

INDEPENDENT AUDITOR'S REPORT

To
The Members of
F MEC INTERNATIONAL FINANCIAL SERVICES LIMITED

Report on the Financial Statements

We have audited the accompanying statement of **Consolidated** financial results ("the Statement") of **F Mec International Financial Services Limited** ("the Holding Company) and **YDS Securities Private Limited** ("the subsidiary Company") together referred as "**the Group**" for the year ended on **31st March, 2017**, the Statement of Profit and Loss, Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for (consolidated) the Financial Statements

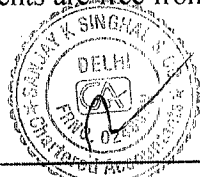
The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these (consolidated) financial statements that give a true and fair view of the financial position, financial performance and cash flows of 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 the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these (consolidated) financial statements based on our audit.

We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made there under.

We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.



An audit involves performing procedures to obtain audit evidence about the amounts and the 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 a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on whether the Company has in place an adequate internal financial controls system over financial reporting and the operating effectiveness of such controls. An audit also includes evaluating the appropriateness of the 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 (consolidated) financial statements

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid (consolidated) 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, 2017, and its Profit/Loss and its Cash Flow 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"), as amended, issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order.
2. As required by section 143 (3) of the Act, we report that:
 - a. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose 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 (consolidated) 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, 2017 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2017 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, refer to our separate Report in "Annexure B".



- 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 does not have any pending litigations which would impact its financial position.
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
 - iv. The company had provided requisite disclosures in its financial statements as to holdings as well as dealings in Specified Bank Notes during the period from 8th November, 2016 to 30th December, 2016 and these are in accordance with the books of accounts maintained by the company. [Refer point no. 25 of the notes to accounts]

FOR SANJAY K SINGHAL & CO

Chartered Accountants

FRN: 024807N



(Sanjay Kumar Singhal)

Partner

M. No.: 503475

Place: Delhi

Date: 25/05/2017

“Annexure A” to the Independent Auditors’ Report

Referred to in paragraph 1 under the heading ‘Report on Other Legal & Regulatory Requirement’ of our report of even date to the financial statements of the Company for the year ended March 31, 2017:

- 1) The Company has neither acquired nor having any fixed assets for the year ended 31/03/2017
- 2) (i) The company doesn't have any inventory but the Subsidiary company (YDS Securities Pvt. Ltd.) has a inventory of shares only.
(ii) The Company has maintained proper records of inventories. As explained to us, there was no material discrepancies noticed on physical verification of inventories as compared to the book records.
- 3) 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, the provisions of clause 3 (iii) (a) to (c) of the Order are not applicable to the Company and hence not commented upon.
- 4) In our opinion and according to the information and explanations given to us, the company has complied with the provisions of section 185 and 186 of the Companies Act, 2013 In respect of loans, investments, guarantees, and security.
- 5) The Company has not accepted any deposits from the public and hence the directives issued by the Reserve Bank of India and the provisions of Sections 73 to 76 or any other relevant provisions of the Act and the Companies (Acceptance of Deposit) Rules, 2015 with regard to the deposits accepted from the public are not applicable.
- 6) As informed to us, the maintenance of Cost Records has not been specified by the Central Government under sub-section (1) of Section 148 of the Act, in respect of the activities carried on by the company.
- 7) (a) According to information and explanations given to us and on the basis of our examination of the books of account, and records, the Company has been generally 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. According to the information and explanations given to us, no undisputed amounts payable in respect of the above were in arrears as at March 31, 2017 for a period of more than six months from the date on when they become payable.
b) According to the information and explanation given to us, there are no dues of income tax, sales tax, service tax, duty of customs, duty of excise, value added tax outstanding on account of any dispute.
- 8) In our opinion and according to the information and explanations given to us, the Company has not defaulted in the repayment of dues to banks. The Company has not taken any loan either from financial institutions or from the government and has not issued any debentures.

