

**PRIYA BHUSHAN SHARMA & CO.**  
**CHARTERED ACCOUNTANTS**  
**H NO. 1299, SECTOR – 15 B, CHANDIGARH**  
**Ph. No. 0172-4627699**  
**E-mail id: ca.chd07@gmail.com**

**AUDITOR'S REPORT**

TO THE MEMBERS OF  
**MONETA FINANCE PRIVATE LIMITED**  
8, ELECTRONICS COMPLEX, CHAMBA GHAT, SOLAN, H.P.  
FOR THE YEAR ENDING 31<sup>st</sup> MARCH 2015

**REPORT ON THE FINANCIAL STATEMENTS**

We have audited the accompanying financial statements of MONETA FINANCE PRIVATE LIMITED ("the company"), which comprise the Balance Sheet as at 31 March 2015, the Statement of Profit and Loss, and 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 of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes 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.

**AUDITORS' 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 thereunder. We conducted our audit in accordance with the Standards on Auditing specified under section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the 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



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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, 2015;
- b) in the case of 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, 2015 ("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 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 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 Rule 7 of the Companies (Accounts) Rules, 2014.
  - e) On the basis of written representations received from the directors as on 31 March, 2015, taken on record by the Board of Directors, none of the directors is disqualified as on 31 March, 2015, from being appointed as a director in terms of Section 164(2) of the Act.





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f) With respect to the other matters included in the Auditor's Report and to the best of our information and according to the explanations given to us :

- i) The Company has made provision, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long term contracts including derivative contracts – Refer Note 4 to the financial statements;
- ii) There were no amounts which required to be transferred, to the Investor Education and Protection Fund by the Company.

**STATEMENT OF NON BANKING FINANCIAL COMPANIES**

1. The company is registered with RBI and the certificate number is B-06.00384 dated 20/12/2000.
2. i) The board of directors have passed resolution for non acceptance of public deposits;  
ii) The company has not accepted any public deposits during the year.
3. The company has complied with the norms of income recognition accounting standard etc, as applicable to it.

For **PRIYA BHUSHAN SHARMA & CO.**  
Chartered Accountants



**(PRIYA BHUSHAN SHARMA)**  
Membership No. 089825

Place:- Chandigarh  
Date:- 04.05.2015

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**Report under Companies (Auditors' Report) Order, 2015**

**Moneta Finance Private Limited**  
**(CIN: U65921HP1995PTC017088)**  
**Annexure to the Auditors' Report**

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

Having regard to the nature of the Company's business / activities, paragraph 4(xiii) of the Order is not applicable.

**We report that:**

**Clause (i):**

(a) Whether the company is maintaining proper records showing full particulars, including quantitative details and situation of fixed assets?

**Auditors' Remarks: The company does not have any fixed assets as reported by the management. So, no record as regards to fixed assets are required to be maintained.**

(b) Whether these fixed assets have been physically verified by the management at reasonable intervals; whether any material discrepancies were noticed on such verification and if so, whether the same have been properly dealt with in the books of account?

**Auditors' Remarks: Not Applicable.**

**Clause (ii):**

(a) Whether physical verification of inventory has been conducted at reasonable intervals by the management?

**Auditors' Remarks: The company has does not hold any stock of inventory as reported by the management. So, physical verification as regards to inventory is not applicable.**

(b) Are the procedures of physical verification of inventory followed by the management reasonable and adequate in relation to the size of the company and the nature of its business? If not, the inadequacies in such procedures should be reported.

**Auditors' Remarks: Not applicable.**

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(c) Whether the Company is maintaining proper records of inventory and whether any material discrepancies were noticed on physical verification and if so, whether the same have been properly dealt with in the books of account;

**Auditors' Remarks: Not applicable.**

**Clause (iii):** Whether the company has granted any loans, secured or unsecured to companies, firms or other parties covered in the register maintained under section 189 of the Companies Act. If so,

(a) Whether receipt of the principal amount and interest accrued also regular; and

**Auditors' Remarks: The company has granted loan of Rs 17,50,000 to M/s Classic Services. The loan became substandard asset on 30.09.2010. During the year no interest income has been recognised on account of loan given to M/s Classic Services as the party has not been able to pay any interest during last five years.**

(b) If overdue amount is more than rupees one lakh, whether reasonable steps have been taken by the company for recovery of the principal and interest;

**Auditors' Remarks: Steps have been taken by the company to recover the above outstanding principal & interest amount.**

**Clause (IV):** Is there an adequate internal control system commensurate with the size of the company and the nature of its business, for the purchase of inventory and fixed assets and for the sale of goods and services. Whether there is a continuing failure to correct major weaknesses in internal control system?

