

## INDEPENDENT AUDITOR'S REPORT

To  
The Members of  
**F MEC INTERNATIONAL FINANCIAL SERVICES LIMITED**

### **Report on the Financial Statements**

We have audited the accompanying (standalone) financial statements of **F MEC INTERNATIONAL FINANCIAL SERVICES LIMITED** ("the Company") which comprise the Balance Sheet as at March 31, 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 (standalone) the Financial Statements**

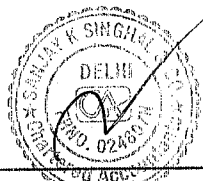
The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these (standalone) financial statements that give a true and fair view of the financial position, financial performance and cash flows of 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 (standalone) 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.



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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 (standalone) financial statements

### **Opinion**

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid (standalone) 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 (standalone) 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.

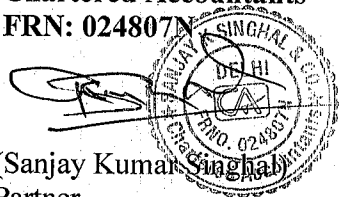


- f. With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in “Annexure B”.
- g. With respect to the other matters to be included in the Auditor’s Report in accordance with 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 8<sup>th</sup> November, 2016 to 30<sup>th</sup> 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 does not have any inventory as on balance sheet date.  
(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: 024807**

  
  
(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 Standalone 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 standalone 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**

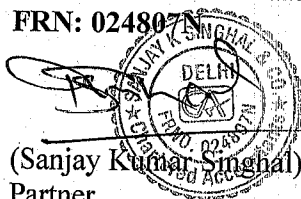
Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal 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: 024807N

  
(Sanjay Kumar Singhal)

Partner

M. No.: 503475

Place: Delhi

Date: 25/05/2017

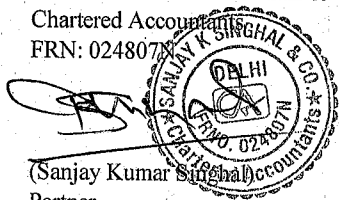
**F MEC INTERNATIONAL FINANCIAL SERVICES LIMITED**  
 11nd Floor, Central Bank Building, 13-B, Netaji Subhash Marg, Daryaganj, Delhi-110002  
**BALANCE SHEET AS AT 31/03/2017**

In Rs.

Particulars	Note	Figures as at the end of the current reporting period 31/03/17	Figures as at the end of the current reporting period 31/03/16
<b>I. EQUITY AND LIABILITIES</b>			
<b>(1) Shareholders' Funds</b>			
(a) Share Capital	3	31,007,000	31,007,000
(b) Reserves and Surplus	4	426,263	169,479
(c) Money received against share warrants		-	-
		31,433,263	31,176,479
<b>(2) Share application money pending allotment</b>			
<b>(3) Non-Current Liabilities</b>			
(a) Long-term borrowings	5	133,739	1,033,739
(b) Deferred tax liabilities (Net)		-	-
(c) Other Long term liabilities		-	-
(d) Long-term provisions		-	-
		133,739	1,033,739
<b>(4) Current Liabilities</b>			
(a) Short-term borrowings		-	-
(b) Trade payables		-	-
(c) Other current liabilities	6	714,347	667,408
(d) Short-term provisions		110,352	27,507
		824,699	694,915
<b>TOTAL</b>		<b>32,391,702</b>	<b>32,905,133</b>
<b>II. ASSETS</b>			
<b>(1) Non-current assets</b>			
<b>(a) Fixed assets</b>			
(i) Tangible assets		-	-
(ii) Intangible assets		-	-
(iii) Capital work-in-progress		-	-
(iv) Intangible assets under development		-	-
		-	-
(b) Non-current investments	7	8,365,300	8,365,300
(c) Deferred tax assets (net)	8	136,260	136,260
(d) Long term loans and advances	9	21,391,720	22,623,775
(e) Other non-current assets		-	-
		29,893,280	31,125,335
<b>(2) Current assets</b>			
(a) Current investments		-	-
(b) Inventories		-	-
(c) Trade receivables		-	-
(d) Cash and cash equivalents	10	694,067	34,562
(e) Short-term loans and advances	11	1,500,000	1,500,000
(f) Other current assets	12	304,355	245,237
		2,498,422	1,779,799
<b>TOTAL</b>		<b>32,391,702</b>	<b>32,905,133</b>