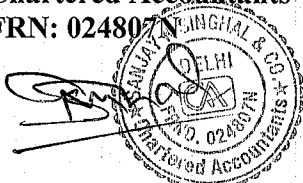


- 9) Based upon the audit procedures performed and the information and explanations given by the management, the company has not raised moneys by way of initial public offer or further public offer including debt instruments and term Loans. Accordingly, the provisions of clause 3 (ix) of the Order are not applicable to the Company and hence not commented upon.
- 10) Based upon the audit procedures performed and the information and explanations given by the management, we report that no fraud by the Company or on the company by its officers or employees has been noticed or reported during the year.
- 11) Based upon the audit procedures performed and the information and explanations given by the management, the managerial remuneration has been paid or provided in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Companies Act;
- 12) In our opinion, the Company is not a Nidhi Company. Therefore, the provisions of clause 4 (xii) of the Order are not applicable to the Company.
- 13) In our opinion, all transactions with the related parties are in compliance with section 177 and 188 of Companies Act, 2013 and the details have been disclosed in the Financial Statements as required by the applicable accounting standards.
- 14) Based upon the audit procedures performed and the information and explanations given by the management, the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review. Accordingly, the provisions of clause 3 (xiv) of the Order are not applicable to the Company and hence not commented upon.
- 15) Based upon the audit procedures performed and the information and explanations given by the management, the company has not entered into any non-cash transactions with directors or persons connected with him. Accordingly, the provisions of clause 3 (xv) of the Order are not applicable to the Company and hence not commented upon.
- 16) In our opinion, the company is required to be registered under section 45 IA of the Reserve Bank of India Act, 1934 and accordingly, the company has obtained registration, Reg. No. 14.01129

FOR SANJAY K SINGHAL & CO

Chartered Accountants

FRN: 024807N



(Sanjay Kumar Singhal)

Partner

M. No.: 503475

Place: Delhi

Date: 25/05/2017

“Annexure B” to the Independent Auditor’s Report of even date on the Consolidated Financial Statements of F MEC INTERNATIONAL FINANCIAL SERVICES LIMITED the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 (“the Act”)

We have audited the internal financial controls over financial reporting of F MEC INTERNATIONAL FINANCIAL SERVICES LIMITED as of March 31, 2017 in conjunction with our audit of the consolidated 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. 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, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor’s 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 authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls over Financial Reporting

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

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2017, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

FOR SANJAY K SINGHAL & CO

Chartered Accountants

FRN: 024807

(Sanjay Kumar Singhal)

Partner

M. No.: 503475

Place: Delhi

Date: 25/05/2017



CONSOLIDATED BALANCE SHEET AS AT 31/03/2017

In Rs.

Particulars	Note	Figures as at the end of Current reporting period 31/03/2017	Figures as at the end of Current reporting period 31/03/2016
I. EQUITY AND LIABILITIES			
(1) Shareholders' Funds			
(a) Share Capital	3	31,007,000	31,007,000
(b) Reserves and Surplus	4	(1,139,409)	(1,350,019)
(c) Money received against share warrants			
		29,867,591	29,656,981
Minority Interest		2,658,200	2,658,200
(2) Share application money pending allotment			
(3) Non-Current Liabilities			
(a) Long-term borrowings	5	100,000	1,000,000
(b) Deferred tax liabilities (Net)		-	-
(c) Other Long term liabilities		-	-
(d) Long-term provisions		-	-
		100,000	1,000,000
(4) Current Liabilities			
(a) Short-term borrowings		-	-
(b) Trade payables		-	-
(c) Other current liabilities	6	791,686	698,747
(d) Short-term provisions	17	110,352	27,507
		902,038	726,254
TOTAL		33,527,829	34,041,435
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		-	-
(b) Non-current investments	7	5,152,500	5,152,500
(c) Deferred tax assets (net)	8	204,428	204,428
(d) Long term loans and advances	9	24,051,720	25,283,775
(e) Other non-current assets			
		29,408,648	30,640,703
(2) Current assets			
(a) Current Investments		-	-
(b) Inventories	10	1,985	1,985
(c) Trade receivables		-	-
(d) Cash and cash equivalents	11	971,641	312,310
(e) Short-term loans and advances	12	2,841,200	2,841,200
(f) Other current assets	13	304,355	245,237
		4,119,181	3,400,732
TOTAL		33,527,829	34,041,435

