

**Date: 14-08-19**

To,  
Corporate Relations Department  
BSE Limited  
P.J. Towers, Dalal Street  
Mumbai - 400 001  
Tel.: 2272 8013/ 15/ 58/ 8307

BSE Scrip Code: 539692

Dear Sir,

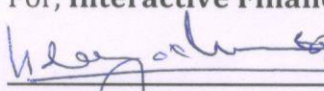
**Sub: Submission of Annual Report of Interactive Financial Services Limited for the Financial Year 2018-19 and Notice of Annual General Meeting**

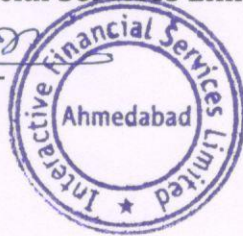
Pursuant to Regulation 34(1) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Company hereby submits its Annual Report for the Financial Year 2018-19 along with the Notice of Annual General Meeting.

Kindly take note of the above.

Thanking you,

For, **Interactive Financial Services Limited**

  
Mr. Udayan Mandavia  
Managing Director  
DIN: 00740615



**INTERACTIVE FINANCIAL SERVICES LIMITED****CIN: L65910GJ1994PLC023393****Reg. Off:** A-1006, Premium House, Behind Handloom House, Ashram Road Ahmedabad – 380009Email ID: [info@ifinservices.com](mailto:info@ifinservices.com) Website: [www.ifinservices.com](http://www.ifinservices.com)**Directors and key managerial Personnel:**

<b>Name of Directors</b>	<b>Designation</b>
Mr. Udayan Mandavia	Managing Director
Mr. Saurabh Gandgadia	Independent Director
Mr. Kishor Vekariya	Independent Director
Ms. Sejalben Mandavia	Director
<b>Key Managerial Personnel:</b>	
Mrs. Shraddha Parikh (w.e.f 22/01/2019)	Company Secretary
Mr. Hitesh Joshi	CFO
Mr. Anant Bhatt (Up to 31/12/2018)	Company Secretary

**Name of Stock Exchange:**Bombay Stock exchange  
Script Code: 539692  
ISIN: INE064T01018**Registrar & Share Transfer Agent:**Satellite Corporate Services Pvt. Ltd.  
B – 302, Sony Apartment,  
Opp. St. Jude High School,  
Off. Andheri Kurla Road,  
Jarimari, Sakinaka,  
Mumbai – 400072

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**Auditors:****Statutory Auditor:**M/s. KPND & Co  
Chartered Accountants  
044, Ground Floor, Shree naman  
Plaza, Opp. Sankar lane, S.V. Road,  
Kandivali, Mumbai-400067.**Secretarial Auditor:****M/s. K.A. Shukla & Associates**Practicing Company Secretary  
F-506, Titanium City Center, Nr.  
Sachin  
Tower,100 ft Road, Anand Nagar,  
Satellite, Ahmedabad- 380015**Bankers:**

<b>Axis Bank Limited</b> Nehrunagar Branch Abhishree Avenue Near Nehrunagar cross road Nehrunagar, Ambavadi Ahmedabad – 380 015	<b>Union Bank of India</b> Ellis Bridge Branch Karaka Building No.1, Ellise Bridge, Asharam Road, Ahmedabad-380009	<b>Federal Bank Limited</b> P B No. 4073, Ashram Road, Navarangpura P.O, Ahmedabad-380009
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## NOTICE

NOTICE is hereby given that the 25<sup>th</sup> Annual General Meeting of the members of **Interactive Financial Service Limited** will be held on Friday, 06<sup>th</sup> September, 2019, at 04:00 P.M. at B-1005, Premium House, Behind Handloom House, Ashram Road, Ahmedabad – 380009, to transact the following business, with or without modification.

### ORDINARY BUSINESSES:

#### ITEM NO. 1:

To receive, consider and adopt the audited financial Statement of the company for the financial year ended on 31<sup>st</sup> March, 2019 and the reports of the Board of the Directors and Auditors thereon.

#### ITEM NO.2:

To appoint a Director in place of Ms. Sejalben Mandavia (DIN: 03468579), Director who retires by rotation and being eligible offers herself for re-appointment.

#### ITEM NO. 3:

To consider and if thought fit, to pass with or without modification(s), the following resolution as an **Ordinary Resolution**;

**“RESOLVED THAT** pursuant to the provisions of Section 139, 142 and other applicable provisions if any of the Companies Act, 2013 and the Companies (Audit and Auditors) Rules, 2014 (including any statutory modification(s) or re-enactment thereof for the time being in force), M/s, KPND & Co., Chartered Accountants, Mumbai (having Firm’s registration Number:133861W) be and is hereby appointed as Auditors of the company to hold office from the conclusion of this Annual General Meeting (“AGM”) for his remaining tenure of 3(Three) Years subject to ratification of the appointment by the members at every intervening Annual General Meeting held after this Annual General Meeting at such remuneration as may be mutually agreed between the Board of Directors of the company and the Auditors.”

**“RESOLVED FURTHER THAT** any of the Directors and / or Managing Director and / or Key Managerial Personnel of the Company, be and is hereby authorized to do all such act, deeds, matters and things as may be deemed necessary to give effect to the aforementioned resolution.”

**For, Interactive Financial Services Limited**

**Date:** 07/08/2019

**Place:** Ahmedabad

**SD/-**

**Mr. Udayan Mandavia**  
**Managing Director**  
**DIN: 00740615**

#### Notes:

- 1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE ON HIS/HER BEHALF AND THE PROXY NEED NOT BE A MEMBER OF THE COMPANY.**
- 2. A person can act as a proxy on behalf of member not exceeding fifty (50) and holding in the aggregate not more than ten (10) percent of the total share capital of the Company carrying voting rights. A member holding more than ten (10) percent of the total share capital of the company carrying voting rights may appoint a single person as proxy and such person shall not act as a proxy for any other person or shareholder.**
- 3. THE INSTRUMENT APPOINTING THE PROXY, IN ORDER TO BE EFFECTIVE, MUST BE DEPOSITED AT THE COMPANY'S REGISTERED OFFICE, DULY COMPLETED AND SIGNED, NOT LESS THAN FORTY-EIGHT HOURS BEFORE THE COMMENCEMENT OF THE MEETING. PROXIES SUBMITTED ON BEHALF OF LIMITED COMPANIES, SOCIETIES, ETC., MUST BE SUPPORTED BY APPROPRIATE RESOLUTIONS/AUTHORITY, AS APPLICABLE.**

4. Corporate Members intending to send their authorized representative to attend the meeting are requested to send a certified copy of the board resolution to the company, authorizing their representative to attend and vote on their behalf at the meeting.
5. Members who hold shares in dematerialized form are requested to write their DP ID and Client ID number(s) and those who hold share(s) in physical form are requested to write their Folio Number(s) in the attendance slip for attending the Meeting to facilitate identification of membership at the Meeting.
6. In case of joint holders attending the meeting, only such joint holder who is higher in the order of names will be entitled to vote.
7. The register of members and share transfer books of the company will remain closed from 31/08/2019 to 06/09/2019 (**both days inclusive**) for determining the names of members eligible for the purpose of AGM.
8. We urge members to support our commitment to environmental protection by choosing to receive their shareholding communication through email. You can do this by updating your email address with your depository participants.
9. The Statement pursuant to Section 102 of the Companies Act, 2013 and/or Regulation 36(3) of SEBI (Listing Obligation & Disclosure Requirement) Regulation, 2016 is annexed hereto and forms part of this Notice.
10. The Companies Act, 2013 provides nomination facility to the members. As Members of the Company, you have an option to Nominate any person as your Nominee to whom your shares shall vest in the unfortunate event of your death. It is advisable to avail of this facility especially by the members who currently hold shares in their single name. Nomination can avoid the process of acquiring right in shares through transmission by law. In case of nomination for the shares held by the joint holders, such nomination will be effectively only on death of all holders. In case the shares are held in dematerialized forms, the nomination form needs to be forwarded to your depository participant.
11. Trading in equity shares of the company is compulsory in dematerialized mode by all the investors. In view of the above, members are therefore advised to convert their shareholding in dematerialized forms.
12. Members seeking any information or clarification on the account are requested to send written queries to the company, at least 10 days before the date of the meeting to enable the management to keep the required information available at the meeting.
13. All Documents referred to in the accompanying notice and explanatory statement will be open for inspection at the registered office of the company during normal business hours (10 A.M to 6 P.M) on all working days, except Saturday & Sunday up to the date of Annual General Meeting of the Company and also will be available for inspection by the members at the AGM.
14. Electronic copy of the notice of the Annual General meeting of the Company along with Annual Report inter alia indicating the process and manner of e-voting, attendance slip and proxy form along with the Annual Report is being sent to all the members whose email IDs are registered with the Company / Depository Participants(s) for communication purpose unless any member has specifically requested for a hard copy of the same. For Members, who have not registered their email address, physical copies of the Notice of the Annual General Meeting of the Company, along with Annual Report inter alia indicating the process and manner of e-voting, attendance Slip and proxy form is being sent by the permitted mode.
15. With a view to conserve natural resources, we requested shareholders to update and register their email address with their depository participants or with the company, as the case may be, to enable the company to send communication including Annual Report, Notices, Circulars, etc. electronically.
16. Members who hold shares in physical form in multiple folios in identical names or joint holding in the same order of names are requested to send the share certificate to the share transfer Agent for Consolidation into a single folio.
17. Voting rights shall be reckoned on the paid up value of shares registered in the name of the member/ beneficial owner (in case of electronic shareholding) as on the cut-off date i.e Friday, **30<sup>th</sup> August, 2019**.
18. In terms of Section 108 of the Companies Act, 2013 read with the companies (Management and administration) Rules, 2014 as amended, and Regulation 44 of SEBI (Listing Obligation & Disclosure Requirement) Regulation, 2015, the Company is pleased to provide the e-voting facility through Central Depository Services Limited (CDSL) to its members holding shares in physical or dematerialized form, as on the cutoff date i.e. **Friday, 30th August, 2019**. To exercise their right to vote by electronic means on any or all of the business specified in the accompanying notice (the "Remote e-voting"). It is hereby clarified that it is not mandatory for a member to vote using the e-voting facility and a member may avail of the facility at his/her discretion, subject to compliance with the instruction for e-voting.

