



**Independent Auditors' Report
To the Members of Kandarp Management Services Private Limited**

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of **Kandarp Management Services Private Limited** ("the Company"), which comprise the Balance Sheet as at 31 March 2020, and the Statement of Profit and Loss, and Statement of Cash Flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information (hereinafter referred to as "the financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31 March 2020, and profit and its cash flows for the year ended on that date.

Basis for Opinion

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

Key Audit Matters

Key audit matters ('KAM') are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. The para on Key Audit Matters is not applicable to the company.

Other Information

The Company's management and Board of Directors are responsible for the other information. The other information comprises the information included in the Company's annual report, but does not include the financial statements and our auditors' report thereon.

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



In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information; we are required to report that fact. We have nothing to report in this regard.

Management's Responsibility for the Financial Statements

The Company's management and Board of Directors are responsible for the matters stated in Section 134(5) of the Act with respect to the preparation of these financial statements that give a true and fair view of the state of affairs, profit / loss (including other comprehensive income), changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

Board of Directors is also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Act,



we are also responsible for expressing our opinion on whether the company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditors' report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.


Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditors' Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of Section 143(11) of the Act, we give in "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
2. As required by Section 143(3) of the Act, we 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, the Statement of Cash Flows dealt with by this Report are in agreement with the books of account.
- d) In our opinion, the aforesaid financial statements comply with the accounting standard specified under Section 133 of the Act.
- e) On the basis of the written representations received from the directors as on 31 March 2020 taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2020 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 financial statements of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B".
3. With respect to the other matters to be included in the Auditors' Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- i. The Company has disclosed the impact of pending litigations as at 31 March 2020 on its financial position in its financial statements.
- ii. The Company does 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
FRN:325326E


Biswanath Manna
(Proprietor)
M.No. 061940
UDIN : 20061940AAAAAJ5605

Place: Kolkata
Date: 29/06/2020





"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 2020, (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.
- ii. The Company is a service Company, primarily rendering back office service. Accordingly it does not hold any physical inventories. Thus paragraph 3(ii) of the Order is not applicable to the company.
- iii. According to information and explanations given to us, 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. In our opinion and according to the information provided and explanation given to us, the Company has not granted any loan or made any Investment requiring compliance with the provision of section 185 and 186 of the Companies Act, 2013 with respect to loans and investments made.
- 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, Goods & 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, Sales-Tax, Wealth Tax, Goods & Service Tax, Duty of Customs, Duty of Excise, Value Added Tax, Cess which have not been deposited by the Company on account of any dispute.
- viii. According to information provided to us and explanations given to us, 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. According to the information and explanations given to us, the Company did not raise any money by way of initial public offer or further public offer (including debt instruments). Term Loans raised during the year from Banks and NBFC's were applied to the purpose for which they were raised, and there is no delay or default in repayment of these term loans during the year
- 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. According to information provided to us and explanations given to us, and based on our examination of the records of the company, managerial remuneration paid or provided by the Company in accordance with requisite approval mandated by the provisions of Section 197 read with Schedule V to the Companies Act, 2013.
- xii. The Company is not a Nidhi Company. Accordingly, paragraph 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 any preferential allotment or private placement of shares or fully or partly convertible debentures during the financial year under review.
- 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 them during the year. Accordingly, paragraph 3(xv) of the Order is not applicable to the Company.
- 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
FRN:325326E



Biswanath Manna
(Proprietor)
M.No. 061940
UDIN : 20061940AAAAAJ5605

Place: Kolkata
Date: 29/06/2020



"Annexure B" to the Independent Auditors' Report

(Referred to in paragraph 2(f) under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)

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 with reference to financial statements of **M/s Kandarp Management Services Private Limited** ("the Company") as of 31 March 2020 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control with reference to financial statements 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 (the "Guidance Note") issued by the Institute of Chartered Accountants of India ("ICAI"). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to the Company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act.

Auditor's Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls with reference to financial statements based on our audit. We conducted our audit in accordance with the Guidance Note and the Standards on Auditing, issued by ICAI and deemed to be prescribed under Section 143(10) of the Act, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by ICAI. 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 with reference to financial statements 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 control system with reference to financial statements and their operating effectiveness. Our audit of internal financial controls with reference to financial statements included obtaining an understanding of internal financial controls with reference to financial statements, 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 with reference to financial statements.