In terms of our attached report of even date

For **SANJAY K. SINGHA & CO**

Chartered Accountants
 FRN: 024807

(Sanjay Kumar Singhal)
 Partner
 M. No.: 503475

Place: Delhi
 Date: 25/05/2017

For and on behalf of

F Mec International Financial Services Limited

(Bimal Aggarwal)
 Managing Director
 DIN: 00361883

(Manoj Kumar)
 CFO
 PAN: AG0PT3174G

(Rachna Agarwal)
 Director
 DIN: 02604852

(Richa Agarwal)
 RACHNA AGARWAL
 COMPANY SECRETARY
 MEM: A46725

CONSOLIDATED STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31/03/2017

In Rs.

	Particulars	Note	Figures as at the end of Current reporting period 31/03/2017	Figures as at the end of Current reporting period 31/03/2016
I.	Revenue from operations	14	5,060,680	2,554,180
II.	Other Income		707	25,200
III.	Total Revenue (I +II)		5,061,387	2,579,380
IV.	Expenses:			
	Cost of materials consumed		-	-
	Purchase of Stock-in-Trade			
	Changes in inventories of finished goods, work-in-progress and Stock-in-Trade		-	-
	Employee benefit expense		816,667	796,000
	Financial costs	15	1,073	508
	Depreciation and amortization expense		-	-
	Other expenses	16	3,922,686	1,729,949
	Total Expenses		4,740,426	2,526,457
V.	Profit before exceptional and extraordinary items and tax (III - IV)		320,961	52,923
VI.	Exceptional Items		-	-
VII.	Profit before extraordinary items and tax (V - VI)		320,961	52,923
VIII.	Extraordinary Items		-	-
IX.	Profit after extraordinary items and before tax (VII - VIII)		320,961	52,923
X.	Tax expense:			
	(1) Current tax	17	110,352	27,507
	(2) Deferred tax		-	-
XI.	Profit(Loss) for the period from continuing operations		210,609	25,416
XII.	Profit/(loss) from discontinuing operations		-	-
XIII.	Tax expense of discontinuing operations		-	-
	Prior Period MAT W/off		-	-
	Prior Period Deferred Tax Adjustment		-	-
XIV.	Profit(Loss) for the period		210,609	25,416
XV.	Earning per equity share:			
	(1) Basic		0.0679	0.0082
	(2) Diluted		-	-