**Auditors' Remarks: Not applicable**

**Clause (V):** In case the company has accepted deposits, whether the directives issued by the Reserve Bank of India and the provisions of sections 73 to 76 or any other relevant provisions of the Companies Act and the rules framed there under, where applicable, have been complied with? If not, the nature of contraventions should be stated; If an order has been passed by Company Law Board or National Company Law Tribunal or Reserve Bank of India or any court or any other tribunal, whether the same has been complied with or not?

**Auditors' Remarks: The company is a Non Banking Finance Company registered with RBI so the provisions of Section 73 to 76 are not applicable to the company.**

**Clause (VI):** Where maintenance of cost records has been specified by the Central Government under sub-section (1) of section 148 of the Companies Act, whether such accounts and records have been made and maintained?



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**Auditors' Remarks:** The Central Government has not prescribed the maintenance of cost records under sub-section (1) of section 148 of the Companies Act, for any of the products of the company.

**Clause (VII):**

(a) is the company regular in depositing 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 statutory dues with the appropriate authorities and if not, the extent of the arrears of outstanding statutory dues as at the last day of the financial year concerned for a period of more than six months from the date they became payable, shall be indicated by the auditor.

**Auditors' Remarks:** According to the information and explanations given to us, the company was generally regular in depositing dues in respect of Employees Provident Fund, Employees State Insurance Fund, Income Tax, and other statutory dues (whichever applicable) with the appropriate authority during the year.

According to the records examined by us and the information and explanations given to us, there are no disputed amounts due in respect of income tax, wealth tax, sales tax, excise duty, Employees provident fund, Employee state insurance fund and other statutory dues at the end of the year.

(b) in case 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 have not been deposited on account of any dispute, then the amounts involved and the forum where dispute is pending shall be mentioned. (A mere representation to the concerned Department shall not constitute a dispute).

**Auditors' Remarks:** According to the records examined by us and the information and explanations given to us, there are no disputed amounts due in respect of income tax, wealth tax, sales tax, excise duty, Employees provident fund, Employee state insurance fund and other statutory dues at the end of the year.

(c) whether the amount required to be transferred to investor education and protection fund in accordance with the relevant provisions of the Companies Act, 1956 (1 of 1956) and rules made thereunder has been transferred to such fund within time.

**Auditors' Remarks:** There were no amounts which are required to be transferred, to the Investor Education and Protection Fund by the Company.

**Clause (VIII):** Whether in case of a company which has been registered for a period not less than five years, its accumulated losses at the end of the financial year are not less than fifty per cent of its

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net worth and whether it has incurred cash losses in such financial year and in the immediately preceding financial year?

**Auditors' Remarks: The Company has no accumulated losses at the end of the financial year and it has not incurred cash losses in current financial year and in the immediately preceding financial year**

**Clause (IX):** Whether the company has defaulted in repayment of dues to a financial institution or bank or debenture holders? If yes, the period and amount of default to be reported;

**Auditors' Remarks: The Company has not defaulted in the repayment of dues to banks, financial institutions and Debentures holders during the year.**

**Clause (X):** Whether the company has given any guarantee for loans taken by others from bank or financial institutions, the terms and conditions whereof is prejudicial to the interest of the company;

**Auditors' Remarks: As per the information and explanation given to us, the company has not given any guarantee for loans taken by others from bank or financial institutions.**

**Clause (XI):** Whether term loans were applied for the purpose for which the loans were obtained?

**Auditors' Remarks: The company has not availed any secured loan during the year.**

**Clause (XII):** Whether any fraud on or by the company has been noticed or reported during the year; If yes, the nature and the amount involved is to be indicated.