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

Chartered Accountants  
 FRN: 024807



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

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

(Bimal Aggarwal)  
 Managing Director  
 DIN: 00361883

(Rachna Agarwal)  
 Director  
 DIN: 02604852

Manoj Kumar  
 CFO  
 PAN: ACOPT3174

RICH A AGARWAL  
 COMPANY SECRETARY  
 MEM: A4675

Place: Delhi  
 Date: 25/05/2017



**F MEC INTERNATIONAL FINANCIAL SERVICES LIMITED**  
 IInd Floor, Central Bank Building, 13-B, Netaji Subhash Marg, Daryaganj, Delhi-110002  
**Statement of Profit & Loss Account for the year ended on 31/03/2017**

In Rs.

Particulars	Note	Figures as at the end of the current reporting period 31/03/17	Figures as at the end of the current reporting period 31/03/16
Revenue from operations	13	5,060,680	2,554,180
Other Income		707	25,200
<b>Total Revenue (I +II)</b>		<b>5,061,387</b>	<b>2,579,380</b>
<b>Expenses:</b>			
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	15	816,667	796,000
Financial costs	14	898	335
Depreciation and amortization expense		-	-
Other expenses	15a	3,876,686	1,698,610
<b>Total Expenses</b>		<b>4,694,251</b>	<b>2,494,945</b>
Profit before exceptional and extraordinary items and tax (III - IV)		367,136	84,435
Exceptional Items		-	-
Profit before extraordinary items and tax (V - VI)		367,136	84,435
Extraordinary Items		-	-
Profit after extraordinary items and before tax (VII - VIII)		367,136	84,435
<b>Tax expense:</b>			
(1) Current tax		110,352	27,507
(2) Deferred tax		-	-
Profit(Loss) for the period from continuing operations		256,784	56,928
Profit/(loss) from discontinuing operations		-	-
Tax expense of discontinuing operations		-	-
Prior Period MAT W/off		-	-
Prior Period Deferred Tax Adjustment		-	-
<b>Profit(Loss) for the period</b>		<b>256,784</b>	<b>56,928</b>
<b>Transfer to reserve for bad and doubtful debts(As per RBI ACT)</b>		<b>53,479</b>	<b>56,559</b>
<b>Transfer to special reserve</b>		<b>51,357</b>	<b>11,386</b>
<b>Transfer to Reserve &amp; Surplus</b>		<b>151,948</b>	<b>(11,017)</b>
<b>Earning per equity share:</b>			
(1) Basic		0.0828	0.0184
(2) Diluted		-	-

In terms of our attached report of even date

For **SANJAY K SINGHAL & Co**

Chartered Accountants

FRN: 024807N

(Sanjay Kumar Singh)