In terms of our attached report of even date
For SANJAY K SINGHAL & CO

Chartered Accountants
 FRN: 024807

(Sanjay Kumar Singhal)
 (Partner)
 M. No.: 503475

Place: Delhi
 Date: 25/05/2017

For and on behalf of
F Mec International Financial Services Limited

(Bimal Aggarwal)
 Managing Director
 DIN: 00361883

(Rachna Aggarwal)
 Director
 DIN: 02604852

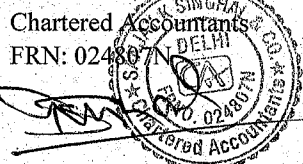
(Manoj Kumar)
 CFO
 PAN: A90PT31749

(Richa Aggarwal)
 RACHA AGGARWAL
 COMPANY SECRETARY
 MEM:- A46725

F MEC INTERNATIONAL FINANCIAL SERVICES LIMITED
CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH 2017

Particulars		For the year ended	For the year ended
		March 31, 2017	March 31, 2016
		Rs.	Rs.
A. CASH FLOW FROM OPERATING ACTIVITIES			
Net profit before tax and extraordinary items		320,961	52,923
Adjustment for:			
interest		-	-
Provision for income tax		82,845	-
MAT Credit Entitlement		-	-
Operating profit before working capital changes		403,806	52,923
Adjustment for:			
loans and advances		-	-
Trade Payable		-	-
Other current liabilities and provisions		92,939	461,297
Trade receivables		-	-
Other current assets		(59,118)	(243,619)
Cash generated from operations		437,628	270,601
Interest paid		-	-
Tax paid		-	-
Income Tax Adjustment		(110,352)	(27,507)
NET CASH FROM OPERATING ACTIVITIES	(A)	327,276	243,094
B. CASH FLOW FROM INVESTING ACTIVITIES			
Capital advance		-	-
Purchase of Investment		-	-
Purchase of fixed assets		-	-
Long Term Loan Advances		1,232,055	(2,326,043)
Non-current investments		-	900,000
NET CASH USED IN INVESTING ACTIVITIES	(B)	1,232,055	(1,426,043)
C. CASH FLOW FROM FINANCE ACTIVITIES			
(Decrease)/increase in equity share capital		-	-
(Decrease)/increase in Securities premium		-	-
(Decrease)/increase in Preference shares		-	-
(Decrease)/increase in long term borrowings		(900,000)	1,000,000
(Decrease)/increase in Short term borrowings		-	-
	(C)	(900,000)	1,000,000
D. NET INCREASE IN CASH AND CASH EQUIVALENTS	(A+B+C)	659,331	(182,949)
Cash and cash equivalents opening balance		312,310	495,259
Cash and cash equivalents closing balance		971,641	312,310

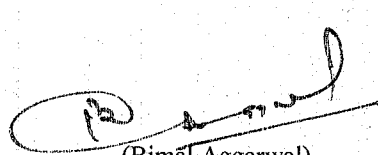
In terms of our attached report of even date
For SANJAY K SINGHAL & CO

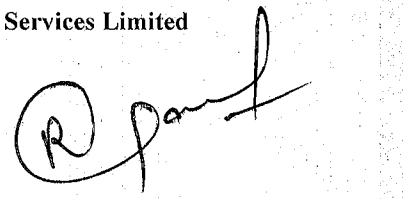
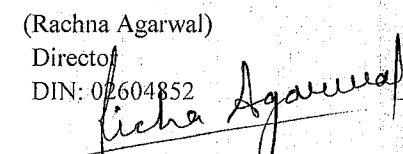
Chartered Accountants
 FRN: 024807


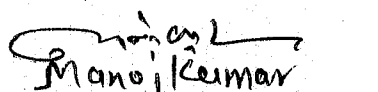
(Sanjay Kumar Singhal)
 Partner
 M. No. :503475