Meaning of Internal Financial Controls with reference to Financial Statements

A company's internal financial control with reference to financial statements 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 with reference to financial statements 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 with reference to Financial Statements

Because of the inherent limitations of internal financial controls with reference to financial statements, 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 with reference to financial statements to future periods are subject to the risk that the internal financial control with reference to financial statements 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 with reference to financial statements and such internal financial controls with reference to financial statements were operating effectively as at 31 March 2020, based on the internal control with reference to financial statements criteria established by the Company considering the essential components of internal control stated in the Guidance Note issued by the ICAI.

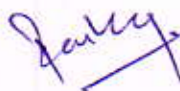
FOR B MANNA & CO
Chartered Accountants
FRN:325326E


Biswanath Manna
(Proprietor)
M.No. 061940
UDIN : 20061940AAAAAJ5605

Place: Kolkata

Date: 29/06/2020







KMSPL BPO
Solution Shoppe
A Reserve Group Company

Kandarp Management Services Pvt Ltd

Operation : C-69 Sector-2 Noida-201301 Phone : 0120-4089107 Fax : 0120-4131946



KANDARP MANAGEMENT SERVICES PVT. LTD. BALANCE SHEET AS AT 31ST MARCH, 2020

CIN U74899DL2001PTC109565

Particulars		Note	As at 31st March, 2020 INR	As at 31st March, 2019 INR
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)	61,773,808.00	50,830,777.00
(2) Non-current Liabilities				
	(a) Long-term borrowings	2(a)	1,459,952.00	2,543,873.00
(3) Current Liabilities				
	(a) Short-term borrowings	3(a)	7,215,801.00	2,583,667.00
	(b) Trade payables	3(b)	19,699,147.00	8,673,394.00
	(c) Other current liabilities	3(c)	13,870,765.00	11,388,724.00
	(d) Short-term provisions	3(d)	19,460,132.00	17,246,163.00
TOTAL			130,449,605.00	100,236,599.00
II. ASSETS				
(1) Non-Current Assets				
	(a) Fixed Assets			
	Tangible Assets	4	2,324,972.00	4,373,476.00
	(b) Deferred tax assets (Net)	4(a)	411,786.00	243,873.00
(2) Current assets				
	(a) Trade receivables	5(a)	54,731,175.00	37,154,735.00
	(b) Cash and cash equivalents	5(b)	2,678,326.00	6,974,753.00
	(c) Short term loans and advances	5(c)	27,050,950.00	22,626,670.00
	(d) Other current assets	5(d)	43,252,396.00	28,863,092.00
TOTAL			130,449,605.00	100,236,599.00

Note-12 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

UDIN :20061940AAAAAJ5605

Place: New Delhi

Date: 29/06/2020



For & On Behalf of Board of Directors

KANDARP MANAGEMENT SERVICES PVT LTD

Pankaj Bar

Director

DIN: 05250574

Anil Khullar

Director

DIN: 07208293



KANDARP MANAGEMENT SERVICES PVT. LTD.