**Auditors' Remarks: In our opinion and according to the information and explanations given to us no fraud on or by the Company has been noticed or reported during the year that causes the financial statements to be materially misstated.**

**For Priya Bhushan Sharma and Company**

Chartered Accountants

Firm Reg. Number: 011325N



**(Priya Bhushan Sharma)**

Chartered Accountant

Membership No.: 089825



**Place: Chandigarh**

**Date: 04.05.2015**

**MONETA FINANCE PVT. LIMITED**  
**BALANCE SHEET AS AT 31ST MARCH, 2015**

| PARTICULARS                                   | NOTE NO. | (Amount in Rupees) |                    |
|---|----------|--------------------|--------------------|
|   |          | As at 31.03.2015   | As at 31.03.2014   |
| <b>I EQUITY AND LIABILITIES</b>               |          |                    |                    |
| (1) Shareholder's Funds                       | 1        |                    |                    |
| (a) Share Capital                             |          | 30,00,000          | 30,00,000          |
| (b) Reserves & Surplus                        | 2        | 50,24,949          | 47,68,989          |
| (c) Money Received against Share Warrents     |          | -                  | -                  |
| (2) Share application money pending allotment |          | -                  | -                  |
| (3) Non - Current liabilities                 |          |                    |                    |
| (a) Long term borrowings                      | 3        | 1,93,04,430        | 1,91,08,500        |
| (b) Deferred tax liabilities                  |          | -                  | -                  |
| (c) Other long term liabilities               |          | -                  | -                  |
| (d) Long term provisions                      | 4        | 10,46,393          | 10,43,800          |
| (4) Current liabilities                       |          |                    |                    |
| (a) Short term borrowings                     |          | -                  | -                  |
| (b) Trade payables                            |          | -                  | -                  |
| (c) Other Current liabilities                 |          | -                  | -                  |
| (d) Short term provisions                     | 5        | 1,89,653           | 8,19,053           |
| <b>TOTAL (RS.)</b>                            |          | <b>2,85,65,425</b> | <b>2,87,40,342</b> |
| <b>II ASSETS</b>                              |          |                    |                    |
| (1) Non Current Assets                        |          |                    |                    |
| (a) Fixed Assets                              |          |                    |                    |
| (i) Tangible Assets                           |          | -                  | -                  |
| (ii) Intangible Assets                        |          | -                  | -                  |
| (iii) Capital work-in-progress                |          | -                  | -                  |
| (iv) Intangible Assets under development      |          | -                  | -                  |
| (b) Non Current investments                   | 6        | 2,02,02,750        | 2,02,02,750        |
| (c) Deferred tax assets (Net)                 | 7        | 801                | -                  |
| (d) Long-term loans & advances                | 8        | 80,99,960          | 76,94,960          |
| (e) Other non-current assets                  |          | -                  | -                  |
| (2) Current Assets                            |          |                    |                    |
| (a) Current Investments                       |          | -                  | -                  |
| (b) Inventories                               |          | -                  | -                  |
| (c) Trade receivables                         |          | -                  | -                  |
| (d) Cash and cash equivalents                 | 9        | 1,46,914           | 2,21,268           |
| (e) Short-term loans and advances             |          | -                  | -                  |
| (f) Other current assets                      | 10       | 1,15,000           | 6,21,364           |
| <b>TOTAL (RS.)</b>                            |          | <b>2,85,65,425</b> | <b>2,87,40,342</b> |

See accompanying notes to the financial statements

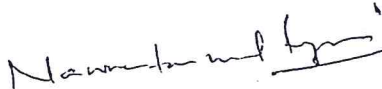
As per our report of even date attached.

