

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

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**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 2017

**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 2017, 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

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

**OPINION**

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements, give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India;

- a) in the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2017;
- b) in the case of Statement of Profit and Loss, of the loss for the year ended on that date; and
- c) in the case of the Cash Flow Statement, of the cash flows for the year ended on that date.

**REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS**

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the Annexure a 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.

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- e) On the basis of written representations received from the directors as on 31 March, 2017, taken on record by the Board of Directors, none of the directors is disqualified as on 31 March, 2017, from being appointed as a director in terms of Section 164(2) of the Act.
- 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

Firm Reg. Number: 011325N


**(PRIYA BHUSHAN SHARMA)**

Membership No. 089825

Place:- Chandigarh

Date:- 03.05.2017

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**Report under Companies (Auditors' Report) Order, 2017**

**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.**

(c) Whether the title deeds of immovable properties are held in the name of the company. If not, provide the details thereof.

**Auditors' Remarks: Not Applicable.**

**Clause (ii):**

Whether physical verification of inventory has been conducted at reasonable intervals by the management and whether any material discrepancies were noticed and if so, whether they have been properly dealt with in the books of account?

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

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**Clause (iii):** Whether the company has 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. If so,

(a) Whether the terms and conditions of the grant of such loans are not prejudicial to the company's interest;

**Auditors' Remarks: The Company has given loans on terms which are not prejudicial to the interest of the Company.**

(b) whether the schedule of repayment of principal and payment of interest has been stipulated and whether the repayments or receipts are regular;

**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 seven years.**

(c) if the amount is overdue, state the total amount overdue for more than ninety days, and 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):** in respect of loans, investments, guarantees and security whether provisions of section 185 and 186 of the Companies Act, 2013 have been complied with. If not, provide the details thereof?

**Auditors' Remarks: The Company has given loans in conformity with section 185 and 186 of the Companies Act, 2013.**

**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, 2013 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.**



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**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, 2013 and whether such accounts and records have been made and maintained?

**Auditors' Remarks:** The Central Government has not prescribed the maintenance of cost records under sub-section (1) of section 148 of the Companies Act, 2013 for any of the products of the company.

**Clause (VII):**

(a) Whether the company is regular in depositing undisputed statutory dues including provident fund, employees' state insurance, income-tax, sales-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;

**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, sales tax, excise duty, Employees provident fund, Employee state insurance fund and other statutory dues at the end of the year.

(b) where the dues of income tax or sales tax or service tax or duty of customs or duty of excise or value added tax 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, sales tax, excise duty, Employees provident fund, Employee state insurance fund and other statutory dues at the end of the year.

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

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

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**Clause (IX):** Whether monies raised by way of initial public offer or further public offer (including debt instruments) and term loans were applied for the purpose for which those are raised. If not, the details together with delays together with delays or default and subsequent rectification, if any, as may be applicable, be reported?

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

**Clause (X):** Whether any fraud by the company or any fraud on the company by its officers or employees 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.

**Clause (XI):** Whether managerial remuneration has been paid or provided in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V of the Companies Act? If not, state the amount involved and steps taken by the company for securing refund of the same;

**Auditors' Remarks:** No managerial remuneration has been paid or provided during the year.

**Clause (xii)** whether the Nidhi Company has complied with the Net Owned Funds to Deposits in the ratio of 1: 20 to meet out the liability and whether the Nidhi Company is maintaining ten per cent unencumbered term deposits as specified in the Nidhi Rules, 2014 to meet out the liability;

**Auditors' Remarks:** The Company has complied with all the statutory requirements.

**Clause (xiii)** whether all transactions with the related parties are in compliance with sections 177 and 188 of Companies Act, 2013 where applicable and the details have been disclosed in the Financial Statements etc., as required by the applicable accounting standards;

**Auditors' Remarks:** the transactions with related party have been disclosed in notes to accounts.

**Clause (xiv)** whether the company has made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review and if so, as to whether the requirement of section 42 of the Companies Act, 2013 have been complied with and the amount raised have been used for the purposes for which the funds were raised. If not, provide the details in respect of the amount involved and nature of non-compliance;

**Auditors' Remarks:** During the year, the Company has issued 7,20,000 equity shares of Rs.10/- each to its holding company i.e. Himachal Futuristic Communications Ltd. at a premium of Rs.17.50 per share. Requirement of section 42 of the Companies Act, 2013 have been duly complied with.