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: 02004852

Manoj Kumar

CFO

PAN: A G O P 7 3 1 7 4 G

RICHA AGGARWAL  
 COMPANY SECRETARY  
 MEM: - A 4 6 7 2 5

**F MEC INTERNATIONAL FINANCIAL SERVICES LIMITED**  
**CASH FLOW STATEMENT**

as on 31/03/2017


Particulars		For the year ended	For the year ended
		March 31, 2017	March 31, 2016
		Rs.	Rs.
<b>A. CASH FLOW FROM OPERATING ACTIVITIES</b>			
Net profit before tax and extraordinary items		367,136	84,436
Adjustment for:			
interest		-	-
Provision for Income tax		82,845	(12,623)
MAT Credit Entitlement		-	-
<b>Operating profit before working capital changes</b>		449,981	71,813
Adjustment for:			
loans and advances		-	-
Trade Payable		-	-
Other current liabilities		46,939	465,581
Short term provisions		-	-
Trade receivables		-	-
Other current assets		(59,118)	(243,619)
<b>Cash generated from operations</b>		437,802	293,775
<b>Interest paid</b>		-	-
Tax paid		-	-
Income Tax Adjustment		(110,352)	(27,507)
<b>NET CASH FROM OPERATING ACTIVITIES</b>	(A)	327,450	266,268
<b>B. CASH FLOW FROM INVESTING ACTIVITIES</b>			
Capital advance		-	-
Purchase of Investment		-	-
Purchase of fixed assets		-	-
Long term Loan & Advances		1,232,055	(2,326,043)
Non-current investments		-	900,000
<b>NET CASH USED IN INVESTING ACTIVITIES</b>	(B)	1,232,055	(1,426,043)
<b>C. CASH FLOW FROM FINANCE ACTIVITIES</b>			
(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
<b>D. NET INCREASE IN CASH AND CASH EQUIVALENTS</b>	(A+B+C)	659,505	(159,775)
Cash and cash equivalents opening balance		34,562	194,337
Cash and cash equivalents closing balance		694,067	34,562