PROFIT & LOSS STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2020

CIN U74899DL2001PTC109565

Particulars		Note	As at 31st March, 2020 INR	As at 31st March, 2019 INR
I.	Revenue from Operations	6	99,973,145.00	110,385,463.00
II.	Less: Direct Expenses			
	Employee benefits Expenses	8	25,430,622.00	29,974,983.00
	Finance costs	9	2,585,433.00	2,320,742.00
	Other expenses	10	56,421,674.00	57,107,252.00
	Total Direct Expenses		84,437,729.00	89,402,977.00
III.	Operating Profit (I-II)		15,535,416.00	20,982,486.00
IV.	Less: Non Cash Expenses - Depreciation	11	2,260,797.00	1,295,293.00
V.	Profit before other Income (III-IV)		13274619.00	19,687,193.00
VI.	Other Income	7	1,286,351.58	281,438.00
VII.	Profit/(Loss) before exceptional and extraordinary items and tax (V+VI)		14,560,970.58	19,968,631.00
VIII.	Exceptional Items		-	-
IX.	Profit/(Loss) before extraordinary items and tax(VII-VIII)		14,560,970.58	19,968,631.00
X.	Extraordinary Items		-	-
XI.	Profit/(loss) before tax(IX-X)		14,560,970.58	19,968,631.00
XII.	Tax Expense:			
	(1) Current tax		3,785,852.35	5,653,116.00
	(2) Deferred tax		(167,913.00)	15,227.00
XIII.	Profit/(loss)for the period from continuing operations(XI-XII)		10,943,031.23	14,300,288.00
XIV.	Profit/(loss) from discontinuing operations		-	-
XV.	Tax expense of discontinuing operations		-	-
XVI.	Profit/(loss) from discontinuing operations(XIV-XV)		-	-
XVI.	Profit/(Loss) for the period		10,943,031	14,300,288
XVII.	Earning per equity share:			
	(1) Basic		15.70	20.52
	(2) Diluted		15.70	20.52

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
UDIN :-20061940AAAAAJ5605

Place: New Delhi
Date: 29/06/2020



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



Pankaj Rai
Director
DIN:05250574



Anil Khullar
Director
DIN:07208293



KANDARP MANAGEMENT SERVICES PVT. LTD.
CASH FLOW STATEMENT
FOR THE YEAR ENDING 31ST MARCH, 2020

Particulars	FY 2019-20	FY 2018-19
	Amount	Amount
Cash flows from operating activities		
Profit before taxation		
Adjustments for:	14,560,970.58	19,968,631.00
Depreciation	2,260,797.00	1,295,293.00
Interest income	(1,286,351.58)	(281,438.00)
Interest Paid	2,585,433.25	2,320,742.00
Changes in Working Capital:		
(Increase) / Decrease in Trade Receivables	(17,576,440.00)	1,249,823.00
(Increase) / Decrease in Other Current Assets	(14,389,304.00)	(11,221,919.00)
Increase / (Decrease) in Trade Payables	11,025,753.00	2,688,414.00
Increase / (Decrease) in Short Term Provisions	2,213,969.00	4,685,662.00
Increase / (Decrease) in Other Current Liabilities	2,482,041.00	582,631.00
Cash generated from operations	1,876,868.25	21,287,839.00
Income taxes paid	(3,785,851.75)	(5,653,115.00)
Net cash from operating activities	<u>(1,908,983.50)</u>	<u>15,634,724.00</u>
Cash flows from investing activities		
Purchase of property, plant and equipment	(212,292.00)	(3,417,845.00)
(Increase) / Decrease in Short Term Loan & Advances	(4,424,280.00)	(10,288,326.00)
Interest income	1,286,351.58	281,438.00
Net cash used in investing activities	<u>(3,350,220.42)</u>	<u>(13,424,733.00)</u>
Cash flows from financing activities		
Equity Share Capital Issued		
Received / (Payment) of short-term borrowings	4,632,134.00	2,346,895.00
Received / (Payment) of long-term borrowings	(1,083,921.00)	(205,444.00)
Interest Paid	(2,585,433.25)	(2,320,742.00)
Net cash used in financing activities	<u>962,779.75</u>	<u>(179,291.00)</u>
Net increase in cash and cash equivalents	<u>(4,296,424.17)</u>	<u>2,030,700.00</u>
Cash and cash equivalents at beginning of period	<u>6,974,753.00</u>	<u>4,944,053.00</u>
Cash and cash equivalents at end of period	<u>2,678,326.00</u>	<u>6,974,753.00</u>

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
DIN 05250874

Date: 29/06/2020
Place: New Delhi




Anil Khullar
Director
DIN 07208293

For & on behalf of
B MANNA & CO.
Chartered Accountants
FRN-0325326E


Biswanath Manna
(Proprietor)
M No.061940
UDIN :-20061940AAAAAJ5605



KANDARP MANAGEMENT SERVICES PVT. LTD.

