
V)		Disclosure pursuant to Note no. 5(viii) of Part II of Schedule III to the Companies Act, 2013		
	a)	CIF Value of Imports		
	i)	Raw materials	Nil	Nil
	ii)	Components & Spare Parts	Nil	Nil
	iii)	Capital Goods	Nil	Nil
	b)	Expenditure in foreign Currency on account of royalty, know-how, professional and consultation fees, interest, and other matters	Nil	Nil
	c)	Consumption of imported materials and spare parts and components	Nil	Nil
	d)	Amount remitted during the year in foreign currency on account of dividends	Nil	Nil
	e)	Earnings in Foreign Exchanges		
	I.	Export of Goods calculated on FOB Basis	Nil	Nil
	II.	Royalty etc	Nil	Nil
	III.	Interest & Dividend	Nil	Nil
	IV.	Other Income	Nil	Nil



VI)

Details of Related Parties	
Name of Related Parties	Nature of Relation
Pankaj Rai Anil Khullar	Director
Reliable Data Services Ltd.	Holding Company
Authentic Healthcare Services Pvt Ltd Ascent Keyboardlabs Technologies Pvt Ltd Authentic Developers Pvt Ltd. RDS Allied Services Pvt Ltd. Vibrant Educare Pvt. Ltd. Factoring Management Services India Pvt. Ltd. Reliable Agri Projects Pvt Ltd.	Subsidiary of Holding Company
Sharp Eagle Investigation Pvt. Ltd.	Associates of Holding Company

Transaction during the Year with Related Parties:

Name of Related Parties	Nature of Transactions	Upto 31.03.2018	Upto 31.03.2017
Authentic Developers Pvt Ltd	Service Received	7,134,945.00	8,037,255.00
	Service Rendered	348,127.00	334,348.00
Ascent Keyboardlabs Technologies Pvt Ltd	Service Received	342,521.00	307,651.00
	Service Rendered	1,250.00	-
Reliable Data Services Ltd.	Service Received	1,952,460.00	7,361,809.00
	Service Rendered	380,941.00	1,996,519.00
	Trade Advance given	8,709,442.00	6,620,010.00
	Trade Advance taken	4,709,442.00	6,620,010.00
Authentic Healthcare Services Pvt Ltd.	Service Rendered	4,157,123.00	2,045,277.00
Sharp Eagle Investigation Pvt. Ltd.	Service Rendered	6,094.00	5,775.00
	Trade Advance given	500,000.00	150,000.00
	Trade Advance taken	500,000.00	150,000.00
Reliable Agri Projects Pvt. Ltd.	Service Received	43,242.00	-
Vibrant Educare Pvt. Ltd.	Service Rendered	1,880,000.00	-
Factoring Management Services India Pvt. Ltd.	Service Rendered	781.00	-
Total:		30,666,368.00	33,628,654.00

Particulars of amount (payable)/receivable to/from related parties as at 31 March 2018

Name of Related Parties	Receivables/ Payables	Upto 31.03.2018	Upto 31.03.2017
Reliable Data Services Ltd.	Payables	(4,281,327.00)	(5,423,878.00)
Authentic Developers Pvt. Ltd.	Payables	(785,953.00)	(395,880.00)
Authentic Healthcare Services Pvt. Ltd.	Receivables	5,298,089.00	5,052,049.00
Sharp Eagle Investigation Pvt. Ltd.	Receivables	131,087.00	131,087.00
Net receivables/ (payables)		361,896.00	(636,022.00)

VII. Employee Benefits

As per Accounting Standard-15, short term employee benefits, like salary, wages and incentives paid or payable for services rendered by employees during the year under reporting are charged to Profit & Loss account. Long term benefits like contribution to Provident Fund, ESI etc have been contributed by the Company and recognised as an expenses for the period of services rendered by the employees and charged to profit & loss account for the year. Retirement benefits like Gratuity and leave encashment is determined on the basis of Actuarial Valuation and provisions made in the financial statements and recognised as an expenses for the year.

VIII) Previous year's figure:

Previous years figures have been regrouped / recast wherever necessary to make them comparable with the current year figures.