19. Members whose names are recorded in the Register of Members or in the Register of Beneficial Owners maintained by the Depositories as on the Cut-off date **i.e Friday, 30th August, 2019**.will be entitled to avail the facility of remote e-voting as well as voting at the AGM. Any recipient of the Notice, who has no voting rights as on the cut-off date, shall treat this notice as intimation only.
20. A person who has acquired the shares and has become a member of the Company after the dispatch of the notice of the AGM and prior to the cut-off date i.e Friday, 30th August, 2019. shall be entitled to exercise his/her vote either electronically i.e. remote e-voting or through the poll paper at the AGM by following the procedure mentioned in this part.
21. The remote e-voting will commence on **02/09/2019 at 10:00 a.m.** and will end on **05/09/2019 at 05:00p.m.** During this period, the members of the Company holding shares either in physical form or in demat form as on the cutoff date i.e. 30/08/2019 may cast their vote electronically. The members will not be able to cast their vote electronically beyond the date and time mentioned above and the remote e-voting module shall be disabled for voting by CDSL thereafter.
22. The Annual Report 2018-2019, the Notice of 25<sup>th</sup> AGM and Instructions for e-voting, along with the attendance slip and proxy form sent to the members by the permitted mode.
23. The SEBI has mandated the submission of the Permanent Account Number (PAN) by every participant in the security market. Member holding shares in electronic are, therefore, requested to submit their PAN to their depository Participant(s). Members holding shares in physical form are required to submit their PAN details to the Registrar and share Transfer Agents.
24. Once the vote on a resolution is cast by the member, he-she shall not be allowed to change it subsequently or cast the vote again.
25. The facility for voting through poll paper would be made available at the AGM and the members attending the meeting who have not already cast their votes by remote e-voting shall be able to exercise their right at the meeting through poll paper. The members who have already cast their vote by remote e-voting prior to the meeting, may also attend the meeting, but shall not be entitle to cast their vote again.
26. The Voting rights of the members shall be in proportion to their shares of the paid up equity share capital of the company as on the cut-off date.
27. Mrs. Kajal Shukla, proprietor of M/s. K. A. Shukla & Associates, Practicing Company Secretary has been appointed as the Scrutinizer to scrutinize the -voting process in a fair and transparent manner.
28. The scrutinizer shall within a period not exceeding 48 hours of the conclusion of the AGM make a consolidated scrutinizer's report of the votes cast in favour or against, if any, and submit the same to the chairman of the meeting or a person so authorized by him in writing, who shall countersign the same.
29. The result shall be declare forthwith by the chairman of the meeting or a person so authorized by him in writing on receipt of Consolidated report from scrutinizer, The Result declared along with Scrutinizer report shall be placed on the Company's Website [www.ifinservices.com](http://www.ifinservices.com) and on the website of CDSL and shall also be communicated to the BSE Limited.
30. The Route map of the venue of the meeting is given in the Notice. The Prominent Landmark for the venue is, it is behind the" Handloom House".
31. Details of concern person regarding query to the notice:  
Name: Mrs. Shraddha Parikh – Company Secretary, Compliance Officer Email ID: [compliance@ifinservices.com](mailto:compliance@ifinservices.com)
32. The Register of Directors and Key Managerial Personnel and their shareholding, maintained under Section 170 of the Act, and the Register of Contracts or Arrangements in which the directors are interested, maintained under Section 189 of the Act, will be available for inspection by the members at the AGM
33. Process and manner for members opting for voting through Electronic means:
  - i. The voting period begins on, **02/09/2019 at 10:00 a.m.** and will end on,**05/09/2019 at 05:00 p.m.** During this period shareholders' of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date (record date) of **30/08/2019** may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.
  - ii. The shareholders should log on to the e-voting website [www.evotingindia.com](http://www.evotingindia.com).
  - iii. Click on Shareholders.
  - iv. Now Enter your User ID.  
For CDSL: 16 digits beneficiary ID,  
For NSDL: 8 Character DP ID followed by 8 Digits Client ID,  
Members holding shares in Physical Form should enter Folio Number registered with the Company.
  - v. Next enter the Image Verification as displayed and Click on Login.

- vi. If you are holding shares in demat form and had logged on to [www.evotingindia.com](http://www.evotingindia.com) and voted on an earlier voting of any company, then your existing password is to be used.
- vii. If you are a first time user follow the steps given below:

<b>For Members holding shares in Demat Form and Physical Form</b>	
PAN	Enter your 10 digit alpha-numeric *PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders) <ul style="list-style-type: none"> <li>Members who have not updated their PAN with the Company/Depository Participant are requested to use the first two letters of their name and the 8 digits of the sequence number in the PAN field.</li> </ul>
Dividend Bank Details <b>OR</b> Date of Birth (DOB)	Enter the Dividend Bank Details or Date of Birth (in dd/mm/yyyy format) as recorded in your demat account or in the company records in order to login, If both the details are not recorded with the depository or company please enter the member id / folio number in the Dividend Bank details field as mentioned in instruction (vii).

- viii. After entering these details appropriately, click on "SUBMIT" tab.
- ix. Members holding shares in physical form will then directly reach the Company selection screen.
- x. However, members holding shares in demat form will now reach 'Password Creation' menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the demat holders for voting for resolutions of any other company on which they are eligible to vote, provided that company opts for e-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.
- xi. For Members holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.
- xii. Click on the EVSN for the relevant **Interactive Financial Service Limited** on which you choose to vote.
- xiii. On the voting page, you will see "RESOLUTION DESCRIPTION" and against the same the option "YES/NO" for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.
- xiv. Click on the "RESOLUTIONS FILE LINK" if you wish to view the entire Resolution details.
- xv. After selecting the resolution you have decided to vote on, click on "SUBMIT". A confirmation box will be displayed. If you wish to confirm your vote, click on "OK", else to change your vote, click on "CANCEL" and accordingly modify your vote.
- xvi. Once you "CONFIRM" your vote on the resolution, you will not be allowed to modify your vote.
- xvii. You can also take out print of the voting done by you by clicking on "Click here to print" option on the Voting page.
- xviii. If Demat account holder has forgotten the same password then Enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system
- xix. Shareholders can also cast their vote using CDSL's mobile app m-Voting available for android based mobiles. The m-Voting app can be downloaded from Google Play Store, Apple and Windows phone. Please follow the instructions as prompted by the mobile app while voting on your mobile.
- xx. Note for Non-Individual Shareholders & Custodians:
- Non-Individual shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodians are required to log on to [www.evotingindia.com](http://www.evotingindia.com) and register themselves as Corporates and Custodians respectively.
  - A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com)
  - After receiving the login details they have to create compliance user should be created using the admin login and password. The Compliance user would be able to link the account(s) for which they wish to vote on.
  - A scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.

- The list of accounts linked in the login should be mailed to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com) and on approval of the accounts they would be able to cast their vote.
- xxi. In case you have any queries or issues regarding e-voting, you may refer the Frequently Asked Questions (“FAQs”) and e-voting manual available at [www.evotingindia.com](http://www.evotingindia.com) under help section or write an email to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com).

#### CONTACT DETAILS

<b>Company</b>	Interactive Financial Services Limited
<b>Registrar and Transfer Agent</b>	Satellite Corporate Services Private Limited Satellite Corporate Services Pvt Ltd ,B-302, Sony Apartment, Opp., St Jude High School, Off. Andheri Kurla road, Jarimari, Sakinaka, Mumbai, Maharashtra, 400072
<b>e-Voting Agency</b>	Central Depository Services Limited
<b>Scrutinizer</b>	CS Kajal Shukla, Practicing Company Secretary E-mail ID: <a href="mailto:kajal@kasassociates.in">kajal@kasassociates.in</a>

#### Details of Directors seeking appointment / re - appointment by the shareholder of the Company at the ensuing Annual General Meeting: {Regulation 36(3)}

#### Ordinary Business: ITEM NO. 2

Details of directors retiring by rotation and seeking reappointment are as under:

Name of Director	Ms. Sejalben Mandavia
DIN	03468579
Date of Birth	18/08/1964
Date of Change in Designation*	01/10/2016
Qualification	Profession
List of Companies in which Directorship is held	1
Chairman/Member of the Committee of other Companies	-
Inter- se Relationship	She is Sister of Mr. Udayan Mandavia a Managing Director of the Company.

**Note: Change in designation From Non-executive Independent Director to Non-executive Director w.e.f 01/10/2016.**

#### Expertise in Specific Functional Area:

Ms. Sejal Mandavia has more than 25 years of experience of practicing as an advocate at the High Court of Gujarat. She has an outstanding contribution in the fields of Service Law, Company Law, and Customs & Excise Law to name a few prominent specializations. Additionally, she has been associated with any small and medium business organizations in advisory capacity in the matters related to Intellectual Property Rights and Trademarks.

**For, Interactive Financial Services Limited**

**Date: 07 /08/2019**

**Place: Ahmedabad**

**SD/-  
Mr. Udayan Mandavia  
Managing Director  
DIN: 00740615**

## DIRECTOR'S REPORT

To,  
The Members  
Interactive Financial Service Limited  
Ahmedabad

### 1. COMPANY SPECIFIC INFORMATION:

#### 1.1 FINANCIAL RESULTS:

The Board of Directors hereby submits the report of the business and operations of your company along with the audited financial statements, for the financial year ended March 31, 2019.

Particular	2018-2019	2017-2018
Revenue from Operation	4,11,61,882	2,54,61,492
Other Income	16,94,956	20,36,716
Profit/loss before Depreciation, Finance Costs, Exceptional items and Tax Expenses	1,07,12,360	69,41,144
Less: Depreciation/ Amortisation/ Impairment	(29,820)	(29,820)
Profit/loss before Finance Costs, Exceptional items and Tax Expenses	1,06,82,540	69,11,324
Less: Finance Costs	(1,24,180)	(2,80,509)
Profit/loss before Exceptional items and Tax Expenses	1,05,58,360	66,30,815
Add/Less: Exceptional items	-	-
Profit/loss before Tax Expenses	1,05,58,360	66,30,815
Less: Tax Expenses (Current & Deferred)	(24,69,719)	(16,68,845)
Profit/loss for the Year (1)	80,88,641	49,61,970
Total Comprehensive Income/Loss(2)	(1,71,66,149)	1,16,65,236
Total (1+2)	(90,77,508)	1,66,27,206

#### 1.2 REVIEW OF OPERATION:

The Total income from the operations is Rs. 4,11,61,882 and the expenditure incurred during the year is Rs. 3,22,98,478 which is quite higher than the previous year. Further Net Loss of the company is Rs. 90,77,508 which is fallback for the company as in previous year company earned profit of Rs. 1,66,27,206.

#### 1.3 TRANSFER TO RESERVES:

The Board of Directors of your Company has decided not to transfer any amount to the Reserves for the year under review, except for the Profit earned during the year which has been transferred to the Surpluses Head of the Reserves & Surpluses.

#### 1.4 DIVIDEND:

The Board of Directors of your Company, after considering holistically the relevant circumstances and keeping in view the company's dividend distribution policy, has decided that it would be prudent, not to recommend any Dividend for the year under review.

#### 1.5 MAJOR EVENTS OCCURRED DURING THE YEAR

##### a) STATE OF THE COMPANY'S AFFAIR:

##### Business Overview and Outlook:

The company has continued its growth during the first three quarters of the financial year 2018-19 at the same rate as that of the last couple of years. Sticking to your company's core competencies in the domain of healthcare, the operations expanded at an impressive pace. Interactive Financial Services Limited has built a strong foundation of the global delivery model for providing revenue cycle consulting and software implementation services.



## State Of affairs of the Company:

Interactive Financial Services Limited is an enterprise IT solutions provider, serving customers globally with its excellence in software engineering, cloud computing, mobile and wearable, and AI powered analytics. We enable our clients to leverage IFSL's partnership as a strategic business advantage and deliver winning products and value-added services that are innovative, disruptive, and game-changers. We enable enterprises to unlock their potential and take the digital leap.

### Future Outlook:

IFSL has preferred to remain focused on building core competencies of developing healthcare domain based software implementation and revenue cycle consulting services as a strategy, which showed impressive initiation of high-potential growth in last three years.

### b) CHANGE IN THE NATURE OF BUSINESS, IF ANY

During the year there was no change in the nature of the business of the Company

### c) MATERIAL CHANGES AND COMMITMENTS AFFECTING THE FINANCIAL POSITION OF THE COMPANY:

There have been no material changes and commitments, if any, affecting the financial position of the Company which have occurred between the end of the financial year of the Company to which the financial statements relate and the date of the report

## 2. GENERAL INFORMATION:

Interactive Financial Services Limited (IFSL) is an enterprise IT solutions provider, serving customers globally with its excellence in software engineering. The company is basically into providing medical related software in the United States which enables the patients to connect to the medical advisory person swiftly which help them to resolve the issue and get treatment quickly.