In terms of our attached report of even date

**For SANJAY K SINGHAL & CO**

Chartered Accountants

FRN: 024807

  
(Sanjay Kumar Singhal)  
Partner

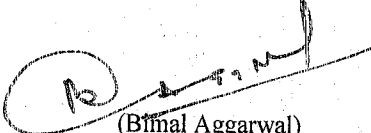
M. No.: 503475

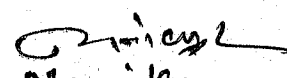
Place: Delhi

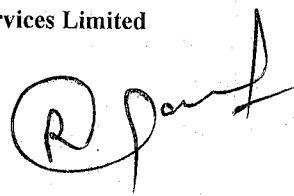
Date: 25/05/2017

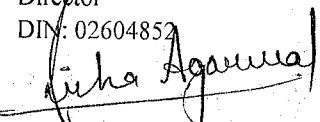
For and on behalf of

**Fmec International Financial Services Limited**

  
(Bimal Aggarwal)  
Managing Director  
DIN: 00361883

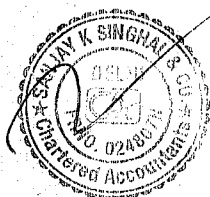
  
Manoj Kumar  
CFO  
PAN: ACOPT31749

  
(Rachna Aggarwal)  
Director  
DIN: 02604852

  
RACHA AGGARWAL  
COMPANY SECRETARY  
MEM:- A46725

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

Note No	Particulars	Figures as at the end of the current reporting period			
		31/03/17	31/03/16		
3	<b>Share Capital</b>				
	<b>Authorised</b>				
	3500000(3500000) Equity Shares of Rs. 10/- Par Value	35,000,000	35,000,000		
	<b>Issued</b>	35,000,000	35,000,000		
	3100700(3100700) Equity Shares of Rs. 10/- Par Value	31,007,000	31,007,000		
	<b>Subscribed</b>	31,007,000	31,007,000		
	3100700(3100700) Equity Shares of Rs. 10/- Par Value	31,007,000	31,007,000		
	<b>Paidup</b>	31,007,000	31,007,000		
	3100700(3100700) Equity Shares of Rs. 10/- Par Value fully paidup	31,007,000	31,007,000		
		<b>31,007,000</b>	<b>31,007,000</b>		
3.1	<b>Detail of shareholding more than 5% of the shareholding</b>				
	<b>Particular</b>	<b>31/03/2017</b>	<b>% Held</b>		
	Shweta Singh	-	-		
	Suresh Pal Singh	-	-		
	Sunita Singh	-	-		
		180,875	5.83%		
		179,450	5.79%		
		170,050	5.48%		
3.2	<b>Reconciliation of shares outstanding at the begning and at the end of the reporting date</b>				
	<b>Particular</b>	<b>31/03/2017</b>		<b>31/03/2016</b>	
		<b>No. of Shares</b>	<b>Amount</b>	<b>No. of Shares</b>	<b>Amount</b>
	Number of Shares a the beginning	3,100,700	31,007,000	3,100,700	31,007,000
	Add: Issue	-	-	-	-
	Less: Bought Back	-	-	-	-
	Add: Other	-	-	-	-
	<b>Number of Shares at the end:</b>	<b>3,100,700</b>	<b>31,007,000</b>	<b>3,100,700</b>	<b>31,007,000</b>
4	<b>Reserve and Surplus</b>	<b>31/03/2017</b>	<b>31/03/2016</b>		
	<b>Profit &amp; Loss</b>				
	Balance B/f	37,664	48,681		
	Amount Transferred From Statement of P&L	151,948	(11,017)		
	Amount Transferred from Sundries	-	-		
		<b>189,612</b>	<b>37,664</b>		
	Less:				
	Appropriation and Allocation	-	-		
		-	-		
	<b>Total</b>	<b>189,612</b>	<b>37,664</b>		
	<b>Special Reserve (I) as per RBI ACT</b>	<b>31/03/2017</b>	<b>31/03/2016</b>		
	Balance B/f	24,512	13,126		
	Amount Transferred From Statement of P&L	51,357	11,386		
	Amount Transferred from Sundries	-	-		
		<b>75,868</b>	<b>24,512</b>		
	Less:				
	Appropriation and Allocation	-	-		
		-	-		
	<b>Total</b>	<b>75,868</b>	<b>24,512</b>		
	<b>Reserve for Bad and Doubtful debts (As Per RBI ACT)</b>	<b>31/03/2017</b>	<b>31/03/2016</b>		
	Balance B/f	107,303	50,744		
	Amount Transferred From Statement of P&L	53,479	56,559		
	Amount Transferred from Sundries	-	-		
		<b>160,783</b>	<b>107,303</b>		
	Less:				
	Appropriation and Allocation	-	-		
		-	-		
	<b>Total</b>	<b>160,783</b>	<b>107,303</b>		
	<b>G. Total</b>	<b>426,263</b>	<b>169,479</b>		



5	<b>Long Term Borrowings</b>	31/03/2017	31/03/2016
	Loan and Advances From Subsidiary Company & Other Parties		
	<b>Unsecured Loans:-</b>		
	YDS Securities Pvt. Ltd.	33,739	33,739
	Competent Freight Carries Pvt. Ltd.	-	250,000
	Shree Vishnupriya Finance & Leasing Limited	-	550,000
	Other	100,000	100,000
	Rohit Agrawal	-	100,000
		<b>133,739</b>	<b>1,033,739</b>

6	<b>Other Current Liabilities</b>	31/03/2017	31/03/2016
	<b>Expenses Payables</b>		
	TDS Payable	11,188	16,723
	Audit Fees Payable	25,000	22,500
	Expenses Payables	678,159	628,185
		<b>714,347</b>	<b>667,408</b>

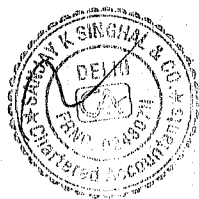
7	<b>Non Current Investments</b>			31/03/2017	31/03/2016
	<b>Investments</b>				
	<b>Unquoted</b>	<b>Face Value</b>	<b>Quantity</b>		
	YDS Securities Pvt. Ltd.	10	826530	8,265,300	8,265,300
	Texas Engineers Pvt. Ltd.	10	10000	100,000	100,000
				<b>8,365,300</b>	<b>8,365,300</b>

