

N.P. AIRAN & CO.

CHARTERED ACCOUNTANTS

☎ : 2529794
(M):94074-13950

N.P. AIRAN
M.Com, F.C.A.

315, Silver Sanchore Castle,
R.N.T. Marg, Indore

INDEPENDENT AUDITOR'S REPORT

To
The Members
Swastika Investmart (IFSC) Private Limited
Report on the Financial Statements

We have audited the accompanying financial statements of Swastika Investmart (IFSC) Private Limited ("the Company"), which comprise the Balance Sheet as at March 31, 2018, the Statement of Profit and Loss, the Cash Flow Statement for the year then ended and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made 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 auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2018, its loss and its cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements

- (1) The Companies (Auditors' Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of sub-section (11) of Section 143 of the Act, , we give in "Annexure I", 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, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account;
 - d. In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act read with Rule 7 of the Companies (Accounts) Rules, 2014;
 - e. On the basis of written representations received from the directors as on March 31, 2018, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2018 from being appointed as a director in terms of Section 164 (2) of the Act;



- f. With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, we give our separate Report in "Annexure II".
- g. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- (i) The Company did not have any pending litigations on its financial position in its financial statements;
 - (ii) The Company did not have any long-term contracts including derivative contracts. Hence, the question of any material foreseeable losses does not arise;
 - (iii) There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

For N.P. Airan & Co.

Chartered Accountants

FRN - 07116C



N.P. Airan

Proprietor

Membership No. 076150

Date : May 18, 2018

Place : Indore

ANNEXURE 1 TO THE INDEPENDENT AUDITOR'S REPORT

[Referred to in paragraph 1 under 'Report on Other Legal and Regulatory Requirements' in the Independent Auditor's Report of even date to the members of Swastika Investmart (IFSC) Private Limited on the financial statements for the year ended March 31, 2018]

- (i) As explained to us, the Company does not possess any fixed assets. Consequently, the provisions stated in paragraph 3 (i) (a), 3 (i) (b) and 3 (i) (c) of the Order are not applicable and hence, not commented upon.
- (ii) As explained to us, the business of Company is providing investment and stock broking services and the Company do not possess any inventory. Consequently, the provisions stated in paragraph 3 (ii) of the Order are not applicable and hence, not commented upon.
- (iii) 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 Act. Accordingly, paragraph 3(iii)(a), 3(iii)(b) and 3(iii)(c) of the Order is not applicable to the Company and hence, not commented upon.
- (iv) Based on information and explanation given to us, the provisions of Section 185 of the Act are not applicable to the Company. Further, the Company has not made any investments or loans or guarantee or security provided to the parties covered under Section 186 of the Act, hence the provisions of the Section 186 of the Act are not applicable to the Company.
- (v) In our opinion and according to the information and explanations given to us, the Company has not accepted any deposits from the public within the provisions of Sections 73 to 76 of the Act and the rules framed there under and hence, not commented upon.
- (vi) The Central Government has not prescribed the maintenance of cost records for any of the products of the Company under sub-section (1) of Section 148 of the Act and the rules framed there under.
- (vii)
 - (a) The Company is regular in depositing with appropriate authorities, undisputed statutory dues including provident fund, employees' state insurance, income tax, sales tax, service tax, value added tax, customs duty, excise duty, cess and any other material statutory dues applicable to it.

In our opinion and according to the information and explanations given to us, no undisputed amounts payable in respect of provident fund, employees' state insurance, income tax, sales tax, service tax, value added tax, customs duty, excise duty, cess and any other material statutory dues applicable to it, were outstanding, at the year end, for a period of more than six months from the date they became payable.

- (b) In our opinion and according to the information and explanation given to us, there are no dues with respect to income tax, sales tax, service tax, value added tax, customs duty, excise duty, which have not been deposited on account of any dispute.



- (viii) In our opinion and according to the information and explanations given to us, the Company has not taken any loan or borrowings from financial institution(s), bank(s), government(s) or dues to debenture holder(s). Therefore, paragraph 3(viii) of the Order is not applicable to the Company.
- (ix) The Company has neither raised money by way of public issue offer nor has obtained any term loans. Therefore, paragraph 3(ix) of the Order is not applicable to the Company.
- (x) During the course of our examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations given to us, we have neither come across any instance of fraud by the Company or any fraud on the Company by its officers or employees, noticed or reported during the year, nor have we been informed of any such instance by the management.
- (xi) As per the information and explanations given to us, the Company has not paid any managerial remuneration during the financial year; hence the provisions of Section 197 read with Schedule V to the Act are not applicable to the Company. Accordingly, paragraph 3(xi) of the Order is not applicable to the Company and hence, not commented upon.
- (xii) In our opinion and according to the information and explanations given to us, the Company is not a Nidhi Company. Therefore, paragraph 3(xii) of the Order is not applicable to the Company and hence, not commented upon.
- (xiii) In our opinion and according to the information and explanation given to us, the company has not entered into any transaction with the related parties. Therefore, paragraph 3(xiii) of the Order is not applicable to the Company and hence, not commented upon.
- (xiv) The Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review. Therefore, paragraph 3(xiv) of the Order is not applicable to the Company.
- (xv) In our opinion and according to the information and explanations given to us, the Company has not entered into any non-cash transactions with directors or persons connected with him during the year.
- (xvi) In our opinion and according to the information and explanation given to us, the Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934.