We prefer specializing in verticals, such as healthcare; yet have been expanding our operations through horizontal outreach as well. Our commitment to delight our customers and work through long-term partnerships has enabled us to deliver the best in-class and cost effective solutions to our client.

## 3. CAPITAL AND DEBT STRUCTURE:

During the year under review, the company has neither issued nor bought back shares. The Capital of the company remains same as under.

Authorized Share Capital	Rs.8,00,00,000 divided into 80,00,000 shares of Rs. 10 each
Issued Share Capital	Rs.3,01,31,000 divided into 30,13,100 shares of Rs. 10 each
Paid Up share Capital	Rs. 3,01,31,000 divided into 30,13,100 shares of Rs. 10 each

The Capital of the Company consist only Equity shares and no debenture or any other debt securities issued by the company.

## 4. CREDIT RATING

During the year the company has not issued any securities and not raised any loan which requires credit rating, hence credit rating provisions not applicable on company and has not obtained any credit rating during the year.

## 5. INVESTOR EDUCATION AND PROTECTION FUND

The Company has not declared any dividend, hence not transferred any amount to Investor education and Protection Fund.

## 6. MANAGEMENT:

### 6.1 Directors and Key Managerial Personnel:

#### Board Composition:

The constitution of the Board (as on 31/03/2019) and the attendance of the Directors are given below:

Name of the Directors	Category of the Director (NE/E/ID)	Designation	No. of Directorship	No. of Meetings attended	Details of committee		Presence in previous AGM
					Chairman	Member	
Ms. Sejalben Mandavia	Non-Executive Director	Director	1	7	1	1	Yes
Mr. Udayan Mandavia	Executive Director	Managing Director	1	6	-	2	Yes
Mr. Saurabh Gangadia	Independent Director	Director	1	7	1	3	Yes
Mr. Kishor Vekariya	Independent Director	Director	2	7	2	1	Yes

#### Directors:

##### 1. Appointments

There was no appointment of any director in the company during the year under review.

##### 2. Change in Designation

There was no change in designation of any director during the year under review.

##### 3. Resignation:

There was no resignation of the director from the company during the year under review.

##### 4. Retirement

Ms. Sejalben Mandavia (DIN: 03468579), Director who retires by rotation and being eligible offers herself for re-appointment.

##### 5. Disclosure of relationship between directors inter se:

None of the directors are being related to each other except for Ms. Sejalben Mandavia, Director of the Company, being Sister of Mr. Udayan Mandavia who is Managing Director of the Company

#### Key managerial person:

##### 1. Appointment:

There was appointment of Mrs. Shraddha Varunkumar Parikh as Company Secretary and compliance officer by way of Board Resolution passed on 22<sup>nd</sup> January, 2019 (w.e.f 22/01/2019) in the company during the year under review.

##### 2. Resignation:

There was resignation of Mr. Anant Bhatt from the post of the Company Secretary and compliance officer with effect from 01/01/2019 and the board has considered his resignation in the board meeting dated 31/12/2018.

## 6.2 Independent Director:

### Disclosure for justification of appointment of ID

There was no appointment of Independent Director during the year under review.

## 6.3 Independent director's declaration:

The company has received necessary declarations from each Independent Director under Section 149(6) and 149(7) of the companies Act, 2013 and regulation 16(1)(b) and regulation 25(8) of SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015, that they meet the criteria of independence laid down thereunder.

As on 31st March, 2019, half of the Board Members consist of Independent Directors on Company's Board having rich experience in their fields and they will add value to the management of the company. An enlightened Board consciously creates a culture of Board leadership to provide a long-term vision and policy thinking in order to improve the quality of governance. The Board's actions and decisions are aligned with the Company's best interests.

Independent directors of the company meet 1 (One) time in the year 2018-2019 dated Thursday 7th February, 2019 without executive directors of the company.

### Familiarization Programme:

As per the provisions of the Companies Act, 2013 and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the company has taken necessary steps and formed the policy on the Board's Familiarization and Remuneration Policy to get the new Directors (including Non - Executive Directors and Independent Directors), Key Managerial Personnel and Senior Management familiarize, habituated and their acquaintance with the atmosphere and working of the Company. The same can be finding at the website of [www.ifinservices.com](http://www.ifinservices.com)

## 6.4 Board Meetings:

During the period under review, 7 (Seven) Board Meeting were held by the Board of Directors to transact various business items.

During the Year 2018-2019, Seven Board Meetings were held as mention below

Sr. No	Date and Day of the Board Meeting	Sr. No	Date and Day of the Board Meeting
1	Wednesday, 30 <sup>th</sup> May, 2018	5	Monday, 31 <sup>st</sup> December, 2018
2	Tuesday, 14 <sup>th</sup> August, 2018	6	Tuesday, 22 <sup>nd</sup> January, 2019
3	Monday, 12 <sup>th</sup> November, 2018	7	Thursday, 14 <sup>th</sup> February, 2019
4	Monday, 24 <sup>th</sup> December, 2018		

## 6.5 Committees:

### 1. Audit Committee:

#### a) Brief Description

The primary object of the Audit Committee is to monitor and provide an effective supervision of the Management's financial reporting process, to ensure accurate and timely disclosures with the highest levers of transparency, integrity and quality of financial reporting. The committee oversees the work carried out in the financial reporting process by the Management, the internal auditor, the statutory auditor and notes the processes and safeguards employed by each of them.

#### b) Constitution and Composition of Audit Committee

The Company has in accordance with the Section 177 constituted the Audit Committee. The Audit Committee constituted and re constituted from time to time to comply with statutory requirement. The Audit Committee met 4 (Four) times during the last financial year on the following dates:

Sr. No.	Date and Day of the Meeting	Sr. No.	Date and Day of the Meeting
1.	Tuesday, 29 <sup>th</sup> May, 2018	3.	Monday, 12 <sup>th</sup> November, 2018
2.	Monday, 13 <sup>th</sup> August, 2018	4.	Wednesday, 13 <sup>th</sup> February, 2019

The constitution of the Committee (as on 31/03/2019) and the attendance of each member of the Committee are given below:

Name of the Member	Type of Director	Category	No. of Meetings	Attendance
Mr. Kishor Vekariya	Independent Director	Chairman	4	4
Mr. Udayan Mandavia	Managing Director	Member	4	3
Mr. Saurabh Gangadia	Independent Director	Member	4	4

## 2. Nomination & Remuneration Committee

### a) Constitution & Composition of Nomination & Remuneration Committee:

The Company has in accordance with the Section 178(1) constituted the Nomination & Remuneration Committee. The main function of the Nomination & Remuneration Committee is to formulation and recommendation of the policy for the appointment, removal, performance evaluation of the directors & the consideration to be paid to them and other matters as may be determined by the committee and the prevailing provisions for formulation of criteria for evaluation of Independent Directors and Board. Further to recommend/review remuneration of Directors based on their performance and carry out functions as mandated by Board from time to time.

The Nomination & Remuneration Committee met 2 (two) times during the last financial year on the following dates:

Sr. No.	Date and Day of the Meeting	Sr. No.	Date and Day of the Meeting
1.	Monday, 31 <sup>st</sup> December, 2018	2	Friday, 18 <sup>th</sup> January, 2019

The constitution of the Committee as on 31/03/2019 is as under:

Name of the Member	Type of Director	Category	No. of Meetings	Attendance
Mr. Kishor Vekariya	Independent Director	Chairman	2	2
Ms. Sejalben Mandavia	Non - Executive Director	Member	2	2
Mr. Saurabh Gangadia	Independent Director	Member	2	2

### 3. Stakeholders Relationship Committee:

The Company has formulated the Stakeholders Relationship Committee in accordance with the Section 178(5) of the Companies Act, 2013 and SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015 as entered into by the Company. The function of the Stakeholders Relationship Committee is to look into complaints if any and redress the same expeditiously. Besides, the committee approves allotment, transfer & Transmission of shares, Debentures, issue of any new certificates on split / consolidation / renewal etc. as may be referred to it. During the relevant financial year, 5 (Five ) Committee Meetings were held on following dates:

Sr. No.	Date and Day of the Meeting	Sr. No.	Date and Day of the Meeting
1.	Monday, 2 <sup>nd</sup> April , 2018	2.	Friday, 01 <sup>st</sup> June, 2018
3.	Monday 3 <sup>rd</sup> September, 2018	4.	Monday, 17 <sup>th</sup> December, 2018
5.	Wednesday, 13 <sup>th</sup> February, 2019		

The constitution of the Committee as on 31/03/2019 is as under:

Name of the Member	Type of Director	Category	No. of Meetings	Attendance
Ms. Sejalben Mandavia	Non-Executive Director	Chairman	4	4
Mr. Udayan Mandavia	Managing Director	Member	4	3
Mr. Saurabh Gangadia	Independent Director	Member	4	4

Company has not received Complain from shareholders of the Company during the year of review which is yet pending. However, the Company has taken necessary reply as and when required.

The details of the Compliance Officer and the details of complaints received / solved / unsolved during the year are as follows:

**Compliance Officer:**

\*Mr. Anant Bhatt, Company Secretary (Upto 01/01/2019)

Mail Id: [info@ifinservices.com](mailto:info@ifinservices.com)

Contact No.:9106730883

Mrs. Shraddha Parikh (W.e.f 22/01/2019)

Mail id: [Compliance@ifinservices.com](mailto:Compliance@ifinservices.com)

Contact No.: 8849445077

Compliant received during the year*	Compliant solved during the year	Compliant pending during the year*
0	0	0

Note: The Company had not received the investor complaint.

**4. Independent Directors' Meeting:**

The Independent Directors of the Company met during the year on **Thursday, 7th February, 2019** without the attendance of non – Independent Directors and members of the Board. The Independent Directors reviewed the performance of the non-independent Directors and Board as whole. the performance of the Chairman taking into account the views of executive Directors and non-executive Directors and assessed the quality, quantity and timeline of flow of information between company management and Board.

**6.6 Recommendation of Audit Committee:**

There are no transactions which are recommended by the audit committee and not accepted by the board of the directors of the company.

**6.7 Company's Policy on Directors appointment and remuneration:**

The current policy is to have an appropriate mix of executive and independent directors to maintain the independence of the board, and separate its functions of governance and management. The policy of the Company on directors' appointment and remuneration, including the criteria for determining qualifications, positive attributes, independence of a director and other matters, as required under sub-section (3) of Section 178 of the Companies Act, 2013 is available at registered office for review.

There has been no change in the policy since last fiscal. We affirm that the remuneration paid to the directors is as per the terms laid out in the Nomination and Remuneration Policy of the Company

**Code of conduct:**

The Company has already implemented a Code of Conduct for all Board Members and Senior Managements of the company in compliance with SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015 (earlier Listing Agreement). But, since the operations of the Company were not much, the application of the code of conduct was limited to that extent. The code of conduct of the company can be found on the website of the company at [www.ifinservices.com](http://www.ifinservices.com)

**6.8 Board Evaluation:**

During the year, the Board adopted a formal mechanism for evaluating its performance and as well as that of its Committees and individual Directors, including the Chairman of the Board.

The evaluation framework for assessing the performance of Directors (including Independent Directors) comprises of the following key areas:

- Attendance and participation in the Meetings and timely inputs on the minutes of the meetings.
- Adherence to ethical standards & code of conduct of Company and disclosure of non – independence, as and when it exists and disclosure of interest.
- Raising of valid concerns to the Board and constructive contribution to resolution of issues at meetings.
- Interpersonal relations with other directors and management.
- Objective evaluation of Board’s performance, rendering independent, unbiased opinion.
- Understanding of the Company and the external environment in which it operates and contribution to strategic direction.
- Safeguarding interest of whistle-blowers under vigil mechanism and Safeguard of confidential information.