8	<b>Deferred Tax Assets/ (Liability)</b>	31/03/2017	31/03/2016
	Deferred Tax Assets	136,260	136,260
		<b>136,260</b>	<b>136,260</b>

9	<b>Long-term loans and advances</b>	31/03/2017	31/03/2016
	<b>Long Term Loans and Advances to be recoverable in cash or in kind</b>		
	<b>Unsecured Considered good</b>		
	Blossom E Solutions Pvt. Ltd.	6,257,460	6,257,460
	Logsys Ind. Pvt. Ltd.	4,500,000	5,920,020
	Suresh Pal Singh	3,500,000	4,939,648
	Sunita Singh	-	107,587
	Sweta Singh	500,000	665,000
	AS Buildpro Pvt. Ltd.	1,729,600	1,664,800
	Deccan Plateau Projects LLP	218,660	3,069,260
	IT Serve Global	1,569,900	-
	Karo Coils Pvt. Ltd.	3,116,100	-
		<b>21,391,720</b>	<b>22,623,775</b>

10	<b>Cash and cash equivalents</b>	31/03/2017	31/03/2016
	Cash in Hand	223,173	10,533
	Balance With Banks-		
	Current Account with Union Bank of India	470,894	24,029
		<b>694,067</b>	<b>34,562</b>

11	<b>Short-term loans and advances</b>	31/03/2017	31/03/2016
	<b>Other advances</b>		
	Advance for shares	1,500,000	1,500,000
		<b>1,500,000</b>	<b>1,500,000</b>



12	Other current assets	31/03/2017	31/03/2016
	Advance Tax	-	5,000
	TDS AY. 2015-16	1,318	1,318
	TDS AY. 2016-17	-	41,280
	Service Tax Input	27,960	197,639
	KKC Input	999	-
	TDS AY. 2017-18	274,078	-
		<b>304,355</b>	<b>245,237</b>
13	Revenue from operations	31/03/2017	31/03/2016
	<b>Income from Services</b>		
	Consultancy & Commission Income	4,500,000	-
	Interest income	560,680	2,554,180
		<b>5,060,680</b>	<b>2,554,180</b>
14	Finance costs	31/03/2017	31/03/2016
	Bank Charges	898	335
		<b>898</b>	<b>335</b>
15	Employee Benefit Expenses	31/03/2017	31/03/2016
	Salary	816,667	796,000
		<b>816,667</b>	<b>796,000</b>
15a	Other Expenses	31/03/2017	31/03/2016
	Auditor's Fees	25,000	25,000
	Listing Fees	206,900	1,340,840
	Professional Fee	176,706	170,655
	Advertisement Expenses	42,000	70,400
	Bad Debts	3,132,255	-
	Annual Custody Fees	15,000	-
	Share Transfer Expenses	1,200	-
	Roc Charges	3,069	1,842
	Meeting Fee	-	23,500
	Membership Fees	56,250	-
	Office Expenses	55,780	-
	Other Expenses	5,450	-
	Diwali Bonus	28,000	-
	Convanynance	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
	Repair & Maintenance	6,540	-
	Swachh Bharat Cess Tax	2,372	1,500
	Telephone & Internet Expenses	23,881	15,305
	Website Designing Expenses	4,000	8,500
	Travelling Expenses	23,550	-
		<b>3,876,686</b>	<b>1,698,610</b>



**M/S F MEC INTERNATIONAL FINANCIAL SERVICES LIMITED**

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

**NOTES FORMING INTEGRAL PART OF THE ACCOUNTS FOR THE YEAR  
ENDED 31<sup>ST</sup> MARCH 2017**

**1. CORPORATE INFORMATION**

FMEC International Financial Services Limited (the company) is a Limited company domiciled in India and incorporated under provision of Companies Act, 1956 as on 7<sup>th</sup> 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 31<sup>st</sup> 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:-**

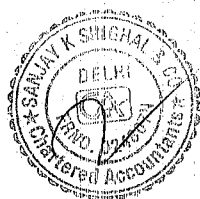
No significant events which could affect the financial position as on 31/03/2017 to a material extent have been reported by the assessee, after the balance sheet date till the signing of report.