NOTES TO ACCOUNTS FORMING AN INTEGRAL PART OF BALANCE SHEET AS AT 31ST MARCH, 2020

Note No.	SHARE CAPITAL	As at 31st March, 2020 INR	As at 31st March, 2019 INR	
A) Authorized Share Capital				
	10,00,000 Equity Shares of Rs 10 each	Rs. 10,000,000.00	Rs. 10,000,000.00	
B) Issued, subscribed & fully paid up:				
	697000 Equity Shares of Rs 10 each	6,970,000.00	6,970,000.00	
		Nos	Nos	
	Aggregate number of shares allotted as fully paid up pursuant to contract(s) without payment being received in cash.	Nil	Nil	
	Aggregate number of shares allotted as fully paid up by way of bonus shares.	Nil	Nil	
	Aggregate number of shares bought back.	Nil	Nil	
		As at 31st March, 2020 INR	As at 31st March, 2019 INR	
C) Reconciliation of number of shares outstanding at the beginning and at the end of the reporting period.				
	No. of Shares	Values in Rs.	No. of Shares	
	Values in Rs.		Values in Rs.	
	Equity Shares at the beginning of the year	697,000 6,970,000.00	697,000 6,970,000.00	
	Equity Shares allotted during the year	-	-	
	Equity Shares at the end of the year	697,000 6,970,000.00	697,000 6,970,000.00	
D) Shares Holding Patterns in respect of each class of shares:				
	As at 31st March, 2020 INR		As at 31st March, 2019 INR	
	No. of Shares Held	% of total shares	No. of Shares Held	% of total shares
	Each Equity Shareholders holding more than 5% shares.			
	Meenakshi Pathak	56,000 8.03	56,000 8.03	
	Reliable Data Services Ltd.	627,000 89.96	627,000 89.96	
	Sunil Kumar Rai	14,000 2.01	14,000 2.01	
	Total:	697,000 100.00	697,000 100.00	

	As at 31st March, 2020 INR		As at 31st March, 2019 INR	
	No. of Shares Held	% of total shares	No. of Shares Held	% of total shares
Shares held by Holding Companies				
Reliable Data Services Ltd.	627,000	89.96	627,000	89.96

Note No.	RESERVES & SURPLUS	As at 31st March, 2020 INR	As at 31st March, 2019 INR
	i) Share Premium Account	13,410,491.00	13,410,491.00
	ii) Surplus/Deficit(-) i.e. Balance in Profit & Loss Account		
	Opening Balance in profit & loss account	37,420,286.09	23,119,998.09
	Add: Profit/(Loss) for the Year	10,943,031.23	14,300,288.00
	Total:	48,363,317.32	37,420,286.09
	Total :	61,773,808.00	50,830,777.00



Handwritten signature

KANDARP MANAGEMENT SERVICES PVT. LTD.

NOTES TO ACCOUNTS FORMING AN INTEGRAL PART OF BALANCE SHEET AS AT 31st MARCH, 2020

<u>Note No.</u>	<u>2(a) LONG TERM BORROWINGS</u>	<u>As at 31st March, 2020 INR</u>	<u>As at 31st March, 2019 INR</u>
	Secured Long-Term Borrowings:		
	Loan From BOI Car Loan (Secured against hypothecation of Vehicle, repayable in 36 months)	122,760.00	273,384.00
	Loan From HDFC Car Loan	349,492.00	473,905.00
	Term-Unsecured Loan		
	Loan From Clix Capital Services Private Limited	268,248.00	147,572.28
	Loan From Equitas Small Finance Bank	-	1,266,985.00
	Loan From Kotak Mahindra - Business Loan 2	-	210,256.00
	Loan From ICICI Bank	290,146.00	
	Loan from TATA Capital - PL Business Loan	429,306.00	171,771.00
	Total:	1,459,952.00	2,543,873.28

<u>Note No.</u>	<u>3(a) SHORT TERM BORROWINGS</u>	<u>As at 31st March, 2020 INR</u>	<u>As at 31st March, 2019 INR</u>
	i) Secured:		
	Bank Of India O/D A/C (Lien on fixed deposits with bank)		2,010,961.00
	Loans and Advances From other	7,215,801.00	572,706.00
	Total:	7,215,801.00	2,583,667.00

<u>Note No.</u>	<u>3(b) TRADE PAYABLES</u>	<u>As at 31st March, 2020 INR</u>	<u>As at 31st March, 2019 INR</u>
	Trade Payable	19,699,147.00	8,673,394.00
	Total:	19,699,147.00	8,673,394.00

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 paid/payable to these parties during the year is NIL.