Place: New Delhi
 Date: 25/05/2017

For and on behalf of
Fmec International Financial Services Limited

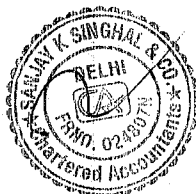

 (Bimal Aggarwal)
 Managing Director
 DIN: 00361883


 (Rachna Agarwal)
 Director
 DIN: 02604852

 RICHHA AGARWAL
 COMPANY SECRETARY
 MEM:- A46725


 Manoj Kumar
 CFO
 PAN: ACOPT3749

CONSOLIDATED NOTES FORMING PART OF THE FINANCIAL STATEMENT FOR THE YEAR ENDED 31ST MARCH 2017

Note No	Particulars	Figures for the current reporting period 31/03/2017	Figures for the previous reporting period 31/03/2016		
3	Share Capital				
	Authorised				
	3500000(3500000) Equity Shares of Rs. 10/- Par Value	35,000,000	35,000,000		
		35,000,000	35,000,000		
	Issued				
	3100700(3100700) Equity Shares of Rs. 10/- Par Value	31,007,000	31,007,000		
		31,007,000	31,007,000		
	Subscribed				
	3100700(3100700) Equity Shares of Rs. 10/- Par Value	31,007,000	31,007,000		
		31,007,000	31,007,000		
	Paidup				
	3100700(3100700) Equity Shares of Rs. 10/- Par Value fully paidup	31,007,000	31,007,000		
		31,007,000	31,007,000		
3.1	Detail of shareholding more than 5% of the shareholding				
	Particular	31/03/2017	% Held	31/03/2016	% Held
	Shweta Singh	-	-	180,875	5.83%
	Suresh Pal Singh	-	-	179,450	5.79%
	Sunita Singh	-	-	170,050	5.48%
3.2	Reconciliation of shares outstanding at the begning and at the end of the reporting date				
	Particular	31/03/2017		31/03/2016	
		No. of Shares	Amount	No. of Shares	Amount
	Number of Shares a the beginning	3,100,700	31,007,000	3,100,700.00	31,007,000
	Add: Issue	-	-	-	-
	Less: Bought Back	-	-	-	-
	Add: Other	-	-	-	-
	Number of Shares at the end	3,100,700	31,007,000	3,100,700.00	31,007,000
4	Reserve and Surplus	31/03/2017	31/03/2016		
	Surplus				
	Balance B/f	(2,273,519)	(2,298,031)		
	Amount Transferred From Statement of P&L	210,609	24,512		
	Amount Transferred from Sundries	(2,062,909)	(2,273,519)		
	Share Premium Account	923,500	923,500		
		(1,139,409)	(1,350,019)		
	Total	(1,139,409)	(1,350,019)		
5	Long Term Borrowings	31/03/2017	31/03/2016		
	Loan and Advances From Subsidiary Company & Other Parties				
	Unsecured Loans:-				
	Freight Carriers Pvt. Ltd	-	250,000		
	Vishnupriya Finance & Leasing Limited	-	550,000		
	Other	100,000	100,000		
	Rohit Agrawal	-	100,000		
		100,000	1,000,000		



6	Other Current Liabilities	31/03/2017	31/03/2016
	Expenses Payables		
	Tds Payable	11,188	16,723
	Professional Fees Payable	289,685	6,339
	Audit Fees Payable	78,750	47,500
	Expenses Payable	412,063	628,185
		791,686	698,747
7	Non Current Investments	31/03/2017	31/03/2016
	Investments		
	Unquoted		
	Texas Engineers Pvt. Ltd.	100,000	100,000
	Investments (Quoted)		
	Equity Shares		
	Sky Line India Ltd.	222,500	222,500
	Capfin India Ltd.	1,000,000	1,000,000
	Investments (Unquoted)		
	Sonia Finvest Pvt. Ltd.	2,100,000	2,100,000
Genius Finvest Pvt. Ltd.	1,730,000	1,730,000	
		5,152,500	5,152,500
8	Deferred Tax Assets/ (Liability)	31/03/2017	31/03/2016
	Deferred Tax Assets	204,428	204,428
		204,428	204,428
9	Long-term loans and advances	31/03/2017	31/03/2016
	Long Term Loans and Advances to be recoverable in cash or in kind		
	Unsecured Considered good		
	Blossom E Solutions Pvt. Ltd.	6,257,460	6,257,460
	Logisys Ind. Pvt. Ltd.	4,500,000	5,920,020
	Suresh Pal Singh	3,500,000	4,939,648
	Sunita Singh	-	107,587
	Sweta Singh	1,160,000	1,325,000
	.Deccan Plateau Project L.L.P	218,660	3,069,260
	Charanjeet Bawa	2,000,000	2,000,000
	IT Serve Global	1,569,900	-
	Karo Coils Pvt. Ltd.	3,116,100	-
	AS BUILDPRO PVT LTD	1,729,600	1,664,800
		24,051,720	25,283,775
	10	Inventories	31/03/2017
Other Closing Stock		1,985	1,985
		1,985	1,985
11	Cash and cash equivalents	31/03/2017	31/03/2016
	Cash in Hand	478,289	265,649
	Balance With Banks		
	Current Account		
	UNION BANK OF INDIA	493,352	46,661
		971,641	312,310
12	Short-term loans and advances	31/03/2017	31/03/2016
	Unsecured Advances to related Parties		
	Unsecured Considered good		
	Texas Engineers Pvt. Ltd.	-	-
	Advance for Shares / other advance	2,841,200	2,841,200
	2,841,200	2,841,200	