Note No.	13 SIGNIFICANT ACCOUNTING POLICIES:
13.a.	<p>Basis of Preparation: The financial statement have been prepared in accordance with Generally Accepted Accounting Principles and Practices, including the Accounting Standards notified under the Companies (Accounting Standards) Rule 2006 issued in accordance with the provisions of Section 133 of the Companies Act 2013, read with relevant rule issued thereunder and are based on historical cost convention and accrual system of accounting. The accounting policies, not stated otherwise, adopted in preparation of the financial statements, are consistent with the Accounting Standards prescribed under the Act.</p>
13.b.	<p>Use of Estimates:</p> <p>The preparation of the financial statements in conformity with the Indian GAAP requires the Management to make estimates and assumptions considered in the reported amounts of income, expense and assets and liabilities (including contingent liabilities) at the end of the reporting period. Although these estimates are based on management's best knowledge of current events and actions, uncertainty about the assumptions and estimates could result in the outcomes resulting a material adjustment to the carrying amount of assets and liabilities in future periods.</p> <p>The Management believes that the estimates and assumptions used in the presentation of financial statements are prudent and reasonable. Actual result could differ from these estimates.</p>
13.c.	<p>Fixed Assets & Depreciations</p> <p>Fixed assets are stated at cost, net of accumulated depreciation and accumulated impairment losses, if any. The cost comprises purchase price, borrowing cost and other directly attributable cost of bringing the assets to its working conditions for intended use. Any trade discounts and rebates are deducted in arriving at the purchase price. Subsequent expenditure related to an item of fixed assets is added to its book value only if it increases the future benefits from the existing asset beyond its previously assessed standard of performance. All other expenses on existing fixed assets, including day to day repair and maintenance are charged to the statement of profit and loss for the period during which such expenditure incurred. Depreciation on tangible fixed assets is provided on written down value basis as per the useful life specified in Schedule II of the Companies Act, 2013.</p>
13.d	<p>Investments: No quoted or unquoted investments are held at the reporting date.</p>
13.e.	<p>Valuation of Inventories: The Company is rendering services and it does not require any inventories, accordingly, there is no inventory as on the balance sheet date, question of valuation does not arise.</p>
13.f.	<p>Revenue Recognition:</p> <p>Revenue from Sevices: Revenue from rendering of services is recognized on performance of the service agreement, on the basis of completed service contract method and to the extent that it is probable that the economic benefits will flow to the company and the revenue can be reliably measured, and no significant uncertainty exists regarding the amount of consideration that will be derived.</p> <p>Revenue From Interest: Revenue from interest are recognized on time proportion basis taking into account the amount outstanding and at the rate applicable</p> <p>Dividends: Revenue from Dividends are recognized only when the owner's right to receive is established.</p> <p>Other Revenue: Other revenue such as gain on sale of assets or current investments are recognized when they are actually realized. On disposal of an investment, the difference between its carrying amount and net disposal proceeds is charged or credited to the statement of profit and loss</p>
13.g.	<p>Employee Benefits:</p> <p>Short Term Benefits: Short term benefits like salary, wages incentives etc are recognised as an expense at the actual amounts in the profit and loss statement of the period in which the related service is rendered.</p> <p>Defined Contribution Plan: Defined contribution plans are Provident Fund and Employee State insurance Schem. The Company makes monthly contributions towards these funds/ schemes which are recognised as an expense in profit and loss statement of the period in which they relate.</p> <p>Long term Benefits :</p> <p>Post Employment Benefit: The Employee's Gratuity and Leave encashment are defined Benefit plans. During the year under reporting the Provisions for gratuity was made as per the actuarial valuation done and recognised as an expense in the profit & loss statement.</p>