<u>Note No.</u>	<u>3(c) OTHER CURRENT LIABILITIES</u>	<u>As at 31st March, 2020 INR</u>	<u>As at 31st March, 2019 INR</u>
	TDS Payable	431,489.00	301,173.00
	Current Maturity of Long Term Borrowings	8,631,221.00	6,926,080.00
	GST Payable	4,786,155.00	4,110,571.00
	Staff Society Fund	21,900.00	50,900.00
	Total:	13,870,765.00	11,388,724.00

<u>Note No.</u>	<u>3(d) SHORT TERM PROVISIONS</u>	<u>As at 31st March, 2020 INR</u>	<u>As at 31st March, 2019 INR</u>
	Provisions for employee benefits		
a)	Salary & Wages Payable	1,665,671.00	1,711,649.00
	Bonus Payable	414,322.00	541,498.00
	Provision for Provident Fund	87,659.00	208,387.00
	Provision for Gratuity	1,705,817.00	1,148,955.00
	Provision For ESI Fund	32,213.00	131,527.00
	Others (specify nature)		
b)	Provision For Income Tax 2019-20	3,785,852.35	
	Provision For Income Tax 2018-19	5,653,116.00	5,653,116.00
	Provision For Income Tax 2017-18	6,100,481.41	6,100,481.41
	Provision For Income Tax 2016-17		1,740,550.00
	Audit Fees Payable	15,000.00	10,000.00
	Total:	19,460,132.00	17,246,163.00

Handwritten signature



KANDARP MANAGEMENT SERVICES PVT. LTD.

NOTES TO ACCOUNTS FORMING AN INTEGRAL PART OF BALANCE SHEET AS AT 31ST MARCH, 2020

<u>Note No.</u>	<u>4(a) DEFERRED TAX ASSETS (NET)</u>	<u>As at 31st March, 2020 INR</u>	<u>As at 31st March, 2019 INR</u>
	Net Deferred Tax Assets/(Liability) at the beginning of the year	243,873.00	259,100.00
Less	Deferred Tax Liability for the year		15,227.00
Add	Deferred Tax Assets for the year	167,913.00	
	Net Deferred Tax Assets	411,786.00	243,873.00

<u>Note No.</u>	<u>5(a) TRADE RECEIVABLES</u>	<u>As at 31st March, 2020 INR</u>	<u>As at 31st March, 2019 INR</u>
	Outstanding for more than six months from the date they were due for payment:		
	a) Secured, considered good		-
	b) Unsecured, considered good	6,230,855.00	3,668,065.00
	c) Doubtful.	10821092.00	
	Less : Provision for Doubtful Debts	<u>(1,082,110.00)</u>	
		9738982.00	10,280,037.00
	Outstanding for less than six months from the date they were due for payment:		
	a) Secured, considered good		
	b) Unsecured, considered good	38,761,338.00	23,206,633.00
	c) Doubtful.		
	Total:	54,731,175.00	37,154,735.00

<u>Note No.</u>	<u>5(b) CASH AND CASH EQUIVALENTS</u>	<u>As at 31st March, 2020 INR</u>	<u>As at 31st March, 2019 INR</u>
	a) Balances with Banks	2,426,430.41	1,206,626.74
	b) Cash in hand	251,896.00	387,486.00
	c) FD in Bank of India		5,380,640.00
	Total:	2,678,326.00	6,974,753.00

<u>Note No.</u>	<u>5(C) SHORT TERM LOANS AND ADVANCES</u>	<u>As at 31st March, 2020 INR</u>	<u>As at 31st March, 2019 INR</u>
	Loans and advances to employees		
	Staff Advance	4,450,646.00	889,944.00
	Staff Imprest	220,000.00	46,060.00
	Trade Advance		175,568.00
	Balance With Government Authorities		
	Tax Paid on Demand 15-16		600,000.00
	Tds Receivable (F.Y.19-20)	7,130,115.00	
	Tds Receivable (F.Y.18-19)	8,278,497.40	8,278,497.40
	Tds Receivable (F.Y.17-18)	6,971,692.00	6,971,692.00
	Tds Receivable (F.Y.16-17)		5,664,910.00
	Total:	27,050,950.00	22,626,671.00