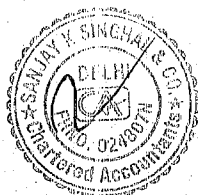
13	Other Current Assets	31/03/2017	31/03/2016
	TDS AY 2014-15	1,318	1,318
	TDS AY 2016-17	-	41,280
	TDS AY 2017-18	274,078	-
	Service Tax Input	27,960	197,639
	KKC Input	999	-
	Advance tax	-	5,000
		304,355	245,237

14	Revenue from operations	31/03/2017	31/03/2016
	Income from Services		
	Consultancy & Commission Income	4,500,000	-
	Interest Income	560,680	2,554,180
		5,060,680	2,554,180

15	Finance costs	31/03/2017	31/03/2016
	Bank Charges	1,073	508
		1,073	508

16	Other Expenses	31/03/2017	31/03/2016
	Auditor Remuneration	50,000	50,000
	Listing Fees	206,900	1,340,840
	Professional Fee	197,706	176,380
	Annual Custody Fee	15,000	-
	Bad Debts	3,132,255	-
	Diwali Bonus	28,000	-
	Membership Fees	56,250	-
	Office Expenses	55,780	-
	Other Expenses	5,450	-
	Repair & Maintenance	6,540	-
	Share Transfer Exp.	1,200	-
	Travelling Exp.	23,550	-
	Advertisement Expenses	42,000	70,400
	Roc Fees	3,069	2,456
	Meeting Fee	-	23,500
	Conveyance Charges	1,587	5,197
	Courier Expenses	560	3,708
	Interest On Tds	2,306	4,584
	Notarizing Expenses	-	404
	Photy Copy Expenses	1,080	1,615
	Printing & Stationary	15,200	5,560
	Rent	48,000	20,000
	Swachh Bharat Cess Tax	2,372	1,500
	Telephone & Internet Expenses	23,881	15,305
	Website Designing Expenses	4,000	8,500
		3,922,686	1,729,949

17	Tax Expenses	31/03/2017	31/03/2016
	Deferred Tax	-	-
	Provision For Tax-Mat	110,352	27,507
		110,352	27,507



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M/S F MEC INTERNATIONAL FINANCIAL SERVICES LIMITED

II nd Floor, Central Bank Building, 13-B, Netaji Subhash Marg,
Daryaganj, Delhi-110002

**CONSOLIDATED NOTES FORMING INTEGRAL PART OF THE ACCOUNTS
FOR THE YEAR ENDED 31ST MARCH 2017**

1. CORPORATE INFORMATION

F MEC International Financial Services Limited (the company) is a Limited company domiciled in India and incorporated under provision of Companies Act, 1956 as on 7th June 1993 and is Holding of YDS Securities Private Limited. The company is engaged in the business of Financing and providing Consultancy.

2. BASIS OF PREPARATION OF ACCOUNTS

The financial statements are prepared in accordance with Indian Generally Accepted Accounting Principles ("GAAP") under the historical cost convention on the accrual basis. GAAP comprises mandatory accounting standards as specified under section 133 of the companies Act 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014. The Financial Statements has been prepared on the accrual basis and under the historical cost convention. The managements evaluate all recently issued or revised accounting standards on a going-concern basis.

The Accounting policies adopted in the preparation of financial statements are consistent with those of pervious year, except for the change in accounting policy explained below.

2.1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

i) CHANGE IN ACCOUNTING POLICY

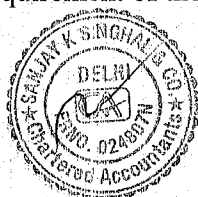
PRESENTATION AND DISCLOSURE OF FINANCIAL STATEMENTS

During the year ended 31st March 2017, the Schedule III notified under the Companies Act, 2013, has become applicable to the company for the preparation and presentation of its Financial Statements. The adoption of revised Schedule III does not impact recognition and measurement principles followed for preparation of Financial Statements. However it has significant impact on the presentation and disclosures made in Financial Statements.