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**Clause (xv)** whether the company has entered into any non-cash transactions with directors or persons connected with him and if so, whether the provisions of section 192 of Companies Act, 2013 have been complied with;

**Auditors' Remarks:** The Company has not made any transactions with the directors of the Company during the year.

**Clause (xvi)** whether the company is required to be registered under section 45-IA of the Reserve Bank of India Act, 1934 and if so, whether the registration has been obtained.

**Auditors' Remarks:** The Company is registered with the Reserve Bank of India, Chandigarh and the registration no. is *B - 06.00384*.

**For Priya Bhushan Sharma and Company**  
Chartered Accountants

Firm Reg. Number: 011325N

  
**(Priya Bhushan Sharma)**

Chartered Accountant

Membership No.: 089825

Place : Chandigarh

Date : 03.05.2017



**MONETA FINANCE PVT. LIMITED**

**BALANCE SHEET AS AT 31st MARCH, 2017**

PARTICULARS	NOTE NO.	(Amount in Rupees)	
		As at 31.03.2017	As at 31.03.2016
<b>I EQUITY AND LIABILITIES</b>			
(1) Shareholder's Funds	1	1,02,00,000	30,00,000
(a) Share Capital	2	1,75,50,343	52,97,490
(b) Reserves & Surplus		-	-
(c) Money Received against Share Warrants		-	-
(2) Share application money pending allotment		-	-
(3) Non - Current liabilities		-	1,45,80,000
(a) Long term borrowings	3	-	-
(b) Deferred tax liabilities		-	-
(c) Other long term liabilities	4	10,31,300	10,34,875
(d) Long term provisions		-	-
(4) Current liabilities		-	-
(a) Short term borrowings		-	-
(b) Trade payables		4,850	70,000
(c) Other Current liabilities	5	72,675	3,07,288
(d) Short term provisions	6	-	-
<b>TOTAL (RS.)</b>		<b>2,88,59,168</b>	<b>2,42,89,653</b>

**II ASSETS**

(1) Non Current Assets		-	-
(a) Fixed Assets		-	-
(i) Tangible Assets		-	-
(ii) Intangible Assets		-	-
(iii) Capital work-in-progress		-	-
(iv) Intangible Assets under development	7	2,02,02,750	2,02,02,750
(b) Non Current investments	8	(1,957)	(1,957)
(c) Deferred tax assets (Net)	9	20,62,593	34,92,787
(d) Long-term loans & advances		-	-
(e) Other non-current assets		-	-
(2) Current Assets		-	-
(a) Current Investments		-	-
(b) Inventories		-	-
(c) Trade receivables		65,95,782	4,37,425
(d) Cash and cash equivalents	10	-	-
(e) Short-term loans and advances		-	1,58,648
(f) Other current assets	11	-	-
<b>TOTAL (RS.)</b>		<b>2,88,59,168</b>	<b>2,42,89,653</b>

See accompanying notes to the financial statements

As per our report of even date attached.