**FOR PRIYA BHUSHAN SHARMA & CO.**  
Chartered Accountants

  
(Priya Bhushan Sharma)  
(Proprietor)  
Membership No. : 89825

For and on behalf of the Board of Directors

  
Dr. R.M. Kastia  
DIRECTOR

  
Nawratan Mal Bengani  
DIRECTOR

Place : Chandigarh  
Dated: 04.05.2015



**MONETA FINANCE PVT. LIMITED**

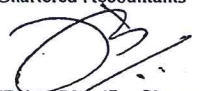
**PROFIT & LOSS STATEMENT FOR THE YEAR ENDED ON 31/03/2015**

| PARTICULARS  | Note No. | Amount In Rupees               |   |
|--|----------|--------------------------------|---|
|  |          | For the year ended on 31.03.15 | For the previous year ended on 31.03.14 |
| I Revenue from operations  | 11       | 4,80,000                       | 7,41,250                                |
| II Other Income  |          | -                              | -                                       |
| III <b>Total Revenue ( I + II )</b>  |          | <b>4,80,000</b>                | <b>7,41,250</b>                         |
| IV <b>Expenses</b>   |          |                                |   |
| Cost of material consumed  |          | -                              | -                                       |
| Purchase of Stock-in-trade   |          | -                              | -                                       |
| Change in inventories of finished goods, work-in-progress and stock in trade |          | -                              | -                                       |
| Employee benefit expenses  |          | -                              | -                                       |
| Financial cost   |          | -                              | -                                       |
| Depreciation   |          | -                              | -                                       |
| Other expenses   | 12       | 1,03,211                       | 4,79,162                                |
| <b>Total Expenses</b>  |          | <b>1,03,211</b>                | <b>4,79,162</b>                         |
| V Profit before exceptional & extraordinary items and tax (III - IV)         |          | 3,76,789                       | 2,62,088                                |
| VI Exceptional Items   |          | -                              | -                                       |
| VII Profits before extraordinary items and tax (V - VI)                      |          | 3,76,789                       | 2,62,088                                |
| VIII Extraordinary Items   |          | -                              | -                                       |
| IX Profits before tax (VII - VIII)   |          | 3,76,789                       | 2,62,088                                |
| X Tax expense  |          |                                |   |
| (1) Current tax  |          | 1,21,630                       | 2,11,952                                |
| (2) Deferred Tax   |          | (801)                          | -                                       |
| XI Profit / (Loss) for the period from continuing operations (IX - X)        |          | 2,55,960                       | 50,136                                  |
| XII Profit / (Loss) from discontinuing operation                             |          | -                              | -                                       |
| XIII Tax expenses of discontinuing operations                                |          | -                              | -                                       |
| XIV Profit / (Loss) from discontinuing operations after tax (XII - XIII)     |          | -                              | -                                       |
| XV Profit / (Loss) for the period (XI + XIV)                                 |          | 2,55,960                       | 50,136                                  |
| XVI Earning per equity share :   |          |                                |   |
| (1) Basic  |          | 0.85                           | 0.17                                    |
| (2) Diluted  |          | 0.85                           | 0.17                                    |

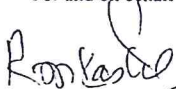
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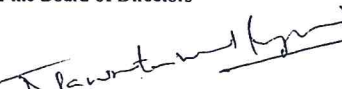
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**FOR PRIYA BHUSHAN SHARMA & CO.**  
Chartered Accountants