For N.P. Airan & Co.

Chartered Accountants

FRN - 07116C


N.P. Airan

Proprietor

Membership No.076150

Date : May 18, 2018

Place : Indore



ANNEXURE 2 TO THE INDEPENDENT AUDITOR'S REPORT

[Referred to in paragraph 2 under 'Report on Other Legal and Regulatory Requirements' in the Independent Auditor's Report of even date to the members of Swastika Investmart (IFSC) Private Limited on the financial statements for the year ended March 31, 2018]

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

We have audited the internal financial controls over financial reporting of Swastika Investmart (IFSC) Private Limited as of March 31, 2018 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

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

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing specified under section 143(10) of the Act to the extent applicable to an audit of internal financial controls, both issued by the 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 over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness.

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

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



Meaning of Internal Financial Controls Over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

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

Opinion

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

For N.P. Airan & Co.

Chartered Accountants

FRN - 07116C



N.P. Airan

Proprietor

Membership No.076150



Date : May 18, 2018

Place : Indore

SWASTIKA INVESTMART (IFSC) PRIVATE LIMITED

BALANCE SHEET AS AT MARCH 31, 2018

CIN : U65990GJ2016PTC094726

(₹)

Particulars	Note No.	As at	As at
		March 31, 2018	March 31, 2017
I. EQUITY AND LIABILITIES			
1 Shareholders' Funds			
(a) Share Capital	2	100,000	100,000
(b) Reserves & Surplus	3	(23,745)	(18,545)
2 Current Liabilities			
Short-term Provisions	4	2,000	1,000
Total		78,255	82,455
II. ASSETS			
1 Current Assets			
Cash and Bank Balances	5	78,255	82,455
Total		78,255	82,455

As per our Report of even date

N.P.Airan & Co.
Chartered Accountants
FRN: 07116C

N.P.Airan
Proprietor
M.No. 076150



For and on behalf of the Board of Directors
Swastika Investmart (IFSC) Private Limited

Sunil Nyati

Director

DIN : 00015963

Anita Nyati

Director

DIN : 01454595

Place: Indore

Date: May 18, 2018

SWASTIKA INVESTMART (IFSC) PRIVATE LIMITED

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED MARCH 31, 2018

CIN : U65990GJ2016PTC094726

Particulars	Note No.	For the year ended March 31,2018	For the year ended March 31,2017
Other Expenses	6	5,200	18,545
Total Expenses		5,200	18,545
Profit /(Loss) for the Year		(5,200)	(18,545)

As per our Report of even date

N.P.Airan & Co.

Chartered Accountants

FRN: 07116C

N.P.Airan

Proprietor

M.No. 076150



For and on behalf of the Board of Directors
Swastika Investmart (IFSC) Private Limited

Sunil Nyati
Sunil Nyati
Director
DIN : 00015963

Anita Nyati
Anita Nyati
Director
DIN : 01454595



Place: Indore

Date: May 18, 2018

SWASTIKA INVESTMART (IFSC) PRIVATE LIMITED		
CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2018		
CIN : U65990GJ2016PTC094726		
Particulars	For the year ended March 31,2018	For the year ended March 31,2017
A Cash Flow From Operating activities:		
Profit before income tax :	(5,200)	(18,545)
Operating Profit Before Working Capital Changes	(5,200)	(18,545)
Adjustment for Working Capital Changes:		
Short term Provisions	1,000	1,000
Cash generated from operations	(4,200)	(17,545)
Income taxes paid	-	-
Net Cash (outflow)/inflow from Operating Activities (A)	(4,200)	(17,545)
B Cash Flows From Investing Activities	-	-
Net Cash flow from Investing Activities (B)	-	-
C Cash Flows From Financing Activities		
Share Issue Proceeds	-	100,000
Net Cash Flow from Financing Activities (C)	-	100,000
Net Increase in Cash & Cash Equivalents (A+B+C)	(4,200)	82,455
Cash & Cash Equivalents (Opening)	82,455	-
Cash & Cash Equivalents (Closing)	78,255	82,455

As per our Report of even date

N.P.Airan & Co.