**FOR PRIYA BHUSHAN SHARMA & CO.**  
Chartered Accountants  
Firm Registration No. : 011325N

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

Place : Chandigarh  
Dated: 03-05-17

For and on behalf of the Board of Directors

  
**Dr. R.M. Kastia**  
DIRECTOR  
DIN : 00053059

  
**Nawratan Mal Bengani**  
DIRECTOR  
DIN : 00466093

MONETA FINANCE PVT. LIMITED

PROFIT & LOSS STATEMENT FOR THE YEAR ENDED ON 31/03/2017

PARTICULARS	Note No.	Amount In Rupees	
		For the year ended on 31.03.17	For the previous year ended on 31.03.16
I Revenue from operations	12	30,000	4,66,475
II Other Income		-	-
III Total Revenue ( I + II)		<u>30,000</u>	<u>4,66,475</u>
IV Expenses			
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	13	3,77,147	73,218
Total Expenses		<u>3,77,147</u>	<u>73,218</u>
V Profit before exceptional & extraordinary items and tax (III - IV)		(3,47,147)	3,93,257
VI Exceptional Items		-	-
VII Profits before extraordinary items and tax (V - VI)		(3,47,147)	3,93,257
VIII Extraordinary Items		-	-
IX Profits before tax (VII - VIII)		(3,47,147)	3,93,257
X Tax expense			
(1) Current tax		-	1,17,958
(2) Deferred Tax		-	2,758
XI Profit / (Loss) for the period from continuing operations (IX - X)		(3,47,147)	2,72,541
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)		(3,47,147)	2,72,541
XVI Earning per equity share :			
(1) Basic		(1.16)	0.91
(2) Diluted		(1.16)	0.91

See accompanying notes to the financial statements

As per our report of even date attached.

FOR PRIYA BHUSHAN SHARMA & CO.

Chartered Accountants  
Firm Registration No. : 011325N

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

Place : Chandigarh  
Dated: 03-05-17

For and on behalf of the Board of Directors

  
Dr. R. M. Kastia  
DIRECTOR  
DIN : 00053059

  
Nawratan Mal Bengani  
DIRECTOR  
DIN : 00466093

MONETA FINANCE PVT. LIMITED

NOTES ANNEXED TO AND FORMING PART OF THE ACCOUNTS

	As At 31.03.17	As At 31.03.16
<b>1. SHARE CAPITAL</b>		
<b>AUTHORISED :</b>		
30,00,000 Equity shares (Previous year 300,000) of Rs.10/- each	3,00,00,000	30,00,000
<b>ISSUED,SUBSCRIBED &amp; PAID UP</b>	1,02,00,000	30,00,000
10,20,000 Equity shares (Previous year 300,000) of Rs.10/- each fully paid up	1,02,00,000	30,00,000
<b>Note :</b> The entire share capital of the Company is held by Himachal Futuristic Commuications Ltd. and its nominees.		
<b>2. RESERVE AND SURPLUS</b>		
<b>a Share Premium Reserve A/c</b>	1,26,00,000	-
<b>b</b> Op. balance of Profit & Loss A/c	52,97,490	50,24,949
Add : Profit / (Loss) for the year	(3,47,147)	2,72,541
Less : Interest on income tax	-	-
Cl. balance of Profit & Loss A/c	49,50,343	52,97,490
<b>3. LONG TERM BORROWINGS</b>		
Intercorporate Deposits from		
M/s Exel Netcommerce Ltd.	-	1,80,000
M/s Himachal Futuristic Communications Ltd.	-	1,44,00,000
	-	1,45,80,000
<b>4. LONG TERM PROVISIONS</b>		
<b>A. Contingent Provisions against standard assets</b>		
i. Infotel Technologies Pvt. Ltd.	-	3,575
<b>B. Provision for doubtful debts</b>		
i. Classic Services	10,31,300	10,31,300
	10,31,300	10,34,875
<b>5. OTHER CURRENT LIABILITIES</b>		
AJAY KUMAR TEWARI		70,000
TDS payable	4,850	-
	4,850	70,000
<b>6. SHORT TERM PROVISIONS</b>		
ACCOUNTING CHARGES PAYABLE	39,000	45,000
AUDIT FEES PAYABLE	33,675	32,490
INCOME TAX PROVISION	-	2,29,798
	72,675	3,07,288
<b>7. NON CURRENT INVESTMENTS</b>		
<b>LONG TERM INVESTMENT (AT COST) IN EQUITY SHARES - UNQUOTED</b>		
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. 100/- 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
	2,02,02,750	2,02,02,750
<b>8. DEFERRED TAX ASSET</b>		
<b>TIMING DIFFERENCE</b>		
Deffered Tax carried to Balance Sheet	(1,957)	(1,957)
	(1,957)	(1,957)
<b>9. LONG TERM LOANS AND ADVANCES</b>		
<b>(UNSECURED, CONSIDERED GOOD)</b>		
<b>LOAN TO OTHERS</b>		
a. Classic Services	20,62,593	20,62,593
b. Infotel Technologies Pvt. Ltd.	-	14,30,194
	20,62,593	34,92,787
<b>10. CASH AND CASH EQUIVALENTS</b>		
CASH ON HAND	10,190	19,039
BALANCE WITH SCHEDULED BANKS IN CURRENT ACCOUNTS		
Oriental Bank of Commerce, Nehru Place, New Delhi	65,81,506	4,14,300
Parwanoo Urban Coop.Bank, Solan (H.P.)	4,086	4,086
	65,95,782	4,37,425
<b>11. OTHER CURRENT ASSET</b>		
TDS recoverable	-	1,58,648
	-	1,58,648