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.

16. **AUDITOR'S REMUNERATION**

(In Rs.)

Particulars	2016-17	2015-16
<b>Auditors' Remuneration</b>		
Statutory Audit Fee	25,000	25,000
In other capacity	-	-
<b>TOTAL</b>	<b>25,000</b>	<b>25,000</b>

17. **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.)	256784	56929
Weighted Average number of Equity Shares	31,00,700	31,00,700
Basic Earnings per Share (Face Value Rs. 10) (Rs.)	0.0828	0.0184

18. **RELATED PARTY DISCLOSURE**

I. **NAMES OF RELATED PARTIES:**

- The company is Holding of YDS Securities Pvt. Ltd.
- Key Management Personnel:

Name	Designation
Mr. Bimal Aggarwal	Managing Director
Mr. Ramesh Kumar	Director
Mrs. Rachna Agarwal	Director



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19. Segment information for the year ended 31<sup>st</sup> March, 2017 as per accounting standard issued by the institute of Chartered Accountants of India is as under. Previous year's figures are indicated in brackets.

	Rs. In Lacs			
Segment reporting	Sale	Loan	Unallocable	Total
<b>Segment Revenue</b> [External]	0 (0)	0 (0)	50.61 (25.79)	50.61 (25.79)
<b>Segment Revenue</b> [Internal]	-	-	-	-
Total Revenue	0 (0)	0 (0)	50.61 (25.79)	50.61 (25.79)
<b>Segment Result</b> [Profit/Loss before Depreciation, Amortization, Interest, Tax and Unallocable, Overheads, Financial Charges]	0 (0)	0 (0)	3.70 (0.89)	3.70 (0.89)
Less: Depreciation and Amortization	0 (0)	0 (0)	0 (0)	0 (0)
Less: Interest and Financial charges	0 (0)	0 (0)	0.03 (0.03)	0.03 (0.03)
Profit/Loss before taxation	0 (0)	0 (0)	3.67 (0.84)	3.67 (0.84)
Provision for taxation (Current)	0 (0)	0 (0)	1.10 (0.27)	1.10 (0.27)
Provision for Taxation (Deferred)	0 (0)	0 (0)	0 (0)	0 (0)
Net Profit after Tax	0 (0)	0 (0)	2.57 (0.57)	2.57 (0.57)

Assets used in the company's business or liabilities contracted have not been identified to any of the reportable segment as all the assets and services are used interchangeably between segments. The company believes that it is currently not practicable to provide segment disclosure relating to total assets and liabilities since a meaningful segregation of available data is onerous.

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 standards as specified under section 133 of the companies Act 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014.
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.

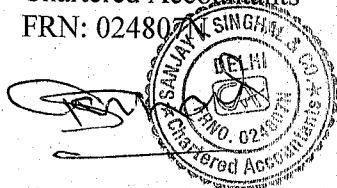


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25. Details of Specified Bank Notes (SBN) held and transacted during the period from 8<sup>th</sup> November, 2016 to 30<sup>th</sup> December, 2016 as provided in the Table below:-

	SBNs	Other denomination notes	Total
Closing cash in hand as on 08.11.2016	0	94,133.00	94,133.00
(+) 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	94,133.00	94133.00

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 the board of directors of  
F Mec International Financial Services Limited,

(Bimal Aggarwal)  
Managing Director  
DIN: 00361883

(Rachna Aggarwal)  
Director  
DIN: 02604852

Manoj Kumar  
CFO

PAN: AG0P73174G

RICHA AGGARWAL  
COMPANY SECRETARY  
MEM: A46725