Chartered Accountants

FRN: 07116C

N.P.Airan

Proprietor

M.No. 076150



For and on behalf of the Board of Directors
Swastika Investmart (IFSC) Private Limited

Sunil Nyati
Sunil Nyati
Director
DIN : 00015963

Anita Nyati
Anita Nyati
Director
DIN : 01454595



Place: Indore

Date: May 18, 2018

SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO FINANCIAL STATEMENTS

Note 1: Significant Accounting Policies

a) Basis of Accounting

The Company maintains its accounts on accrual basis following the historical cost convention in accordance with accounting principles generally accepted in India and in compliance with the Accounting Standards specified under Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014.

b) Use of Estimates

The Preparation of Financial statements in conformity with Generally Accepted Accounting Principles requires estimates and assumptions to be made that affect the reported amounts of assets and liabilities on the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Differences between actual results and estimates are recognized in the period in which the results are known/materialized.

c) Fixed Assets and Depreciation

The Company does not possess any Fixed Asset.

d) Taxes on Income

- Tax on income for the current period is determined on the basis of estimated taxable income and tax credits computed in accordance with the provisions of the Income Tax Act, 1961.
- Deferred Tax is recognized, subject to the consideration of prudence, on timing differences, being the difference between taxable incomes & accounting income that originate in one period and are capable of reversal in one or more subsequent period.
- Deferred Tax Assets are recognized and carried forward only to the extent that there is a reasonable certainty supported by convincing evidence that sufficient future taxable income will be available against which such deferred tax assets can be realized.

e) Provision for Contingent Liabilities and Contingent Assets

Provision involving a substantial degree of estimation in measurement is recognized when there is a present obligation as a result of past events and is probable that there will be an outflow of resources embodying economic benefit. Contingent liabilities are not recognized but are disclosed in the Financial Statements. Contingent Assets are neither recognized nor disclosed in the financial Statements.



Note 2: Share Capital

Note 2A : Authorized, Issued, Subscribed and Paid Up

Share Capital	As at March 31, 2018	As at March 31, 2017
	Amount	Amount
Authorized 10,000 Shares Equity Shares of Rs 10 each (Previous Year 10,000 Equity Shares of Rs. 10 each)	100,000	100,000
Issued 10,000 Equity Shares of Rs.10 each (Previous Year 10,000 Equity Shares of Rs. 10 each)	100,000	100,000
Subscribed & Paid up 10,000 Equity Shares of Rs.10 each fully paid (Previous Year 10,000 Equity Shares of Rs. 10 each)	100,000	100,000
Total	100,000	100,000

Each holder of equity shares is entitled to one vote per share.

Note 2B: Reconciliation of the number of Shares as at the beginning and at the end of the Financial Year

Particulars	Equity Shares (2017-18)	
	Number	Amount
Shares outstanding at the beginning of the year	10,000	100,000
Shares outstanding at the end of the year	-	-
Total	10,000	100,000

Particulars	Equity Shares (2016-17)	
	Number	Amount
Shares outstanding at the beginning of the year	10,000	100,000
Shares outstanding at the end of the year	-	-
Total	10,000	100,000

Note 2C : ShareHolders holding more than 5% of Shares

Name of the Shareholder	As at March 31, 2018	
	No. of Shares held	% of Holding
Swastika Investmart Limited	10,000	100

Name of the Shareholder	As at March 31, 2017	
	No. of Shares held	% of Holding
Swastika Investmart Limited	10,000	100



Note 3: Reserves & Surplus

<u>Particulars</u>	As at March 31, 2018	As at March 31, 2017
Opening balance	(18,545)	-
(+) Net Profit/ (Loss) for the current year	(5,200)	(18,545)
Closing Balance	(23,745)	(18,545)

Note 4: Short Term Provisions

<u>Particulars</u>	As at March 31, 2018	As at March 31, 2017
Auditors Remuneration	2,000	1,000
Professional Fee		
Total	2,000	1,000

Note 5: Cash and Bank Balances

<u>Particulars</u>	As at March 31, 2018	As at March 31, 2017
Cash	78,255	82,455
Total	78,255	82,455

Note 6: Other Expenses

<u>Particulars</u>	For the year ended March 31, 2018	For the year ended March 31, 2017
Legal Expenses	4,200	5,420
Preliminary Exp Written Off	-	-
Printing & Stationery	-	1,255
Other Expenses	-	870
Audit Fees	1,000	1,000
Rent	-	10,000
Total	- 5,200	18,545



Note 7: Notes to Financial Statements

- a) In the opinion of Management, Current Assets, Loans and Advances have a value on realization in the ordinary course of the business at least equal to the amount at which they are stated and provisions for all known liabilities have been made.
- b) The Company does not have any Contingent Liability.
- c) Previous year figures have been reworked, regrouped, rearranged and reclassified wherever necessary.
- d) Company has not started any of its commercial operation till balance sheet date.

As per our report of even date

For N.P.Airan & Co.
Chartered Accountants
FRN: 07116C

N.P. Airan



N.P.Airan
Proprietor
M.No.076150

For and on behalf of Board of Directors
Swastika Investmart (IFSC) Private Limited

Sunil Nyati

Sunil Nyati
Director
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Director
DIN : 01454595

Place: Indore
Date: May 18, 2018