  
(Priya Bhushan Sharma)  
(Proprietor)  
Membership No. : 89825

For and on behalf of the Board of Directors

  
D.R.M. Kastia  
DIRECTOR

  
Nawratn Mal Bengani  
DIRECTOR

Place : Chandigarh  
Dated: 04.05.2015

MONETA FINANCE PVT. LIMITED

NOTES ANNEXED TO AND FORMING PART OF THE ACCOUNTS

| 1. SHARE CAPITAL  | As At<br>31.03.15  | As At<br>31.03.14  |
|---|--------------------|--------------------|
| AUTHORISED :  |                    |                    |
| 300,000 Equity shares (Previous year 300,000) of Rs. 10/- each  | 30,00,000          | 30,00,000          |
| ISSUED,SUBSCRIBED & PAID UP   | 30,00,000          | 30,00,000          |
| 300,000 Equity shares (Previous year 300,000) of Rs.10/- each fully paid up   | <u>30,00,000</u>   | <u>30,00,000</u>   |
| Note : The entire share capital of the Company is held by Himachal Futuristic Communications Ltd. and its nominees. |                    |                    |
| 2. RESERVE AND SURPLUS  |                    |                    |
| Op. balance of Profit & Loss A/c  | 47,68,989          | 47,18,853          |
| Add : Profit / (Loss) for the year  | 2,55,960           | 50,136             |
| Cl. balance of Profit & Loss A/c  | <u>50,24,949</u>   | <u>47,68,989</u>   |
| 3. LONG TERM BORROWINGS   |                    |                    |
| Intercompany Deposits from  |                    |                    |
| M/s Exel Netcommerce Ltd.   | 2,10,000           | 2,40,000           |
| M/s Himachal Futuristic Communications Ltd.   | 1,90,94,430        | 1,88,68,500        |
|   | <u>1,93,04,430</u> | <u>1,91,08,500</u> |
| 4. LONG TERM PROVISIONS   |                    |                    |
| A. <u>Contingent Provisions against standard assets</u>   |                    |                    |
| i. Infotel Technologies Pvt. Ltd.   | 15,093             | 12,500             |
| B. <u>Provision for doubtful debts</u>  |                    |                    |
| i. Classic Services   | 10,31,300          | 10,31,300          |
|   | <u>10,46,393</u>   | <u>10,43,800</u>   |
| 5. SHORT TERM PROVISIONS  |                    |                    |
| ACCOUNTING CHARGES PAYABLE  | 36,000             | 36,000             |
| AUDIT FEES PAYABLE  | 32,023             | 20,000             |
| INCOME TAX PROVISION  | 1,21,630           | 7,63,053           |
|   | <u>1,89,653</u>    | <u>8,19,053</u>    |
| 6. NON CURRENT INVESTMENTS  |                    |                    |
| LONG TERM INVESTMENT (AT COST) IN EQUITY SHARES - UNQUOTED  |                    |                    |
| India Card Technologies Pvt.Ltd. (19,900 shares of Rs.10/- each) fully paid up                                      | 1,99,000           | 1,99,000           |
| Shankar Sales Promotion Pvt.Ltd. (2,000 shares of Rs. 10/- each) fully paid up at a premium of Rs.650/- per share   | 15,03,750          | 15,03,750          |
| Atul Properties Pvt. Ltd. (185000 Optionally Convertible Debentures of Rs.100/- each, fully paid up                 | 1,85,00,000        | 1,85,00,000        |
|   | <u>2,02,02,750</u> | <u>2,02,02,750</u> |
| 7. DEFERRED TAX ASSET   |                    |                    |
| TIME DIFFERENCE   |                    |                    |
| Opening balance   | -                  | -                  |
| Add : Provision for doubtful debts  | 2,593              | -                  |
| Deletion  | -                  | -                  |
| Closing balance   | 2,593              | -                  |
| Effective tax rate  | 30.90              | 30.90              |
| Deferred tax Asset carried to Balance Sheet   | <u>801</u>         | <u>-</u>           |
| 8. LONG TERM LOANS AND ADVANCES<br>(UNSECURED, CONSIDERED GOOD)   |                    |                    |
| <u>LOAN TO OTHERS</u>   |                    |                    |
| a. Classic Services   | 20,62,593          | 20,62,593          |
| b. Infotel Technologies Pvt. Ltd.   | 60,37,367          | 56,32,367          |
|   | <u>80,99,960</u>   | <u>76,94,960</u>   |
| 9. CASH AND CASH EQUIVALENTS  |                    |                    |
| CASH ON HAND  | 10,169             | 36,066             |
| BALANCE WITH SCHEDULED BANKS IN CURRENT ACCOUNTS  |                    |                    |
| Oriental Bank of Commerce, Nehru Place, New Delhi   | 1,32,559           | 1,81,016           |
| Parwanoo Urban Coop.Bank, Solan (H.P.)  | 4,186              | 4,186              |
|   | <u>1,46,914</u>    | <u>2,21,268</u>    |
| 10. OTHER CURRENT ASSET   |                    |                    |
| TDS recoverable   | 1,15,000           | 6,21,364           |
|   | <u>1,15,000</u>    | <u>6,21,364</u>    |
| 11. INCOME FROM OPERATIONS  |                    |                    |
| Interest income   | 4,50,000           | 7,11,250           |
| Consultancy charges   | 30,000             | 30,000             |
|   | <u>4,80,000</u>    | <u>7,41,250</u>    |
| 12. OTHER EXPENSES  |                    |                    |
| Accounting charges  | 24,000             | 24,000             |
| Audit fees  | 32,023             | 20,000             |
| Bank Charges  | -                  | 584                |
| Filing Fees   | 9,000              | 1,500              |
| Interest paid   | 14,242             | 1,26,218           |
| Misc. Expenses  | 1,329              | 477                |
| Professional charges  | 13,957             | 6,000              |
| Provision for doubtful Debts  | 2,593              | 2,97,622           |
| Travelling & Conveyance expenses  | 6,067              | 2,761              |
|   | <u>1,03,211</u>    | <u>4,79,162</u>    |