The company has also reclassified the previous year figures in accordance with requirement as applicable in the current year.

ii) USE OF ESTIMATES

The preparation of financial statements requires the management of the Company to make estimates and assumptions that affect the reported balance of Assets and Liabilities and disclosures related to the contingent liabilities as at the date of financial statements and reported accounts of revenues and expenses during the period. Actual results could differ from those estimates. Any revision of accounting estimates is recognized in accordance with the requirement of the respective accounting standard.



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iii) **TANGIBLE ASSETS AND DEPRECIATION**

The company has neither acquired any asset nor having any Fixed Assets as on the date of Balance sheet

iv) **INVESTMENT**

Investments are valued at cost.

v) **REVENUE RECOGNITION**

Revenue is recognized on mercantile basis to the extent that it is probable that the economic benefits will flow to the company and the revenue can be reliably measured.

vi) **TAX EXPENSES**

Tax expense comprises of current tax. Current income tax is measured at the amount expected to be paid to the tax authorities in accordance with the Indian Income Tax Act 1961 enacted in India. The tax rates and tax laws used to compute the amount are those as enacted, at operating date.

Deferred Taxation is provided using the liability method in respect of the taxation effect arising from all material timing difference between the accounting and tax treatment for Income and Expenditure, which are expected with reasonable probability to crystallize in the foreseeable future.

Deferred Tax benefits are recognized in the financial statements only to the extent of any deferred tax liability or when such benefits are reasonable expected to be realizable in the near future.

Deferred Tax Assets and liabilities are measured at tax rates that have been enacted or substantively enacted by the balance sheet date.

vii) **EVENTS OCCURRING AFTER BALANCE SHEET DATE:-**

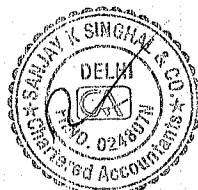
No significant events which could affect the financial position as on 31-03-2017 to a material extent have been reported by the assessee, after the balance sheet date till the signing of report.

viii) **PRIOR PERIOD AND EXTRAORDINARY ITEMS:-**

There are no material changes or credits which arise in the current period, on accounts of errors and omission in the preparation of the financial statements for the one or more prior periods.

ix) **EARNINGS PER SHARE**

Basic earnings per share is calculated by dividing the net profit for the period attributable to equity shareholders by the weighted average number of equity share outstanding during the year



x) **PROVISIONS, CONTINGENT LIABILITIES AND CONTINGENT ASSETS**

PROVISIONS

A provision is recognized when an enterprise has a present obligation as a result of past event. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates.

CONTINGENT LIABILITIES

A contingent liability is disclosed where, as a result of past events, there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. When there is a possible obligation or a present obligation in respect of which the likelihood of outflow or resources is remote, no provision or disclosure is made.

CONTINGENT ASSETS

Contingent Assets are neither recognized nor disclosed.

Provisions, Contingent Liabilities and Contingent Assets are reviewed at each Balance Sheet date.

18. **AUDITOR'S REMUNERATION**

(IN RS.)

Particulars	2016-17	2015-16
Auditors' Remuneration		
Statutory Audit Fee	50,000	50,000
In other capacity	-	-
TOTAL	50,000	50,000

19. **EARNING PER SHARE**

Basic earnings per share are calculated in accordance with the provisions of Accounting Standard-20 "Earnings per Share" are given hereunder:

PARTICULARS	2016-17	2015-16
Net Profit after Tax attributable to Equity Shareholders (Rs.)	2,10,609.00	25,416.37
Weighted Average number of Equity Shares	31,00,700	31,00,700
Basic Earnings per Share (Face Value Rs. 10) (Rs.)	0.0679	0.0082

20. In the opinion of the directors, current assets and advances have a value on realization in the ordinary course of the business at least equal to the amount at which these have been stated in the Balance Sheet.