<u>Note No.</u>	<u>5(d) OTHER CURRENT ASSETS:</u>	<u>As at 31st March, 2020 INR</u>	<u>As at 31st March, 2019 INR</u>
	Security Deposits	924,106.00	714,106.00
	TDS Refundable		83,403.00
	Future Generali Life Insurance Ltd	572,343.00	500,000.00
	Market Research and Development Expenses	41,755,947.00	27,565,583.00
	Total:	43,252,396.00	28,863,092.00

Sanjay



KANDARP MANAGEMENT SERVICES PVT. LTD.

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

<u>Note No.</u>		<u>As at 31st March, 2020 INR</u>	<u>As at 31st March, 2019 INR</u>
6	<u>REVENUE FROM OPERATIONS</u>		
	Sale of Services	99,973,145.00	110,385,463.00
	Total:	99,973,145.00	110,385,463.00
7	<u>OTHER INCOME</u>		
	Interest Income	1,286,351.58	281,438.00
	Total:	1,286,351.58	281,438.00
8	<u>EMPLOYEE BENEFITS EXPENSE</u>		
	(a) Salaries	21,063,752.00	25,105,924.00
	(b) Provident and other funds(ii) Superannuation scheme	984,369.00	1,382,806.00
	(c) Staff welfare expenses	383,660.00	351,071.00
	(d) Provision for Gratuity	484,519.00	493,684.00
	(e) Bonus	414,322.00	541,498.00
	(f) Director's Remuneration	2,100,000.00	2,100,000.00
	Total:	25,430,622.00	29,974,983.00
9	<u>FINANCE COST</u>		
	Interest Paid To Banks	2,585,433.25	2,320,742.28
	Total:	2,585,433.00	2,320,742.00
10	<u>OTHER EXPENSES:</u>		
	Advertising & Sales Promotion	37,950.00	-
	Auditors Remuneration	15,000.00	10,000.00
	Bank Charges	63,730.99	33,522.60
	Communication Expenses	3,912,601.00	3,680,386.00
	Electricity Expenses	147,991.00	145,723.00
	Legal & Professional Expenses	54,850.00	21,540.00
	Printing & Stationery	279,143.00	316,629.00
	Facility Charges	5,795,000.00	6,048,000.00
	Repair & Maintenance	284,324.00	415,917.00
	Roc Fee	4,054.00	20,906.00
	Travelling & Conveyance Expenses	2,720,390.86	4,416,771.00
	Rates & Taxes	206,438.93	31,716.00
	Computer Expenses	835,349.00	928,828.00
	Courier Expenses	29,345.00	17,787.00
	Insurance Premium	32,125.00	-
	Car Lease Rent Expenses	233,172.00	233,172.00
	Accounting Charges	360,000.00	330,000.00
	Outsouraces Expenes	11,566,800.00	20,012,831.00
	Retainership Expenes	26,172,983.00	16,235,303.00
	Rent	1,723,700.00	1,808,400.00
	Provision for Doubtful Debts	541,055.00	541,055.00
	Pick up and Verification Charges	1,405,671.00	1,858,765.63
	Total:	56,421,674.00	57,107,252.00