## MONETA FINANCE PRIVATE LIMITED

Notes to accounts forming part of the Balance Sheet as at 31<sup>st</sup> March 2015 and the Profit & Loss Account for the period ended on that date.

### Corporate Information

Moneta Finance Private Limited is a Private Company in India and incorporated under the provisions of the Companies Act, 1956. It came into existence on 27<sup>th</sup> September 1995. The Company is registered with RBI and the certificate number is B-06.00384 dated 20/12/2000.

### 13. Significant Accounting Policies

A. The accounts of the Company are prepared in accordance with the historical cost convention and comply in all material aspects with the Accounting Standards issued by the Institute of Chartered Accountants of India and the relevant provisions of the Companies Act, 2013, except where otherwise stated. Mercantile system of accounting is followed for recognition of income and expenses unless otherwise stated.

### B. Provisions, Contingent Liabilities and Contingent Assets

Provisions involving substantial degree of estimation in measurement are recognised when there is a present obligation as a result of past events and it is probable that there will be outflow of resources. Contingent Liabilities are not recognised but are disclosed in the notes. Contingent Assets are neither recognised nor disclosed in the financial statements.

### C. Investments

a) The cost of investment includes incidental expenses like brokerage, fees and duties incurred prior to acquisition.

b) The long term investments are shown at cost. Provision for diminution in value is made only if in the opinion of the management such a decline in value is other than temporary.

### D. Retirement Benefits

Liability for gratuity is provided for when an employee completes the eligible period of service.

### Other Notes

14. Contingent Liabilities : Rs. Nil

15. There is no liability towards amount and interest payable to Micro, Small and Medium enterprises as at March 31, 2015 (Previous Year Rs. Nil). Hence, other disclosures pursuant to the provisions of Micro, Small and Medium Enterprises Development Act 2006 are not applicable to the Company.



16. Interest on loan advanced to M/s Infotel Technologies Pvt. Ltd. is recognised on outstanding principal amount Rs 50,00,000.00 & not on outstanding balance. This is on the basis of mutual agreement dated 12.12.2011 agreed to between the parties.

17. Provision for interest on loan and doubtful debts.

During the year no interest income has been recognised on account of loan given to M/s Classic Services as the party has not been able to pay any interest during last five years. Accordingly, provision for doubtful asset @ 50% of outstanding amount has been made in the books of accounts as per NBFC Prudential Norms (Reserve Bank) Directions, 2007.

As per RBI circular no. DNBS/PD.CC.No.207/03.02.002/2010-11 dt. 17.01.11, provision of 0.25% for standard assets is to be maintained in order to create a financial buffer to protect NBFCs from the effect of economic downturns. Accordingly a provision of Rs.15,093/- (0.25% Of Rs.60,37,367/-) has been made on outstanding balance of standard assets.

18. **Income Tax**

Income tax expenses comprise current tax and deferred tax charge. The deferred tax charge or credit is recognized using current tax rates. Other deferred tax assets are recognized only to the extent there is reasonable certainty of realization in future. Such assets are reviewed as at each Balance Sheet date to reassess realisation.

19. Expenditure in Foreign Currency: Nil

20. The Company is engaged in the business of hire purchase, finance business and lending of money. Hence, other information pursuant to the provisions of the paragraph 3 (ii) and 4C of Part II of Schedule VI of the Companies Act, are not applicable to the Company.