**MONETA FINANCE PVT. LIMITED**

**NOTES ANNEXED TO AND FORMING PART OF THE ACCOUNTS**

	For the year ended on 31.03.17	For the previous year ended on 31.03.16
<b>12. INCOME FROM OPERATIONS</b>		
Interest income	-	4,36,475
Consultancy charges	30,000	30,000
	<u>30,000</u>	<u>4,66,475</u>
<b>13. OTHER EXPENSES</b>		
Accounting charges	24,000	24,000
Audit fees	55,775	32,490
Bank Charges	-	670
Filing Fees	3,200	14,500
Interest paid	11,370	-
Misc. Expenses	11,867	946
Professional charges	11,500	6,640
Rates & taxes	2,60,000	-
Provision for doubtful Debts	(3,575)	(11,518)
Travelling & Conveyance expenses	3,010	5,490
	<u>3,77,147</u>	<u>73,218</u>

## **MONETA FINANCE PRIVATE LIMITED**

**Notes to accounts forming part of the Balance Sheet as at 31<sup>st</sup> March 2017 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.

### **14. 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.

D. Retirement Benefits

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

### **Other Notes**

15. Contingent Liabilities : Rs. Nil

16. There is no liability towards amount and interest payable to Micro, Small and Medium enterprises as at March 31, 2017 (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.



17. The Company had advanced loan of Rs.50,00,000/- to M/s Infotel Technologies Pvt. Ltd. in December, 2011. The party refunded principal amount i.e. Rs.50,00,000/- in March'16 and outstanding interest amount of Rs.14,30,194/- in March'2017.
18. 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.
19. **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.
20. Expenditure in Foreign Currency: Nil
21. 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.
22. Related party transactions disclosure

The Company had taken inter-corporate deposit from its holding company namely M/s Himachal Futuristic Communications Ltd. (HFCL) aggregating to Rs.1,44,00,000/- as at 31.03.2016, the same has been refunded back during the current year, details as under –

Opening balance as on 01.04.2016	Rs.1,44,00,000/-
Less: Repayments during the year	Rs.1,44,00,000/-
<b>Balance as on 31.03.2017</b>	<u>Nil</u>

During the F.Y. 2016-17, HFCL has invested Rs.1,98,00,000/- in the Company. The Company has issued 7,20,000 shares of Rs.10/- each at a premium of Rs.17.50 per share to HFCL.