Handwritten signature



Note No.	II DEPRECIATION AND AMORTISATION	As at 31st March, 2020 INR	As at 31st March, 2019 INR
	Depreciation	2,260,797.00	1,295,293.00
	Total:	2,260,797.00	1,295,293.00
Note No.	12 NOTES ON ACCOUNTS.	For the year ended 31 March 2020	For the year ended 31 March 2019
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 <i>Contingent Liabilities not provided for Income Tax demand raised by the Income Tax Department dated-30.12.2017 for the Year 2014-15.</i> (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 10,331,050.00 Nil Nil Nil
II)	PROPOSED DIVIDENDS Dividends proposed to be distributed to equity shareholders Dividends proposed to be distributed to preference shareholders Arrears of fixed cumulative dividends on preference shares	Per share Nil Nil Nil	Per share Nil Nil Nil
III)	AUDITORS REMUNERATION a. Audit Fee b. For taxation matters Total	10,000.00 5,000.00 15,000.00	7,500.00 2,500.00 10,000.00
IV)	DIRECTORS REMUNERATION Anil Khullar	2,100,000.00	2,100,000.00
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 ii) Components & Spare Parts iii) Capital Goods b) Expenditure in foreign Currency on account of royalty, know-how, professional and consultation fees, interest, and other matters c) Consumption of imported materials and spare parts and components d) Amount remitted during the year in foreign currency on account of dividends e) Earnings in Foreign Exchanges I. Export of Goods calculated on FOB Basis II. Royalty etc III. Interest & Dividend IV. Other Income	Nil Nil Nil Nil Nil Nil Nil Nil Nil Nil	Nil Nil Nil Nil Nil Nil Nil Nil Nil Nil



Signature

VI)

Details of Related Parties

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

Quantum of transactions with related parties during the F.Y 2019-20

Name of Related Parties	Nature of Transactions	Upto 31.03.2020	Upto 31.03.2019
Authentic Developers Pvt Ltd	Service Received	6,466,743.00	6,448,207.00
Ascent Keyboardlabs Technologies Pvt Ltd	Software Service Received	536,015.00	624,209.00
Authentic Developers Pvt Ltd	Service Rendered		45,540.00
Reliable Data Services Ltd.	Out Source Service Received	7,249,236.00	4,896,815.00
Reliable Data Services Ltd.	Service Rendered	158,631.00	2,310,251.00
Authentic Healthcare Services Pvt Ltd.	Service Rendered	3,028,652.00	6,445,046.00
Sharp Eagle Investigation Pvt. Ltd.	Service Rendered	5,574,990.00	3,355,270.00
Vibrant Educare Pvt. Ltd.	Service Rendered	1,400,000.00	4,262,550.00
RDS Allied Service Private Limited	Service Rendered	1,652,200.00	
Factoring Management Services India Pvt. Ltd.	Service Rendered		1,846,650.00
		26,066,467.00	30,234,538.00

Particulars of amount payable/(receivable) to/from related parties as at 31 March 2020

Name of Related Parties	Dr/Cr	Upto 31.03.2020	Upto 31.03.2019
Reliable Data Services Ltd.	Cr	8,924,065.00	7,793,301.00
Authentic Healthcare Services Pvt. Ltd.	Dr	7,764,652.00	6,859,538.00
Sharp Eagle Investigation Pvt. Ltd.	Dr	6,395,087.00	1,871,319.00
Ascent Keyboardlabs Technologies Pvt Ltd	Cr	28,093.00	
RDS Allied Service Private Limited	Dr	1,916,552.00	
Vibrant Educare Pvt. Ltd.	Dr	1,624,000.00	
Authentic Developers Pvt. Ltd.	Cr	2,387,582.00	417,793.00

VII) **Software Research & Development:** The Company spent aggregating to Rs. 417.55 Lacs (Previous Year Rs.275.66 Lacs) on the development of Claims Management software research & development till financial year 2019-20

VIII) The debtors include an amount of Rs.108.21 lacs due from M/s Reliance Web Store Limited out standing for more than one year. An application for initiation of corporate insolvency process by operational creditors i.e., Kandarp Management Services Private Limited under section 9 of IBC Code,2016 against RCL has been moved in NCLT, Mumbai

IX) The management has assessed the impact of the outbreak of COVID-19 on business operations.And after considering the overall business scenario, management is of the view that situation is still evolving;hence management does not consider it appropriate to make further disclosure at this premature stage.