21. Related party transactions disclosure

The Company has taken inter-corporate deposit from its holding company namely M/s Himachal Futuristic Communications Ltd. (HFCL) aggregating to Rs.1,90,94,430/- as at 31.03.2015, details as under –

|   |                          |
|---|--------------------------|
| Opening balance as on 01.04.2014                | Rs. 1,88,68,500/-        |
| Add: Expenses paid by HFCL on behalf of Company | Rs. 2,25,930/-           |
| <b>Balance as on 31.03.2015</b>                 | <b>Rs. 1,90,94,430/-</b> |

22. **Directorship of the Company as on 31.03.2015 :-**

1. Dr. R.M.Kastia
2. Mr. S.K. Wadhwa
3. Mr. Nawratan Mal Bengani



23. **Share Structure Of Moneta Finance Private Limited as on 31.03.2015:-**

The shareholding structure of the Company is as follows:-

| Sr No | Name of the Shareholder                     | No. of Equity Shares | Amount (Rs.)     | Percentage Shareholding |
|-------|---|----------------------|------------------|-------------------------|
| 1.    | M/s Himachal Futuristic Communications Ltd. | 2,99,370             | 29,93,700        | 99.79                   |
| 2.    | Mr.Anandi Lal Jain                          | 100                  | 1,000            | 0.03                    |
| 3.    | Mr.Prakash Chand Gulgulia                   | 100                  |                  | 0.03                    |
| 4.    | Mr.Vijay Raj Jain                           | 100                  | 1,000            | 0.03                    |
| 5.    | Mr.Anil Kumar Jain                          | 100                  | 1,000            | 0.03                    |
| 6.    | Mr.Rajesh Kumar Gupta                       | 100                  | 1,000            | 0.03                    |
| 7.    | Mr.Sunil Kumar Bansal                       | 130                  | 1,300            | 0.04                    |
|       | <b>TOTAL</b>                                | <b>3,00,000</b>      | <b>30,00,000</b> |                         |

24. **Balance Sheet Abstract and Company's General Business Profile:**

I. **Registration Details:**

|                    |                       |
|--------------------|-----------------------|
| Registration No.   | U65921HP1995PTC017088 |
| State Code         | 06                    |
| Balance Sheet Date | 31.03.2015            |

II. **Capital Raised during the Year: (Amount in '000' Rs.)**

|                   |   |
|-------------------|---|
| Public Issue      | - |
| Right Issue       | - |
| Bonus Issue       | - |
| Private placement | - |

III. **Position of Mobilisation and Deployment of Funds (Amount in '000' Rs.)**

|                   |           |
|-------------------|-----------|
| Total Liabilities | 28,565.00 |
| Total Assets      | 28,565.00 |

**EQUITY & LIABILITIES: (Amount in '000' Rs.)**

|                      |           |
|----------------------|-----------|
| Paid-up Capital      | 3,000.00  |
| Reserves & Surplus   | 5,025.00  |
| Long Term Borrowings | 19,304.00 |

|                       |          |
|-----------------------|----------|
| Long term provisions  | 1,046.00 |
| Short term provisions | 190.00   |

**ASSETS:** (Amount in '000' Rs.)

|                            |           |
|----------------------------|-----------|
| Net Fixed Assets           | -         |
| Non Current Investments    | 20,203.00 |
| Deffered Tax Assets        | 1.00      |
| Long Term Loans & Advances | 8,100.00  |
| Cash & Cash equivalents    | 146.00    |
| Other current assets       | 115.00    |

**IV. Performance of Company** (Amount in '000' Rs.)

|                          |        |
|--------------------------|--------|
| Total revenue            | 480.00 |
| Total Expenses           | 103.00 |
| Profit/(loss) Before Tax | 377.00 |
| Provision for tax        | 121.00 |
| Profit After Tax         | 256.00 |
| Earning Per Share (Rs.)  | -      |
| Dividend Rate            | -      |

**V. Generic Names of Three Principal Products / Services of Company**

(As per monetary terms) -

|                      |                      |
|----------------------|----------------------|
| Product description  | Financial Activities |
| Item Code (ITC Code) | Not Applicable       |