The evaluation involves Self-Evaluation of the Board Member and subsequently assessment by the Board of Directors. A member of the Board will not participate in the discussion of his / her evaluation.

1. Observations of board evaluation carried out for the year:
2. Previous year’s observations and actions taken.
3. Proposed actions based on current year observations

**6.9 Remuneration of Directors and Employees of Listed companies:**

Pursuant to the Sub – Rule (2) of the Rule 5 of the Companies (Appointment & Remuneration of Managerial Personnel) Rules, 2014 and Amendment rules, 2016, read with Section 197 of the Act, no employees was in receipt of the remuneration in aggregate to Rs. One crore Two Lakhs per annum or Rs. Eight Lakh Fifty Thousand per month or at a rate in excess of that drawn by the Managing Director / Whole – time director of Manager and holds himself or along with his spouse & dependent children, no less than two percent of the equity shares of the Company. Further, the information required pursuant to Section 197 read with Rule 5 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 in respect of employees of the Company will be provided upon request.

In terms of Section 136 of the Act, the Report and Accounts are being sent to the Members and others entitled thereto, excluding the information on employees’ particulars which is available for inspection by the Members at the Registered Office of the Company during the business hours on working days of the Company up to the date of the ensuing Annual General Meeting. If any Member is interested in obtaining a copy thereof, such Member may write to the Company Secretary in this regard.

As per the provisions of Section 197(12) of the Companies Act, 2013, read with Rule 5 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, the details of the ratio of the remuneration of each director to the median employee's remuneration are described in the "**Annexure - I**" to this report.

Further, in pursuance to the Rule 5(2) of the Companies (Appointment and Remunerations of Managerial Personnel) Rules, 2014, the details of the employees employed throughout the financial year or part thereof, was in receipt of remuneration in that year, which, in the aggregate, or as the case may be, at a rate which in the aggregate, is in excess of that drawn by the Managing Director or Whole Time Directors or Manager and holds by himself or along with his spouse and dependent children, not less than two per cent of the equity shares of the company, is not being feasible for the company, as the company currently pays sitting fees to the director of the company.

#### **6.10 Remuneration received by Managing Director/ Whole time Director from holding or subsidiary company:**

There is no such amount received by the Managing Director/ Whole time Director As the company does not have any holding company or subsidiary company.

#### **6.11 Director's responsibility statement**

Pursuant to the provisions of Section 134(5) of the Companies Act, 2013, the board of directors, to the best of their Knowledge and ability confirm and state that -

- I. In the preparation of the annual accounts, the applicable accounting standards have been followed along with proper explanation relating to material departures;
- II. The Directors had selected such accounting policies and applied them consistently and made judgments and Estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the loss of the company for that period;
- III. The Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- IV. The Directors had prepared the annual accounts on a 'going concern' basis;
- V. The Directors had laid down internal financial controls to be followed by the Company and that such internal financial controls are adequate and were operating effectively; and
- VI. The Directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

#### **6.12 Internal Financial Controls:**

The Company has an adequate system of internal control procedures which is commensurate with the size and nature of business. Detailed procedural manuals are in place to ensure that all the assets are safeguarded, protected against loss and all transactions are authorized, recorded and reported correctly. The internal control systems of the Company are monitored and evaluated by internal auditors and their audit reports are periodically reviewed by the Audit Committee of the Board of Directors. The observations and comments of the Audit Committee are also generally placed before the Board. Some key features of the company's internal controls systems have been provided in the Management discussion and Analysis Report as Annexure - V, which being annexed to this report.

#### **6.13 Frauds reported by the Auditor:**

In pursuance to the Section 134(3)(ca) of the Companies Act, 2013 ("the Act"), there has been no reported frauds being detected by the Auditor of the Company in accordance with the Section 143(12) of the Act.

### **7. DISCLOSURES RELATING TO SUBSIDIARIES, ASSOCIATES AND JOINT VENTURES:**

The Company does not have any Subsidiary, Associates Company or Joint Venture.

## 8. DETAILS OF DEPOSITS:

The Company has not invited or accepted deposit within the meaning of section 73 of the act read with rules made there under, from the public neither does have any unpaid or unclaimed deposits along with interest during the year. Further, the company has not made any default in repayment of deposits or payment of interest thereon, as no deposits have been invited or accepted by the Company during the year. Furthermore, there are no such deposits which are not in compliance with the requirements of Chapter V of the Act.

## 9. PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS:

The Details of loan, guarantees or investment as per section 186 of the act are provided in the notes to the financial Statement. Further the company has made following investments during the year compare to the last year.

Particulars	2018-2019	2017-2018
Investment in Equity Instrument of Other Listed Companies	3,49,46,659	5,31,67,796
Investment in Mutual Funds	61,58,633	-
<b>Total</b>	<b>4,11,05,292</b>	<b>5,31,67,796</b>

## 10. CONTRACT OR ARRANGEMENT WITH RELATED PARTIES:

Particulars of contracts or arrangements with related Parties referred to in Section 188(1) of the Companies, 2013 in the prescribed form AOC-2 is appended as “Annexure-II” of the Board’s report.

## 11. CORPORATE SOCIAL RESPONSIBILITY (CSR) INITIATIVES:

Your company is not falling under the criteria mention as per Section 135 (1) of the Companies Act, 2013 and the companies (Corporate Social Responsibilities) Rules, 2014. Hence, the company has not developed and implemented any corporate Social Responsibilities initiatives.

## 12. CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO:

### Conservation of Energy and Technology Absorption:

During the year under review, there are no manufacturing activities undertaken by the company. However, the company has made necessary endeavor to conserve the non-renewable resources and Energy and has taken utmost care to use the latest technology to conserve the energy

Foreign Exchange Earnings : 4,11,61,882 (Previous Year: 2,54,61,492/-)

Foreign Exchange Expenditure: NIL (Previous Year: 2,47,873/-)

## 13. RISK MANAGEMENT:

Considering the present condition of the company the company has formulated the risk management policy. The board is being regularly provided with information which may have potential threat of risk as and when required. The detailed policy can be find out at the website of the company [www.ifinservices.com](http://www.ifinservices.com)

## 14. DETAILS OF WHISTLE BLOWER POLICY & VIGIL MECHANISM:

The Company has established a “Whistle Blower and Vigil Mechanism Policy” for Directors and employees to report the genuine concerns as per the provisions of Section 177 (9) of the Companies Act, 2013. However the Section is not applicable to the Company but the company has formed the policy as a part of good governance.

## 15. SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORY:

There have been no material changes and commitments, affecting the financial position of the company which have occurred between the end of the financial year of the company to which the financial statements relate and the date of the report.



## **16. AUDIT REPORTS AND AUDITORS:**

### **Internal Auditor:**

In pursuance to the provisions of Section 138 of the Companies Act, 2013, your Company has appointed Akshat S Shah, Chartered Accountants, to conduct internal audit of the Company.

### **Statutory Auditor:**

The statutory auditor of the company M/s KPND, Chartered Accountants, Mumbai (having Firm's registration Number:133861W) who was appointed as the auditors of the Company, to hold office for a term of 5 years with effect from 1<sup>st</sup> April, 2017 to 31<sup>st</sup> March, 2022 subject to ratification of the appointment by the members at every intervening Annual General Meeting held after this Annual General Meeting.

The observations and comments, if any, marked in the Auditors' Report are self-explanatory and therefore, do not call for any further comments.

### **Secretarial Auditor:**

Mrs. Kajal Ankit Shukla, Proprietor of M/s. K. A Shukla & Associates, Practicing Company Secretaries, has been appointed for the purpose of conducting Secretarial Audit of the Company. The Secretarial Audit Report is appended to this report as "**Annexure IV**".

As company have claimed exemption under the regulation 15 of SEBI Listing Obligation (Disclosure & Requirements) Regulations, 2015, for Corporate Governance the provisions of Annual secretarial compliance report as per circular dated 08<sup>th</sup> February, 2019 is not applicable on the Company.

### **Cost Audit Report:**

As per section 148 of the Companies Act, 2013 read with the Companies (Audit and Auditors) Rules, 2014, Company is in Business related to software development, and the Companies (Cost Records and Audit) Amendment Rules, 2014 (the Rules) are applicable to the Company but company does not fall under the criteria mentioned in the Rules.

## **17. SECRETARIAL AUDIT REPORT:**

The Secretarial Audit Report is appended to this report as "**Annexure IV**"

## **18. EXPLANATIONS IN RESPONSE TO AUDITORS QUALIFICATIONS:**

### Explanation to the observations given in the Secretarial Audit report:

1. In respect to the qualification given by the secretarial Auditor in the report with regards to point (i) the company has already given letters to all the physical shareholders through the RTA of the company to update their KYC and also requested to all the physical shareholders to dematerialized their shares.
2. In respect to the observation made by the secretarial Auditor in the report with regards to point (i) the company had already started process for change of name but due unavailability of proper name the company could not take further steps for change of name. The Management will take necessary steps as soon as possible to comply with the regulation.

## **19. COMPLIANCE WITH SECRETARIAL STANDARDS:**

The Directors state that applicable Secretarial Standards i.e. SS-1 and SS-2 relating to 'Meetings of the Board of Directors' and 'General Meetings' respectively have been duly followed by the Company.

## **20. EXTRACT OF THE ANNUAL RETURN:**

The Extract of Annual Return in Form MGT-9 as provided under Section 92 (3) of the Companies Act, 2013 is annexed herewith as "**Annexure -III**"

## **21. CORPORATE GOVERNANCE REPORT:**

As per the criteria mention in the regulation 15 of SEBI Listing Obligation (Disclosure & Requirements) Regulations, 2015, company is not falling under the same and the company has claimed exemption from Stock Exchange. Hence company has not submitted corporate governance report with the stock exchange for the period under review. The company has claimed exemption under regulation 15(2) of SEBI Listing Obligation (Disclosure & Requirements) Regulations, 2015 vide letter dated 30<sup>th</sup> May, 2019 to BSE.

## **22. MANAGEMENT DISCUSSION & ANALYSIS REPORT:**

The Management Discussion and Analysis Report as per the Regulation 34 of the SEBI Listing Obligation (Disclosure & Requirements) Regulations, 2015 is part of the Annual Report as “Annexure-V”.

## **23. ANNUAL SECRETARIAL COMPLIANCE REPORT:**

As per the clarification issued by BSE dated 9<sup>th</sup> May, 2019 the company need not to comply with the submission of Annual Secretarial Compliance report as does not falling under the criteria mentioned under regulation 15 of SEBI Listing Obligation (Disclosure & Requirements) Regulations, 2015. The company has claimed exemption under regulation 15(2) of SEBI Listing Obligation (Disclosure & Requirements) Regulations, 2015 vide letter dated 30<sup>th</sup> May, 2019 to BSE.

## **24. EQUAL OPPORTUNITY EMPLOYER:**

The Company has always provided a congenial atmosphere for work to all employees that are free from discrimination and harassment including sexual harassment. It has provided equal opportunities of employment to all without regard to their caste, religion, color, marital status and sex. The Company has also framed a Policy on “Prevention of Sexual Harassment” at the workplace. There were no cases reported under the said Policy during the year.

## **25. APPRECIATION:**

Your Directors place on record their appreciation and gratitude for the excellent support the Company has received from its workers, employees, customers, vendors and shareholders. They also express their sincere thanks to the Bankers and various State Governments for the valuable support extended to the Company.