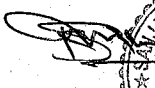
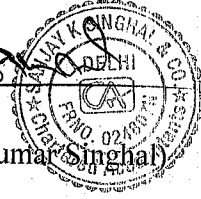
21. Balances of Sundry Creditors/Debtors are subject to confirmation/reconciliation, which in the opinion of the management is not significant, adjustments, if any will be carried out as and when settled. However accounts have been reconciled on the basis of materiality.



22. The company is a small and medium sized company as defined in the General Instruction in respect of Accounting Standard notified under the Companies Act, 1956. Accordingly, the Company has complied with the Accounting Standard as applicable to small and Medium Sized Company.
23. There is no contingent liability as Certified by the management of the company.
24. All the known liabilities have been provided for and there are no disputed liabilities as confirmed by the management of the company.
25. Details of Specified Bank Notes (SBN) held and transacted during the period from 8th November, 2016 to 30th December, 2016 as provided in the Table below:-

	SBNs	Other denomination notes	Total
Closing cash in hand as on 08.11.2016	0	3,49,249.00	3,49,249.00
(+) Permitted receipts	0	0	0
(-) Permitted payments	0	0	0
(-) Amount deposited in Banks	0	0	0
Closing cash in hand as on 30.12.2016	0	3,49,249.00	3,49,249.00

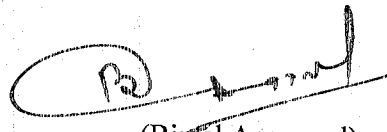
For Sanjay K Singhal & Co
Chartered Accountants
FRN: 024807N

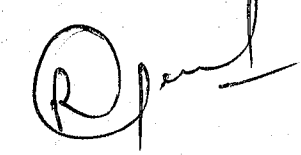


(Sanjay Kumar Singhal)
Partner

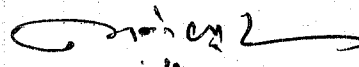
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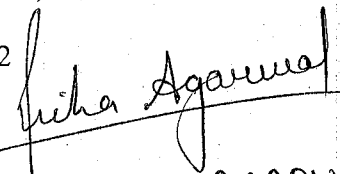
Place: Delhi
Date: 25/05/2017

**For and on behalf of the board of directors of
F Mec International Financial Services Limited**


(Bimal Aggarwal)
Managing Director
DIN: 00361883


(Rachna Agarwal)
Director
DIN: 02604852


Manoj Kumar
CFO
PAN: AGOPT31749


RICHHA AGARWAL
COMPANY SECRETARY
MEM:- A46725

F MEC INTERNATIONAL FINANCIAL SERVICES LIMITED
 IIInd Floor, Central Bank Building, 13-B, Netaji Subhash Marg, Daryaganj, Delhi-110002

CALCULATION OF MINORITY INTERST

TOTAL NO. SHARES OF YDS

1,092,350.00

1,092,350.00

MINORITY INTEREST

ON ACCOUNT OF PAID UP CAPITAL

	31/03/2017	% Held	31/03/2016	% Held
OTHER SHAREHOLDERS	50,820	4.65%	50,820	4.65%
Mrs. Rachna Aggarwal	107500	9.84%	107500	9.84%
Mrs. Sangeeta Aggarwal	107500	9.84%	107500	9.84%
Face Value	265,820	24.33%	265,820	19.68%
	10		10	
	<u>2,658,200</u>		<u>2,658,200</u>	

SUBSIDAIRY'S PROFIT

MI'S SHARE IN CURRENT YEAR'S PROFIT

I ON ACCOUNT OF PROFIT FOR THE CURRENT YEAR

CURRENT YEAR PROFIT

210,609

51,251

24,512

4,825

MI'S SHARE IN CURRENT YEAR PROFIT

II ON ACCOUNT OF OPENING PROFIT & LOSS A/C

(2,273,519)

(553,254)

(2,298,031)

(452,306)

III ON ACCOUNT OF SHARE PREMIUM

923,500

224,731

923,500

181,766

(1,139,409)

(277,272)

(1,350,019)

(265,715)



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