25. Previous year figures have been regrouped/rearranged wherever considered necessary.

For Priya Bhushan Sharma & Co.  
Chartered Accountants



**Priya Bhushan Sharma**  
Proprietor  
M.No. 089825

For and on behalf of the Board



(**Dr. R.M. Kastia**)  
Director



(**Nawratan Mal Bengani**)  
Director

Place : Chandigarh  
Dated : 04.05.2015



**MONETA FINANCE PRIVATE LIMITED**

**Cash Flow Statement for the year ended on 31st March'2015**

| Particulars   | Amount in Rupees               |                                |
|---|--------------------------------|--------------------------------|
|   | For the year<br>ended 31.03.15 | For the year<br>ended 31.03.14 |
| <b>(A) Cash Flow from Operating Activities</b>        |                                |                                |
| Net Profit before taxes                               | 3,76,789                       | 2,62,088                       |
| Adjustments for :                                     |                                |                                |
| Provision for doubtful debts                          | 2,593                          | 2,97,622                       |
|   | 2,593                          | 2,97,622                       |
| Operating Profit before working capital changes       | 3,79,382                       | 5,59,710                       |
| <b>Working capital changes:</b>                       |                                |                                |
| Decrease/(Increase) in Other Current Assets           | 5,06,364                       | 1,00,120                       |
| Increase/(Decrease) in Short Term Provisions          | (6,29,400)                     | (11,00,713)                    |
| (Increase) / Decrease in inventories                  |                                |                                |
| Increase/(Decrease) in other current liabilities      |                                |                                |
| Cash generated from operations                        |                                |                                |
| Income tax paid                                       | (1,21,630)                     | (2,11,952)                     |
| <b>Net Cash used in Operating activities</b>          | <b>1,34,716</b>                | <b>(6,52,835)</b>              |
| <b>(B) Cash flow from investing activities</b>        |                                |                                |
| Purchase of fixed assets                              | -                              | -                              |
| Sale of fixed assets                                  | -                              | -                              |
| Purchase of investments                               | -                              | -                              |
| Sale/disposal of Investments                          | -                              | -                              |
| Proceeds/ (Advancement) of Long term Loans & advances | (4,05,000)                     | 4,53,27,541                    |
| Interest received                                     | -                              | -                              |
| Dividend received                                     | -                              | -                              |
| <b>Net Cash used in investing activities</b>          | <b>(4,05,000)</b>              | <b>4,53,27,541</b>             |
| <b>(C) Cash flow from financing activities</b>        |                                |                                |
| Proceeds from Long Term/Short term borrowings         | 1,95,930                       | -                              |
| Repayment of Long Term/Short Term borrowings          | -                              | (4,45,11,500)                  |
| Dividend paid   | -                              | -                              |
| <b>Net Cash from financing activities</b>             | <b>1,95,930</b>                | <b>(4,45,11,500)</b>           |
| <b>Net increase in cash &amp; cash equivalents</b>    | <b>(74,354)</b>                | <b>1,63,206</b>                |
| <b>Cash &amp; Cash equivalents (Opening balance)</b>  | <b>2,21,268</b>                | <b>58,062</b>                  |
| <b>Cash &amp; Cash equivalents (Closing balance)</b>  | <b>1,46,914</b>                | <b>2,21,268</b>                |

**Notes :-**

- The Cash Flow statement has been prepared under the indirect method as set out in the Accounting Standard - 3 'Cash Flow Statements' issued by the Institute of Chartered Accountants of India.
- Figures in bracket indicate cash outflow.
- Cash and cash equivalents represents :

|   |          |          |
|---|----------|----------|
| Cash in hand                                    | 10,169   | 36,066   |
| Balance with Scheduled banks in current account | 1,36,745 | 1,85,202 |

As per our report of even date attached.  
**FOR PRIYA BHUSHAN SHARMA & CO.**  
Chartered Accountants



(Priya Bhushan Sharma)  
(Proprietor)  
Membership No. : 089825

For and on behalf of the Board of Directors



**Dr. R.M. Kastia**      **Nawratan Mal Bengani**  
DIRECTOR              DIRECTOR

Place : Chandigarh  
Dated: 04.05.2015