## **26. LISTING AT STOCK EXCHANGES:**

The Equity shares of your company are listed on BSE (Bombay Stock Exchange). The Listing fees for the Year 2018-2019 have been paid to the Stock Exchanges.

## **28. DISCLOSURE OF TRANSACTIONS OF COMPANY WITH PROMOTER/ PROMOTER GROUP:**

<b>Sr. no.</b>	<b>Name of Promoter</b>	<b>Nature of Transaction</b>	<b>Amount</b>
1.	Mr. Udyan Mandvia	Remuneration	15,94,800

## **27. DISCLOSURE OF DEMAT SUSPENSE ACCOUNT / UNCLAIMED SUSPENSE ACCOUNT**

With the advent of the new Securities & Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, the listed entities are required to make disclosure in the Annual Report about the details of share in Demat Suspense Account / Unclaimed Suspense Account. The details of the same is mentioned below:

Aggregate number of shareholders and the outstanding shares in the Suspense Account lying at the beginning of the year	NIL
--	-----

Number of shareholders who approached listed entity for transfer of shares from suspense account during the year	NIL
--	-----

Number of shareholders to whom shares were transferred from suspense account during the year	Nil
Aggregate number of shareholders and the outstanding shares in the suspense account lying at the end of the year	Nil
The voting rights on these shares shall remain frozen till the rightful owner of such shares claims the shares	Not Applicable

**For, Interactive Financial Services Limited**

**Date:** 30/05/2019

**Place:** Ahmedabad

**SD/-**

**Mr. Udayan Mandavia**  
**Chairman & Managing Director**

**DIN: 00740615**

**INFORMATION ON THE RATIO OF REMUNERATION OF EACH DIRECTOR TO THE MEDIAN EMPLOYEES REMUNERATION**

**PARTICULARS OF EMPLOYEES**

The information required under section 197 of the Act read with rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 are given below:

- a. The ratio of the remuneration of each director to the median remuneration of the employees of the Company for the financial year:

<b>Name of the Directors</b>	<b>Category</b>	<b>Ratio</b>
Mr. Udayan Mandavia	Managing Director	10.25
Mr. Sejalben Mandavia	Non-Executive Director	NIL
Mr. Kishor Vekariya	Non-executive Independent Director	NIL
Mr. Saurabh Gangadia	Non-executive Independent Director	NIL

None of the directors are being paid the sitting fees.

- b. The percentage increase in remuneration of each director, Chief Executive Officer, Chief Financial Officer, Company Secretary in the financial year:

<b>Name of the Directors &amp; KMP</b>	<b>% Increase</b>
Mr. Udayan Mandavia – Director & MD	NIL
Mr. Kishor Vekariya – NE- Independent Director	NIL
Mr. Saurabh Gangadia – NE - Independent Director	NIL
Mr. Sejalben Mandavia – NE-Director	NIL
Mr. Hitesh Joshi – CFO	NIL
#Mrs. Shraddha Varunkumar Parikh – CS	N.A
*Mr. Anant Bhatt – Company Secretary	N.A

\* Resigned on 01/01/2019 hence percentage increase in remuneration will not be applicable.

# Appointed from 22/01/2019 hence percentage increase in remuneration will not be applicable.

- c. \*The percentage increase in the median of employees in the financial year: 26.79%
- d. The number of permanent employees on the rolls of the Company : 17
- e. \*Average percentile increase already made in the salaries of the employee other than the managerial personnel in the last financial year and its comparison with the percentile increase in the managerial remuneration and justification thereof and point out if there are any exceptional circumstances for increase in the managerial remuneration:

<b>Average % increase in Remuneration of Employees</b>	<b>% increase in the Managerial Personnel</b>
491.32%	-0.45%

- f. **Affirmation that the remuneration is as per the remuneration policy of the Company:**

The Company affirms that the remuneration is as per the Remuneration Policy of the Company.

**For, Interactive Financial Services Limited**

**Date: 30/05/2019**

**Place: Ahmedabad**

**SD/-**

**Mr. Udayan Mandavia  
Chairman & Managing Director  
DIN: 00740615**

**Form No. AOC-2**

(Pursuant to *clause (h) of sub-section (3) of section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014*)

**Form for disclosure of particulars of contracts/arrangements entered into by the company with related parties referred to in sub-section (1) of section 188 of the Companies Act, 2013 including certain arms- length transactions under third proviso thereto**

<b>1. Details of contracts or arrangements or transactions not at arm’s length basis:</b>			
N.A			
a) Name(s) of the related party and nature of relationship	N.A		
b) Nature of contracts/ Arrangements/transactions	N.A		
c) Duration of the contracts /Arrangements / transactions	N.A		
d) Salient terms of the contracts or arrangements or transactions including the value, if any	N.A		
e) Justification for entering into such Contractor arrangements or Transactions	N.A		
f) Date(s) of approval by the Board	N.A		
g) Amount paid as advances, if any	N.A		
h) Date on which the special resolution was passed in general meeting as required under first proviso to section 188	N.A		
<b>2. Details of contracts or arrangements or transactions at arm’s length basis</b>			
a) Name(s) of the related party and nature of relationship	iPatientcare Private Limited-Enterprises on which having Significant influence	Information Technology Consultants-Enterprises on which having Significant influence	Medical Communication System INC-Associate Enterprise
b) Nature of contracts/ Arrangements/transactions	Availing and Rendering of Services	Availing and Rendering of Services	Sales
c) Duration of the contracts /Arrangements / transactions	N.A	N.A	N.A
d) Salient terms of the contracts or arrangements or transactions including the value, if any	N.A	N.A	N.A
e) Date(s) of approval by the Board	14/08/2018	14/08/2018	30/06/2017
f) Amount paid as advances, if any	N.A	N.A	N.A

**For, Interactive Financial Services Limited**

**Date:** 30/05/2019

**Place:** Ahmedabad

**SD/-**

**Mr. Udayan Mandavia  
Chairman & Managing Director  
DIN: 00740615**

**Form No. MGT-9**

<p><b>EXTRACT OF ANNUAL RETURN</b>  <b>As on the financial year ended on 31/03/2019</b>  <b>Of</b>  <b>INTERACTIVE FINANCIAL SERVICES LIMITED</b>                  [Pursuant to Section 92(3) of the Companies Act, 2013 &amp;                  Rule 12(1) of the Companies (Mgt. and Administration) Rules, 2014]</p>
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**I. REGISTRATION AND OTHER DETAILS:**

<b>i)</b>	CIN:	L65910GJ1994PLC023393		
	Foreign Company Registration Number/GLN	Not Applicable		
<b>ii)</b>	Registration Date [DD/MM/YY]	24/10/1994		
<b>iii)</b>	<b>Name of the Company</b>	<b>INTERACTIVE FINANCIAL SERVICES LIMITED</b>		
<b>iv)</b>	<b>Category of the Company</b> [Pl. tick]	<input checked="" type="checkbox"/> Public Company <input type="checkbox"/> Private Company		
<b>v)</b>	<b>Sub Category of the Company</b> [ Please tick whichever are applicable]	1.	Government Company	
		2.	Small Company	
		3.	One Person Company	
		4.	Subsidiary of Foreign Company	
		5.	NBFC	
		6.	Guarantee Company	
		7.	Limited by shares	<input checked="" type="checkbox"/>
		8.	Unlimited Company	<input type="checkbox"/>
		9.	Company having share capital	
		10.	Company not having share capital	
		11.	Company Registered under Sec. 8	
<b>v)</b>		<b>NAME AND REGISTERED OFFICE ADDRESS OF COMPANY AND CONTACT DETAILS:</b>		
	Address	A-1006, Premium House, Behind Handloom House, Ashram Road.		
	Town / City	Ahmedabad		
	State	Gujarat		
	Pin Code:	380 009		
	Country Name :	India		
	Country Code	91		
	Telephone (With STD Area Code no)	+91-79-26427428		
	Fax Number :			
	Email Address	<a href="mailto:info@ifinservices.com">info@ifinservices.com</a>		
	Website	<a href="http://www.ifinservices.com">www.ifinservices.com</a>		
	Name of the Police Station having jurisdiction where the registered office is situated	Navrangpura Police Station		
	Address for correspondence, if different from address of registered office:	N.A.		
<b>vi)</b>	Whether shares listed on recognized Stock Exchange(s) If yes, details of stock exchanges where shares are listed	Yes		
		<b>Sr. No.</b>	<b>Stock Exchange Name</b>	<b>Code</b>
		1.	BSE Limited	539692

<b>Vii )</b>	<b>Name and Address of Registrar &amp; Transfer Agents (RTA ):- Full address and contact details to be given.</b>	
	Registrar & Transfer Agents ( RTA ):-	Satellite Corporate Services Pvt Ltd.
	Address	B-302 Sony Apartment Opp. St. Jude's High School , 90Feet ,Jariman,Sakinaka,Mumbai-40072 Road
		Jariman, Sakinaka
	Town / City	Mumbai
	State	Maharashtra
	Pin Code:	400072
	Telephone (With STD Area Code No.)	022-28520461-62
	Fax Number :	022-28511809
	Email-id	<a href="mailto:service@satellitecorporate.com">service@satellitecorporate.com</a>

**II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY** (All the business activities contributing 10 % or more of the total turnover of the company shall be stated):

Sr. No.	Name and Description of main products / services	NIC Code of the Product/service	% to total turnover of the Company
1	Providing high end of software implementation and revenue cycle enhancement consulting services	62099	100%

**III.PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES:**

SR. NO.	NAME AND ADDRESS OF THE COMPANY	CIN/GLN	HOLDING/ SUBSIDIARY / ASSOCIATE
1	-	-	-

**IV.SHARE HOLDING PATTERN (EQUITY SHARE CAPITAL BREAK UP AS PERCENTAGE OF TOTAL EQUITY)**

**i) Category-wise Share Holding**

Category of Shareholders	No. of Shares held at the beginning of the year [As on 01-04-2018]				No. of Shares held at the end of the year [As on 31-March-2019]				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
<b>A. Promoter's</b>									
<b>(1) Indian</b>									
a) Individual/ HUF	13,17,150	0	1317150	43.71	1359050	-	1359050	45.10	1.39
b) Central Govt	-	-	-	-	-	-	-	-	-
c) State Govt(s)	-	-	-	-	-	-	-	-	-
d) Bodies Corp.	-	-	-	-	-	-	-	-	-
e) Banks / FI	-	-	-	-	-	-	-	-	-
f) Any other	-	-	-	-	-	-	-	-	-
<b>Sub-total(A)(1):-</b>	<b>13,17,150</b>		<b>1317150</b>	<b>43.71</b>	<b>1359050</b>	<b>-</b>	<b>1359050</b>	<b>45.10</b>	<b>1.39</b>
<b>(2) Foreign</b>									
a) NRIs- Individuals	-	-	-	-	-	-	-	-	-
(b) Other- Individuals	-	-	-	-	-	-	-	-	-
(c) Bodies Corp.	-	-	-	-	-	-	-	-	-
(d) Banks FI	-	-	-	-	-	-	-	-	-
(e) Any Other....	-	-	-	-	-	-	-	-	-