- 13.h. Borrowing Cost:**
Borrowing costs relating to acquisition of qualifying assets are capitalized until the time of substantial activities necessary to prepare the qualifying assets for their intended use are complete. A qualifying assets is one that necessarily takes substantial period of time to get ready for its intended use. All other borrowing costs are charged to revenue.
- 13.i. Taxation:** Tax expenses comprises current and deferred tax. Current income tax is measured at the amount expected to be paid to the tax authorities in accordance with The Income Tax Act, 1961 enacted in India. Deferred Income Tax reflects the impact of timing differences between taxable income and accounting income originating during the current year and reversal of timing difference for the earlier year. Deferred tax is measured using the tax rate and the tax law enacted or substantively enacted at the reporting date. Deferred tax liabilities are recognized for all taxable timing difference, deferred tax assets are recognized only to the extent that there is reasonable certainty that sufficient future taxable income will be available to realize these assets.
- 13.j. Provision, Contingent Liabilities and Contingent Assets:** A provision is recognized when the company has a present obligation as a result of past event and is probable that an outflow of resources will be required to settle the obligation, in respect of which reliable estimates can be made. Provisions are determined based on best estimates required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates. Contingent liabilities are not recognized in the financial statement. A contingent assets is neither recognized nor disclosed in the financial statements.
- 13.k. Earning per Share:-** Basic earning per share is computed by dividing the net profit after tax by the weighted average number of equity shares outstanding during the period diluted earning per share is computed by dividing the profit after tax by the weighted average number of equity shares considered for deriving basic earning per share and also the weighted average number of equity shares that could have been issued upon conversion of all dilutive potential equity shares.
- 13.l. Foreign Currency Transaction:** The Company doesn't have any foreign Currency Transactions during the period under reporting.

FOR B MANNA & CO.

Chartered Accountants

FRN:0325326E



Biswanath Manna

(Proprietor)

M No.061940

Place: New Delhi

Date: 07.05.2018



Pankaj Rai

Director

DIN: 05250574




Anil Khullar

Director

DIN: 07208293

Note No. 4

CLASSIFICATION AND RECONCILIATION OF TANGIBLE ASSETS

Description	Gross Block		Deductions/ Adjustments	As at 31-03-2018	As at 01-04-2017	Depreciations		Net Block	
	As at 01-04-2017	Additions/ Adjustment				For the Year	Deductions/ Adjustment	As at 31-03-2018	As at 31-03-2018
Computer	6,172,688.00	298,304.00	-	6,470,992.00	4,749,197.27	935,041.40	5,684,238.67	786,753.33	1,423,489.73
Office Equipment	1,022,785.00	103,922.00	-	1,126,707.00	767,112.58	133,111.31	900,223.89	226,483.11	255,672.42
UPS	341,250.00	-	-	341,250.00	157,716.22	82,732.29	240,438.52	100,811.48	183,533.78
Air Conditioner	160,000.00	-	-	160,000.00	98,703.65	27,627.47	126,331.13	33,668.87	61,296.25
Motor Car	969,273.00	709,031.00	-	1,678,304.00	399,709.70	329,585.67	729,295.17	949,008.63	569,563.30
Furniture & Fixture	264,341.00	28,500.00	-	292,841.00	94,573.63	44,068.20	138,641.83	154,199.17	169,767.17
TOTAL:	8,930,337.00	1,139,757.00		10,070,094.00	6,267,013.06	1,552,157.00	7,819,169.40	2,250,924.00	2,663,323.00



Particulars of Depreciations Allowable under the Income Tax Act in respect of each class/ description of Assets

Particulars	WDV As at 01/04/2017	Additions/(deductions) during the year		Adjustments on a/c additions/	Total	Depreciations			WDV As at 31/03/2018	
		>180 days	<180 days			Rate %	>180 days	<180 days		for the year
Computer	1,065,408.00	208,965.00	89,239.00	-	1,363,712.00	40%	509,749.20	17,867.80	527,617.00	836,095.00
Office Equipment	602,703.00	57,722.00	46,200.00	-	706,625.00	15%	99,063.75	3,465.00	102,529.00	604,096.00
Air Conditioner	115,600.00	-	-	-	115,600.00	15%	17,340.00	-	17,340.00	98,260.00
Motor Car	700,300.00	709,031.00	-	-	1,409,331.00	15%	211,399.65	-	211,400.00	1,197,931.00
UPS	258,601.00	-	-	-	258,601.00	15%	38,790.15	-	38,790.00	219,811.00
Furniture & Fixture	217,912.00	-	28,500.00	-	246,412.00	10%	21,791.20	1,425.00	23,216.00	223,196.00
TOTAL	2,960,524.00	975,718.00	164,039.00	-	4,100,281.00		898,133.95	22,757.80	920,892.00	3,179,389.00



Deferred Tax

As Per Company Act	1,552,157.00
As Per Income Tax Act	920,892.00
Difference: Due to Timing Differenc.	631,265.00
Deferred Tax Assets	162,551.00