X) **Previous year's figure:**

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

Pankaj



Note No.	13	SIGNIFICANT ACCOUNTING POLICIES:		
13.a.	Basis of Preparation: These financial statements have been prepared in accordance with the Generally Accepted Accounting Principles in India ('Indian GAAP') to comply with the Accounting Standards specified under Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014 and the relevant provisions of the Companies Act, 2013. The financial statements have been prepared under the historical cost convention on accrual basis.			
13.b.	Fixed Assets & Depreciation: Fixed assets are shown at their historical cost less depreciation. Depreciation is provided based on Written Down value method over the useful life of respective fixed assets in accordance with Schedule-II (Section 123) of Companies Act, 2013. The Residual value of all fixed assets has been prescribed at 5% of their original cost.			
13.c.	Investments: No quoted or unquoted investments are held at the reporting date.			
13.d.	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.			
13.e.	Revenue Recognition: 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. Revenue from interest are recognized on time proportion basis taking into account the amount outstanding and at the rate applicable. Revenue from Dividends are recognized only when the owner's right to receive is established. Other revenue such as gain on sale of assets or current investments are recognized when they are actually realized.			
13.f.	Retirement Benefits: Short term benefits like salary, wages etc recognised as an expenses at actual amounts in the profit and loss statement for the year in which the related service is rendered. Provident fund is duly deposited with appropriate authority. Provision for gratuity is made on actuarial valuation basis.			
13.g.	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.h.	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.i.	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.j.	Foreign Currency Transaction: The Company doesn't have any foreign Currency Transactions.			
13.k.	Other Accounting policies: Other Accounting Policies which are not covered here in above are consistent with generally accepted accounting principles			

FOR B MANNA & CO.
Chartered Accountants
FRN:0325326E

Biswanath Manna
(Proprietor)
M No.061940
UDIN :-20061940AAAAAJ5605

Place: New Delhi
Date: 29/06/2020



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

Pankaj Rai
Director
DIN: 05250574



Anil Khullar
Director
DIN: 07208293

CLASSIFICATION AND RECONCILIATION OF TANGIBLE ASSETS

Description	Gross Block		Depreciations		Net Block			
	As at 01-04-2019	Additions/ Adjustment	Deductions/ Adjustments	As at 31/03/2020	For the Year	Deductions/ Adjustment	As at 31/03/2020	As at 31-03-2019
Computer	9,784,843.00	212,292.00	-	9,997,135.00	1,910,133.79	-	8,173,161.91	3,311,614.88
Office Equipment	1,203,356.00	-	-	1,203,356.00	74,342.78	-	1,086,223.85	1,474,93
UPS	341,250.00	-	-	341,250.00	25,026.42	-	310,902.66	15,373.76
Air Conditioner	187,344.00	-	-	187,344.00	17,237.13	-	166,442.06	20,901.94
Motor Car	1,678,304.00	-	-	1,678,304.00	204,391.47	-	1,230,103.97	448,200.03
Furniture & Fixture	292,841.00	-	-	292,841.00	29,664.81	-	208,223.49	84,617.51
TOTAL:	13,487,938.00	212,292.00		13,700,230.00	2,260,797.00	-	11,375,257.95	4,373,476.00



Handwritten signature

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

Particulars	WDV As at 01/04/2019	Additions/(deductions) during the year		Adjustments on a/c additions/	Total	Rate%		Depreciations		WDV As at 31/03/2020
		>180 days	<180 days			>180 days	<180 days	for the year		
Computer	3,152,738.00	36,492.00	175,800.00		3,365,030.00	40%	1,275,692.00	35,160.00	1,310,852.00	2,054,178.00
Office Equipment	581,749.00				581,749.00	15%	87,262.35		87,262.35	494,487.00
Air Conditioner	106,763.00				106,763.00	15%	16,014.45		16,014.45	90,749.00
Motor Car	1,018,241.00				1,018,241.00	15%	152,736.15		152,736.15	865,505.00
UPS	186,839.00				186,839.00	15%	28,025.85		28,025.85	158,813.00
Furniture & Fixture	200,876.00				200,876.00	10%	20,087.60		20,087.60	180,788.00
TOTAL	5,247,206.00	36,492.00	175,800.00		5,459,498.00		1,579,818.40	35,160.00	1,614,978.00	3,844,520.00

Deferred Tax

As Per Company Act 2,260,797.00
 As Per Income Tax Act 1,614,978.00

Difference Due to Timing Difference 645,819.00
Deferred Tax Assets 167,913.00



Handwritten signature