<b>Sub-total(A)(2):-</b>	-	-	-	-	-	-	-	-	-
<b>Total Shareholding of Promoter(A)= (A)(1)+(A)(2)</b>	<b>13,17,150</b>		<b>1317150</b>	<b>43.71</b>	<b>1359050</b>		<b>1359050</b>	<b>45.10</b>	<b>1.39</b>
<b>B. Public Shareholding</b>									
1. Institutions	-	-	-	-	-	-	-	-	-
a) Mutual Funds	-	-	-	-	-	-	-	-	-
b) Banks / FI	-	-	-	-	-	-	-	-	-
c) Central Govt	-	-	-	-	-	-	-	-	-
d) State Govt(s)	-	-	-	-	-	-	-	-	-
e) Venture Capital Funds	-	-	-	-	-	-	-	-	-
f) Insurance Companies	-	-	-	-	-	-	-	-	-
g) FIIs	-	-	-	-	-	-	-	-	-
h) Foreign Venture Capital Funds	-	-	-	-	-	-	-	-	-
i) Others (specify)(Trusts)	-	-	-	-	-	-	-	-	-
<b>Sub-total (B)(1):-</b>	-	-	-	-	-	-	-	-	-
<b>2. Non-Institutions</b>									
a) Bodies Corp.									
i) Indian	5542	65700	71242	2.36	25283	65700	90983	3.02	0.66
ii) Overseas	-	-	-	-	-	-	-	-	-
b) Individuals									
i) Individual shareholders holding nominal share capital upto Rs. 1Lakh	214750	876810	1091560	36.23	267591	798010	1065601	35.37	-0.86
ii) Individual shareholders holding nominal share capital in excess of Rs 1Lakh	422550	104900	527450	17.51	469106	21200	490306	16.27	-1.23
<b>C) others (Specify)</b>									
i) Non Resident Indians (Non - Repat)	-	5000	5000	0.17	0	5000	5000	0.17	0
ii) HUF	698	-	698	0.02	501	-	501	0.02	-0.01
iii) Clearing member	-	-	-	-	1659	-	1659	0.06	0.06
<b>Sub-total (B)(2):-</b>	<b>643540</b>	<b>1052410</b>	<b>1695950</b>	<b>56.29</b>	<b>764140</b>	<b>889910</b>	<b>1654050</b>	<b>54.90</b>	<b>-1.39</b>
<b>Total Public Shareholding</b>	<b>643540</b>	<b>1052410</b>	<b>1695950</b>	<b>56.29</b>	<b>764140</b>	<b>889910</b>	<b>1654050</b>	<b>54.90</b>	<b>-1.39</b>



<b>(B)=(B)(1)+(B)(2)</b>									
<b>C. Shares held by Custodian for GDRs &amp; ADRs</b>	-	-	-	-	-	-	-	-	-
<b>Grand Total (A+B+C)</b>	<b>1960690</b>	<b>1052410</b>	<b>3013100</b>	<b>100</b>	<b>2123190</b>	<b>889910</b>	<b>3013100</b>	<b>100</b>	<b>0</b>

**ii) Shareholding of Promoter:**

Sr. No.	Shareholder's Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% change in share holding during the year
		No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	
1	Mr. Kedar Mehta	105450	3.50	-	147350	4.89	-	1.39
2	Mr. Hitesh Joshi	36700	1.22	-	36700	1.22	-	0
3	Mr. Udayan Mandavia	1175000	39.00	-	1175000	39.00	-	0

**iii) Change in Promoters' Shareholding (including Promoter Group):**

**Mr. Kedar Mehta**

Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
	No. of Shares	% of total shares	No. of Shares	% of total shares
01/04/2018	105450	3.50	105450	3.50
Acquire shares during the year	41 900	1.39	147350	4.89
31/03/2019	147350	4.89	147350	4.89

**iv) Shareholding Pattern of top ten Shareholders: (Other than Directors, Promoters and Holders of GDRs and ADRs):**

**1. Dimple Pandey:**

Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
	No. of Shares	% of total shares	No. of Shares	% of total shares
01/04/2018	3,65,350	12.13	3,65,350	12.13
No Change During the Year				
31/03/2019	3,65,350	12.13	3,65,350	12.13

**2. Harsiddh Equity & Stock Limited:**

Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
	No. of Shares	% of total shares	No. of Shares	% of total shares
01/04/2018	50,000	1.66	50,000	1.66
No Change During the Year	-	-	-	-
31/03/2019	50,000	1.66	50,000	1.66

**3. Bosco Armando Menezes:**

Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
	No. of Shares	% of total shares	No. of Shares	% of total shares
01/04/2018	36000	1.19	36000	1.19
No Change During the Year				
31/03/2019	36000	1.19	36000	1.19

**4. Anand Mohan**

Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
	No. of Shares	% of total shares	No. of Shares	% of total shares
01/04/2018	14774	0.49	14774	0.49
Purchase During the Year	10582	0.35	25356	0.84
31/03/2019	25356	0.84	25356	0.84

**5. Shripal Shah**

Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
	No. of Shares	% of total shares	No. of Shares	% of total shares
01/04/2018	0	0	0	0
Purchase During the Year	21200	0.70	21200	0.70
31/03/2019	21,200	0.70	21,200	0.70

**6 . Arnaz Keki Bharucha:**

Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
	No. of Shares	% of total shares	No. of Shares	% of total shares
01/04/2018	21,200	0.70	21,200	0.70
No Change During the Year	-	-		
31/03/2019	21,200	0.70	21,200	0.70

**7 . Vipul Patel**

Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
	No. of Shares	% of total shares	No. of Shares	% of total shares
01/04/2018	21,200	0.70	21,200	21,200
No Change During the Year	-	-	-	-
31/03/2019	21,200	0.70	21,200	0.70

**8. Bhavna N Patel:**

Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
	No. of Shares	% of total shares	No. of Shares	% of total shares
01/04/2018	20,000	0.66	20,000	0.66
No Change During the Year	-	-	-	-
31/03/2019	20,000	0.66	20,000	0.66

**9 . Shaikh Mohdadil Vahid:**

Particulars	Shareholding at the beginning of the year	Cumulative Shareholding during the year
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	No. of Shares	% of total shares	No. of Shares	% of total shares
01/04/2018	19,300	0.64	19,300	0.64
No Change During the Year	-	-	-	-
31/03/2019	19,300	0.64	19,300	0.64

#### 10. Jay Vora

Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
	No. of Shares	% of total shares	No. of Shares	% of total shares
01/04/2018	18,400	0.61	18,400	0.61
No Change During the Year	-	-	-	-
31/03/2019	18,400	0.61	18,400	0.61

#### v) Shareholding of Directors and Key Managerial Personnel:

##### 1. Mr. Udayan Mandavia: Managing Director

Particulars	Shareholding at the at the Time of Appointment of the year		Cumulative Shareholding during the Year	
	No. of shares	% of total Shares	No. of shares	% of total Shares
01/04/2018	11,75,000	39.00	11,75,000	39.00
No Changes During the Year	-	-	-	-
31/03/2019	11,75,000	39.00	11,75,000	39.00

##### 2. Mr. Kishor Vekariya: Independent Director

Particulars	Shareholding at the at the Time of Appointment of the year		Cumulative Shareholding during the Year	
	No. of shares	% of total Shares	No. of shares	% of total Shares
01/04/2018	-	-	-	-
No Changes During the Year	-	-	-	-
31/03/2019	-	-	-	-

##### 3. Mr. Hitesh Joshi: CFO

Particulars	Shareholding at the at the Time of Appointment of the year		Cumulative Shareholding during the Year	
	No. of shares	% of total Shares	No. of shares	% of total Shares
01/04/2018	36,700	1.22	36,700	1.22
No Changes During the Year				
31/03/2019	36,700	1.22	36,700	1.22

##### 4. Mr. Saurabh Gangadia: Independent Director

Particulars	Shareholding at the at the Time of Appointment of the year		Cumulative Shareholding during the Year	
	No. of shares	% of total Shares	No. of shares	% of total Shares
01/04/2018	-	-	-	-
No Changes During the Year	-	-	-	-
31/03/2019	-	-	-	-

##### 5. Ms. Sejalben Mandavia: Non-Executive Director

Particulars	Shareholding at the at the Time of Appointment of the year		Cumulative Shareholding during the Year	
	No. of shares	% of total	No. of shares	% of total

		Shares		Shares
01/04/2018	-	-	-	-
No Changes During the Year	-	-	-	-
31/03/2019	-	-	-	-

**6.: Mrs. Shraddha Varunkumar Parikh: Company Secretary & Compliance officer (w.e.f. 22/01/2019)**

Particulars	Shareholding at the at the Time of Appointment of the year		Cumulative Shareholding during the Year	
	No. of shares	% of total Shares	No. of shares	% of total Shares
01/04/2018	-	-	-	-
No Changes During the Year	-	-	-	-
31/03/2019	-	-	-	-

**7. Mr. Anant Bhatt: Company Secretary & Compliance officer (Upto 01/01/2019)**

Particulars	Shareholding at the at the Time of Appointment of the year		Cumulative Shareholding during the Year	
	No. of shares	% of total Shares	No. of shares	% of total Shares
01/04/2018	-	-	-	-
No Changes During the Year	-	-	-	-
31/03/2019	-	-	-	-

**V) INDEBTEDNESS -Indebtedness of the Company including interest outstanding/accrued but not due for payment:**

	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
<b>Indebtedness at the beginning of the financial year</b>				
i) Principal Amount	-	20,14,052	-	20,14,052
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	-	-	-	-
<b>Total (i+ii+iii)</b>	-	<b>20,14,052</b>	-	<b>20,14,052</b>
<b>Change in Indebtedness during the financial year</b>				
* Addition	-	-	-	-
* Reduction	-	20,14,052	-	20,14,052
<b>Net Change</b>	-	-20,14,052	-	-20,14,052
<b>Indebtedness at the end of the financial year</b>				
i) Principal Amount	-	-	-	-
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	-	-	-	-
<b>Total (i+ii+iii)</b>	-	-	-	-

## VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL-

### A. Remuneration to Managing Director, Whole-time Directors and/or Manager:

(Amount Rs.)

SN.	Particulars of Remuneration	Udayan Mandavia- Chairman cum Managing Director	Total Amount
1	Gross salary	15,94,800	15,94,800
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	-	-
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	-	-
	(c) Profits in lieu of salary under section 17(3) Income- tax Act, 1961	-	-
2	Stock Option	-	-
3	Sweat Equity	-	-
4	Commission - as % of profit - others, specify...	-	-
5	Others, please specify	(2,48,400)	(2,48,400)
	<b>Total (A)</b>	13,46,400	13,46,400
	Ceiling as per the Act	As Per Schedule V of the Companies Act, 2013.	