23. **Share Structure Of Moneta Finance Private Limited as on 31.03.2017:-**

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.	10,19,370	1,01,93,700	99.94
2.	Mr.Anandi Lal Jain	100	1,000	0.01
3.	Mr.Prakash Chand Gulgulia	100	1,000	0.01
4.	Mr.Vijay Raj Jain	100	1,000	0.01
5.	Mr.Anil Kumar Jain	100	1,000	0.01
6.	Mr.Rajesh Kumar Gupta	100	1,000	0.01
7.	Mr.Sunil Kumar Bansal	130	1,300	0.01
	<b>TOTAL</b>	<b>10,20,000</b>	<b>1,02,00,000</b>	

24. **Directorship of the Company as on 31.03.2017 :-**

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

25. **Disclosure of Specified Bank Notes (SBN) held and transacted during 08/11/2016 – 30/12/2016**

	SBNs (*)	Other denomination notes	Total
Closing cash in hand as on 08.11.2016	--	26,029/-	26,029/-
(+) Permitted receipts	--	--	--
(-) Permitted payments	--	--	--
(-) Amount deposited in Banks	--	--	--
Closing cash in hand as on 30.12.2016	--	26,029/-	26,029/-

For the purpose of this clause, the term 'Specified Bank Notes' shall have the same meaning provided in the notification of the Government of India, in the Ministry of Finance, Department of Economic Affairs number S.O. 3407 (E), dated the 8<sup>th</sup> November, 2016.


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


For Priya Bhushan Sharma & Co.  
Chartered Accountants  
Firm Reg. No. : 011325N

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

Place : Chandigarh  
Dated : 03/05/2017

For and on behalf of the Board

  
(Dr. R.M. Kastia)  
Director  
DIN : 00053059

  
(Nawratan Mal Bengani)  
Director  
DIN : 00466093

**MONETA FINANCE PRIVATE LIMITED**

**Cash Flow Statement for the year ended on 31st March'2017**

Particulars	Amount in Rupees	
	For the year ended 31.03.17	For the year ended 31.03.16
<b>(A) Cash Flow from Operating Activities</b>		
Net Profit before taxes	(3,47,147)	3,93,257
Adjustments for :		
Provision for doubtful debts	(3,575)	(11,518)
	(3,575)	(11,518)
Operating Profit before working capital changes	(3,50,722)	3,81,739
<b>Working capital changes:</b>		
Decrease/(Increase) in Other Current Assets	1,58,648	(43,648)
Increase/(Decrease) in Short Term Provisions	(2,34,613)	1,17,635
(Increase) / Decrease in inventories		
Increase/(Decrease) in other current liabilities	(65,150)	70,000
Cash generated from operations	-	-
Income tax paid	-	(1,17,958)
<b>Net Cash used in Operating activities</b>	<b>(4,91,837)</b>	<b>4,07,768</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	14,30,194	46,07,173
Interest received	-	-
Dividend received	-	-
<b>Net Cash used in investing activities</b>	<b>14,30,194</b>	<b>46,07,173</b>
<b>(C) Cash flow from financing activities</b>		
Proceeds from Long Term/Short term borrowings	-	(47,24,430)
Repayment of Long Term/Short Term borrowings	(1,45,80,000)	-
Dividend paid	-	-
Increase in Shareholders' fund	1,98,00,000	-
<b>Net Cash from financing activities</b>	<b>52,20,000</b>	<b>(47,24,430)</b>
<b>Net increase in cash &amp; cash equivalents</b>	<b>61,58,357</b>	<b>2,90,511</b>
<b>Cash &amp; Cash equivalents (Opening balance)</b>	<b>4,37,425</b>	<b>1,46,914</b>
<b>Cash &amp; Cash equivalents (Closing balance)</b>	<b>65,95,782</b>	<b>4,37,425</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	10,190	19,039
Balance with Scheduled banks in current account	65,85,592	4,18,386
	65,95,782	

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

Firm Registration No. : 011325N

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

Place : Chandigarh  
 Dated: 03/05/2017

For and on behalf of the Board of Directors

Dr. R.M. Kastia      Nawratan Mal Bengani  
 DIRECTOR              DIRECTOR  
 DIN : 00053059      DIN : 00466093