### A. Remuneration to other directors:

SN	Particulars of Remuneration	Mr. Kishor Vekariya	Mr. Saurabh Gangadia	Ms. Sejalben Mandavia	Total
1	Independent Directors	-	-	-	-
	Fee for attending board meeting				
	committee meetings				
	Commission	Nil	Nil	Nil	Nil
	Others, please specify				
	Total (1)				
2	Other Non-Executive Directors				
	Fee for attending board committee meetings				
	Commission	Nil	Nil	Nil	Nil
	Others, please specify				
	Total (2)	Nil	Nil	Nil	Nil
	Total (B)=(1+2)				
	Total Remuneration	Nil		Nil	Nil
	Overall Ceiling as per the Act				

**C. Remuneration to Key Managerial Personnel Other Than MD/MANAGER/WTD:**

SN	Particulars of Remuneration	Mrs. Shraddha Parikh - CS & Compliance officer (w.e.f. 22/01/2019)	Mr. Anant Bhatt- CS & Compliance officer (Upto 01/01/2019)	Mr. Hitesh Joshi - CFO	Total
1	Gross salary	24,000	2,37,802	9,46,800	12,08,602
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961				
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	Nil	Nil	Nil	Nil
	(c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961	Nil	Nil	Nil	Nil
2	Stock Option	Nil	Nil	Nil	Nil
3	Sweat Equity	Nil	Nil	Nil	Nil
4	Commission	Nil	Nil	Nil	Nil
	- as % of profit				
	others, (Professional Tax)	Nil	Nil	Nil	Nil
5	Others, please specify (provident Fund)	(300)	(1800)	(69,400)	(71,500)
	<b>Total</b>	<b>23,700</b>	<b>2,36,002</b>	<b>8,77,400</b>	<b>11,37,102</b>

**VII. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES:**

Type	Section of the Companies Act	Brief Description	Details of Penalty / Punishment/ Compounding fees imposed	Authority [RD / NCLT/ COURT]	Appeal made, if any (give Details)
<b>A. COMPANY</b>					
Penalty	Nil	Nil	Nil	Nil	Nil
Punishment	Nil	Nil	Nil	Nil	Nil
Compounding	Nil	Nil	Nil	Nil	Nil
<b>B. DIRECTORS</b>					
Penalty	Nil	Nil	Nil	Nil	Nil
Punishment	Nil	Nil	Nil	Nil	Nil
Compounding	Nil	Nil	Nil	Nil	Nil
<b>C. OTHER OFFICERS IN DEFAULT</b>					
Penalty	Nil	Nil	Nil	Nil	Nil
Punishment	Nil	Nil	Nil	Nil	Nil
Compounding	Nil	Nil	Nil	Nil	Nil

For and behalf of the Board of the Director,

Date: 30/05/2019

Place: Ahmedabad

SD/-  
Mr. Udayan Mandavia  
Chairman & Managing Director  
DIN: 00740615

**Form No. MR-3**

**SECRETARIAL AUDIT REPORT  
FOR THE FINANCIAL YEAR ENDED on 31/03/2019**

[Pursuant to section 204(1) of the Companies Act, 2013 and rule No.9 of the Companies  
(Appointment and Remuneration Personnel) Rules, 2014]

To,  
The Members,  
**Interactive Financial Services Limited**  
Ahmedabad

I have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **Interactive Financial Services Limited** (hereinafter referred as the "Company"). Secretarial Audit was conducted in a manner that provided me a reasonable basis for evaluating the corporate conducts / statutory compliances and expressing my opinion thereon.

Based on my verification of the **Interactive Financial Services Limited** books, papers, minute books, forms and return filed and other records maintained by the Company and also the information provided by the Company, its Officers, agents and authorized representatives during the conduct of secretarial audit, I hereby report that in my opinion, the company has, during the audit period covering the financial year ended on 31/03/2019 complied with the statutory provisions listed hereunder and also that the Company has proper Board – processes and compliance – mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

I have examined the books, papers, minutes' books, forms and returns filed and other records maintained by **Interactive Financial Services Limited** for the financial year ending on 31/03/2019 according to the provisions of:

- (i) The Companies Act, 2013 (the Act) and the rules made thereunder;
- (ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder;
- (iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
- (iv) Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings;
- (v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):-
  - (a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
  - (b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 1992;;-
  - (c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009;; **THERE ARE NO EVENTS OCCURRED DURING THE PERIOD WHICH ATTRACTS PROVISIONS OF THESE REGULATIONS, NOT APPLICABLE TO THE COMPANY DURING THE AUDIT PERIOD**
  - (d) The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999;; **THERE ARE NO EVENTS OCCURRED DURING THE PERIOD WHICH ATTRACTS PROVISIONS OF THESE REGULATIONS, NOT APPLICABLE TO THE COMPANY DURING THE AUDIT PERIOD**

- (e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008;: **THERE ARE NO EVENTS OCCURRED DURING THE PERIOD WHICH ATTRACTS PROVISIONS OF THESE REGULATIONS, NOT APPLICABLE TO THE COMPANY DURING THE AUDIT PERIOD**
- (f) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;
- (g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009; and: **THERE ARE NO EVENTS OCCURRED DURING THE PERIOD WHICH ATTRACTS PROVISIONS OF THESE REGULATIONS, NOT APPLICABLE TO THE COMPANY DURING THE AUDIT PERIOD**
- (h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998; **THERE ARE NO EVENTS OCCURRED DURING THE PERIOD WHICH ATTRACTS PROVISIONS OF THESE REGULATIONS, NOT APPLICABLE TO THE COMPANY DURING THE AUDIT PERIOD**

(vi)The Board of the directors of the company has not determined any laws specifically applicable to the company, hence no reporting is provided in this regards.

I have also examined compliance with the applicable clauses of the following:

- a. Secretarial Standards issued by the Institute of Company Secretaries of India (ICSI);
- b. The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015

During the period under review the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc. Mentioned above subject to the following compliances:

- 1) *In pursuance to the Regulation 31(2) of the SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015 read with the SEBI Circular CIR/CFD/CMD/13/2015 dated November 30, 2015, 50% of the non – promoter shareholding, are not being held in dematerialized form.*

**Further, we want to draw attention on the following observation:**

1. *As per Regulation 45 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, Company being listed entity yet not changed its name which reflects its business activities, within a period of six months from the change of activities in compliance of provisions as applicable to change of name prescribed under companies Act, 2013.However, the company had adopted process of change of name and taken approval of the shareholders in the previous Annual general Meeting of the company and made necessary filings with Registrar of the company but due to non availability of required name the company has not changed its name.*

I further report that, the compliance by the Company of applicable financial laws like direct and indirect tax laws and maintenance of financial records and books of accounts has not been reviewed in this audit since the same have been subject to review by the designated professionals.

**I further report that** the Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non – Executive Directors and Independent Directors. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act.

Adequate notice is given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent at least seven days in advance, and on shorter notice after following the necessary compliance of Sec 173 of the Act, and a system exists for seeking and obtaining



further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.

Majority decision is carried through while the dissenting member's views are captured and recorded as part of the minutes.

**I further report that** there are adequate systems and processes in the company commensurate with the size and operations of the company to monitor and ensure compliance with applicable laws, rules, regulations and guideline.

**K. A Shukla and Associates  
Practicing Company Secretary**

**Date: 30/05/2019**

**Place: Ahmedabad**

**SD/-  
Mrs. Kajal Shukla  
FCS No.: 8042  
CP No.: 8267**

\*This report is to be read with our letter of even date which is annexed as Annexure A and forms an integral part of this report.

## **Annexure-A of the Secretarial Audit Report**

To,  
The Members,  
**Interactive Financial Services Limited**  
Ahmedabad

My Secretarial Audit Report of even date is to be read along with this letter.

1. Maintenance of secretarial records and devise proper systems to ensure compliance with the provisions of all applicable laws and regulations and to ensure that the systems are adequate and operate effectively is the responsibility of management of the company. My responsibility is to express an opinion on these secretarial records based on my audit.
2. I have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the Secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. I believe that the processes and practices, I followed provide a reasonable basis for our opinion.
3. I have not verified the correctness and appropriateness of financial records and books of accounts of the company.
4. We believe that audit evidence and information obtain from the Company's management is adequate and appropriate for us to provide a basis for our opinion.
5. Wherever required, I have obtained the Management Representation about the compliance of laws, rules and regulations and happening of events, etc.
6. The compliance of the provisions of corporate and other applicable laws, rules and regulations, standards is the responsibility of the management. My examination was limited to the verification of procedures on test basis.
7. The Secretarial Audit Report is neither an assurance as to the future viability of the company nor of the efficacy or effectiveness with which the management has conducted the affairs of the company.

**K. A Shukla and Associates**  
**Practicing Company Secretary**

**Date: 30/05/2019**  
**Place: Ahmedabad**

SD/-  
**Mrs. Kajal Shukla**  
**FCS No.: 8042**  
**CP No.: 8267**

### **Certificate under Regulation 34(3) of SEBI Listing Regulations**

Based on my scrutiny of the records, documents and information provided by **Interactive Financial Services Limited** CIN L65910GJ1994PLC023393 having its Registered Office at A-1006, Premium House, Behind Handloom House, Ashram Road Ahmedabad Gujarat 380009, for verification and disclosures and declarations given by the Directors to the company under applicable statutes and also based on the verification of facts regarding the Board of Directors of the company, available in the public domain, I, hereby certify that the none of the Directors on the Board of the company have been debarred or disqualified from being appointed or continuing as Directors of companies either by the Securities and Exchange Board of India or the Ministry of Corporate Affairs or any such statutory authority.

**K. A Shukla and Associates**  
**Practicing Company Secretary**

**Date: 30/05/2019**

**Place: Ahmedabad**

SD/-  
**Mrs. Kajal Shukla**  
**FCS No.: 8042**  
**CP No.: 8267**

## **MANAGEMENT DISCUSSION ANALYSIS REPORT**

### **GLOBAL OVERVIEW:**

Revenue Cycle Management (RCM) consulting constitutes one of the value-added services which rides on the high roads built by US healthcare reforms. Many regulatory changes have taken place in the recent past relating to bundle payments and value-based payment models. Healthcare providers believe that this switch to value-based payment will drive the need for tighter clinical and financial integration.

The healthcare industry in the US accounts for about 16% of the country's GDP and is expected to cross 20% over the next few years. The US market census has projected healthcare to \$1.1 trillion by 2016, of which the outsourced RCM services market is estimated at \$8-9 billion. Barely 10% of the RCM services are conducted at offshore locations currently. This is a great opportunity for your company to grab, and hence, the last year's operational growth is very important and a landmark for all of us.

### **INDUSTRY STRUCTURE AND DEVELOPMENT:**

IFSL continued its growth during the first three quarters of the financial year 2018-19 at the same rate as that of the last couple of years. Sticking to your company's core competencies in the domain of healthcare, the operations expanded at an impressive pace. IFSL has built a strong foundation of the global delivery model for providing revenue cycle consulting and software implementation services.

Medical billing in the US gets as complex as it could because of numerous multi-payer system. The US healthcare reforms forced many regulatory changes in the recent past relating to bundle payments and value-based payment models, and hence, hospitals believe that this switch to value-based payment will drive the need for tighter clinical and financial integration.

The cost pressures are high for healthcare organizations in the US and they continue to look for ways to bring more efficiency. IFSL is positioned really well to leverage this opportunity. The dynamics of outsourcing in the healthcare revenue cycle space are purely driven by the available business opportunities and value addition, and hence, IFSL experienced a significant but temporary bump in its growth path towards the end of the financial year.

We are a long-term growth oriented organization, and hence, we continue to invest in upgrading the skills of our people and seek alternative opportunities aggressively. Our goals are very clear. Gain competitive advantage by building strong people practices, developing robust and scalable processes, and using analytics to derive insights and deploying a technological framework for delivering efficient solutions.

### **COMPANIES OUTLOOK:**

IFSL has preferred to remain focused on building core competencies of developing healthcare domain based software implementation and revenue cycle consulting services as a strategy, which showed impressive initiation of high-potential growth in last three years.

### **PERFORMANCE OVERVIEW:**

The company has continued its growth during the first three quarters of the financial year 2018-19 at the same rate as that of the last couple of years. Sticking to your company's core competencies in the domain of healthcare, the operations expanded at an impressive pace. Interactive Financial Services Limited has built a strong foundation of the global delivery model for providing revenue cycle consulting and software implementation services.

**COMPANY'S STRATEGY:**

The following are few of the important strategies that the company has adopted during the year.

**REVENUE CYCLE IS NOT THE CORE COMPETENCY OF HEALTHCARE PROVIDERS**

The healthcare industry has been witnessing the gradual transition from paper-heavy, labor-intensive tasks and inefficient administrative processes to the embracing of automated procedures. However, it enabled systems and processes posed challenges of technical complexities, demanding disproportionately high amount of time and resources in managing them than focusing on their core competency of providing patient care. The best alternative for the healthcare providers is to outsource what are not their core competencies, and hence, revenue cycle consulting and software implementation are some of those activities that require being outsourced.

**PROGRESSIVELY LOWER MARGINS ARE BECOMING A NORM**

The continued economic reforms result in decreased reimbursements to healthcare providers, while actually increasing their patient and billing volumes. This puts more burdens on revenue cycle operations. Hence, outsourcing operations has been gaining grounds, and is also supported by recent statistics from a few healthcare providers reporting a growth in revenues of over 5% with some players due to outsourcing.

**COMPLICATIONS OF ICD-9 TO ICD-10 TRANSITIONING HAS LED TO GROWING DEMAND FOR SKILLED CODERS**

Maintained by WHO, international classification of diseases (icd) is the international standard diagnostic tool for epidemiology, health management and clinical purposes. It is designed as a healthcare classification system that provides diagnostic codes for various diseases and conditions, and is revised periodically. US healthcare providers have now transitioned from icd-9 to the next-generation icd-10, requiring specialized skill-sets among coders. Today, more than ever, healthcare providers are finding it more profitable to outsource rather than investing in-house to develop coders.

For all of the reasons mentioned above and many others, although encountered a temporary bump, ifsl looks forward to growing competencies in handling the revenue cycle consulting and benefitting from the bright future outlook.

**SEGMENT WISE PERFORMANCE**

Currently, the Segment wise report is not applicable to the company as the company has not multiple segments.

**STRENGTH AND WEAKNESS:**

The company has strong promoter background with rich experience in the segment. Board of Directors of the company is well qualified in the specified field. Composition of Board consists of Executive Directors and Non-executive Independent Directors adding value to the company. The Company has an extremely cost conscious culture that has resulted in multiple cost management, thus company is trying to cope up with inflationary pressure. The Company has extremely favorable organizational Culture. The Company has limited fund to meet the challenges of the markets and to overcome the weakness company has define the strategies to meet the fund requirement.

**OPPORTUNITIES AND THREATS:**

In view of the expansion of healthcare industry in India as well as globally, the company has better prospect to expand its business because the company is under the business of medical software development. While, the government policies and foreign exchange fluctuation are the threats to the Company, which affect the performance of the company in it's' growth.

## **RISK AND CONCERN:**

Your Company considers that risk is an integral part of its business and therefore, it takes proper steps to manage all risks in a proactive and efficient manner. The major risks associated with the business of the companies are Global Economic Crisis, Taxation Risk, Wage Pressure, General Market Risk and Financial Risk. The Company management periodically assesses risks in the internal and external environment and incorporates suitable risk treatment processes in its strategy, and business and operating plans. There are no risks which, in the opinion of the Board, threaten the very existence of your Company.

## **MANAGEMENT CONTROL, INTERNAL CONTROL AND INTERNAL AUDIT SYSTEM AND THEIR ADEQUACY:**

The company has put in place strong internal control system and best in class processes commensurate with its size and scale of operations.

A well-established multidisciplinary management Audit & Assurance services consists of professionally qualified accountants who carries out extensive audit throughout the year, across all functional area and submits its reports to management and audit committee about the compliance with internal controls and efficiency and effectiveness of operation and key processes and risks.

Some key features of the company's internal control system are:

- Adequate documentation of policies & guidelines.
- Preparation & monitoring of annual budget for all functions
- Management audit department prepares risk based internal audit scope with the frequency of audit being decided by risk ratings of areas/functions. Risk based scope is mutually accepted by various functional heads/process owners.
- The company has strong compliance Management System which runs on an online monitoring system.
- Company has well defined delegation of power with authority limits for approving revenue & cape expenditure.
- Apart from having all policies, procedures and internal audit mechanism in place, company periodically engages outside experts to carry out and independent review of the effectiveness of various business processes.
- Internal audit is carried out in accordance with auditing standards to review design effectiveness of internal control system & procedures to manage risks, operation of monitoring control compliance with relevant policies & procedure and recommend improvement in processes and procedure.
- The audit committee of the board of directors regularly reviews the adequacy & effectiveness of internal audit environment and monitor implementation of internal audit recommendations including those relating to strengthen of company's risk management policies & systems.

## **HUMAN RESOURCE DEVELOPMENT**

Human resource department is instrumental in building employees capabilities through structured talented acquisition and its development through technical and need based training. The company enjoys harmonious employee relations and hired employee during the year which have been built over the years by taking various HR initiatives to enhance the employee morale.

## **FINANCIAL PERFORMANCE WITH RESPECT TO OPERATION PERFORMANCE:**

1. The total loss of the Company for the year ended on 31st March, 2019 is Rs. 90,77,508 which is fallback for the company as in previous year company earned profit of Rs. 1,66,27,206.
2. The Net profit (loss) of the Company during the previous year was Rs. 1,66,27,206 which has reduced in the current year, it amounted to loss of Rs. 90,77,508/-. The Directors are trying to achieve higher profit in the upcoming year.
3. Price earning per shares as on 31/03/2019 is INR 2.68/- on face value of INR 10/- each.

**DETAILS OF SIGNIFICANT CHANGES:**

<b>PARTICULARS</b>	<b>FY ENDED 31<sup>ST</sup> MARCH, 2019</b>	<b>FY ENDED 31<sup>ST</sup> MARCH, 2018</b>	<b>CHANGES BETWEEN CURRENT FY &amp; PREVIOUS FY</b>	<b>EXPLANATION</b>
Interest coverage ratio	102.059	27.966	74%	There is significant fluctuation in the revenue and Interest expenditure of the company during the year which is the key factor which affect the Interest coverage ratio.

**ACCOUNTING TREATMENT:**

The company has not made any changes in the Accounting treatments during the year. Further as per the Information provided by the company in the previous Annual report, the company has adopted Ind-As with effect from 01/04/2017.

**INTERNAL CONTROLS**

Your Company has a well-established internal control system, which is commensurate with the size and nature of its business. The Company strives to maintain a dynamic system of internal controls and procedures including internal control over financial reporting designed to ensure reliable financial record keeping, transparent financial reporting and disclosures. The management duly considers and takes appropriate action on the recommendations made by the statutory auditors, internal auditors and the independent Audit Committee of the Board of Directors.

**ESTABLISHMENT OF INTERNAL MANAGEMENT INFORMATION SYSTEMS:**

Any problems requiring policy decisions are being intimated to Audit Committee for redressed or amendments in the policy and procedure. The progress reports are being regularly on monthly basis intimated to the Audit committee through the Financial Officers of the company who in turn put the same to Audit Committee.

**INFORMATION SYSTEM BETWEEN COMMITTEE AND THE BOARD:**

Both Audit committee and Stakeholder Relationship Committees receive periodical regular information from the concerned function heads, and after resolution of all the problems re-communicate the same to functional heads for further communications and implementation of any suggestions. The progress report and minutes of all meetings held of both the committees are being placed before the Board for information and taking the same on records.

**INFORMATION SYSTEM BETWEEN THE COMPANY AND INVESTORS:**

The Company is taking on record the unaudited financial results on quarterly basis as per requirements Regulation 33 of the SEBI (Listing Obligations & Disclosures Requirements) Regulations, 2015, and the same are published in English and Gujarati Newspapers in time. The Audited Financial Balance Sheet is being dispatched to every shareholder in time at their registered addresses in Compliance with the Companies Act, 2013.

**CAUTIONARY STATEMENT:**

Statements in this Management Discussion and Analysis describing the company's objectives, projections, estimates and expectations may be forward looking statement within the meaning of applicable laws and regulations. Since these are based on certain assumptions and expectations of future events, the Company cannot guarantee that these are accurate or will be realized. The Company assumes no responsibility to publicly amend, modify or revise any such statements on the basis of subsequent developments, information or events.

**For and behalf of the Board of the Director,**

**Date:** 30/05/2019

**Place:** Ahmedabad

**SD/-**  
**Mr. Udayan Mandavia**  
**Chairman & Managing Director**  
**DIN: 00740615**



# KPND & Co.

## CHARTERED ACCOUNTANTS

44, Ground Floor, Shree Naman Plaza, S. V road, Kandivali (W), Mumbai - 400067.

Phones : (022) 28056291 • E-Mail: tokpnandco@gmail.com

### INDEPENDENT AUDITORS' REPORT

**To The Members,  
Interactive Financial Services Limited**

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

##### **Opinion**

We have audited the accompanying financial statements of Interactive Financial Services Limited (“the Company”), which comprise the Balance sheet as at March 31, 2019, the Statement of Profit and Loss (including other comprehensive income), the Statement of changes in equity, the Cashflow Statement for the year then ended, and notes to the financial statements, including a summary of Significant Accounting policies and other explanatory information. (hereinafter referred to as the financial statements).

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 Companies Act 2013 (“Act”) in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015 as amended (“Ind AS”) and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2019, and its profit, total comprehensive income, the changes in equity and cash flows for the year ended on that date.

##### **Basis for opinion**

We conducted our audit in accordance with the standards on auditing specified under section 143 (10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the auditor’s responsibilities for the audit of the financial statements section of our report. We are independent of the Company in accordance with the code of ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the code of ethics.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on the financial statements

##### **Key audit matters**

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. We have determined the matters described below to be the key audit matters to be communicated in our report.

##### **Revenue Recognition**

###### **Key Audit Matter Description**

Accuracy of recognition, measurement, presentation and disclosures of revenue and other related balances in view of adoption of Ind AS 115 “Revenue from Contracts with Customers”. Further, onerous obligations in respect of fixed price contracts involves critical estimates.

The application of the new revenue accounting standard (Ind AS 115) involves significant judgments/material estimates relating to identification of distinct performance obligations, determination of transaction price of the identified performance obligations, the appropriateness of the basis used to measure revenue recognized over a period. Further, in case of fixed price contracts, estimated efforts is a critical estimate to determine revenues. This estimate has a high inherent uncertainty as it requires consideration of progress of the contract and efforts required to complete the remaining performance obligations.

## **How the Key Audit Matter Was Addressed in the Audit**

We assessed the Company's process in relation to overall revenue recognition process. Our audit approach consisted testing of the design and operating effectiveness of the internal controls and substantive testing as follows

- Recording of efforts incurred and estimation of efforts required to complete the performance obligations.
- Tested the relevant information technology systems' access and change management controls relating to contracts and related information used in recording and disclosing revenue in accordance with the new revenue accounting standard.
- Reviewed the contract and analysed and identified the distinct performance obligations in the contract.
- Performed analytical procedures towards reasonableness of revenue disclosed.

### **Information other than the financial statements and auditors' report thereon**

The Company's board of directors is responsible for the preparation of the other information. The other information comprises the information included in the Board's Report including Annexures to Board's Report, Business Responsibility Report, Corporate Governance report and shareholder's information but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

### ***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 Act with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance including other comprehensive income, cash flows and changes in equity of the Company in accordance with the Indian Accounting Standards (Ind AS) prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended from time to time, and other accounting principles generally accepted in India. 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, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The board of directors are also responsible for overseeing the Company's financial reporting process.

### ***Auditor's responsibilities for the audit of the financial statements***

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the financial statements.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards. From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

## **Report on Other Legal and Regulatory Requirements**

- 1 As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in 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, the Company has kept proper books of account as required by law, so far as appears from our examination of the 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 Rule 7 of the Companies (Accounts) Rules, 2014.
  - (e) on the basis of written representations received from the directors as on March 31, 2019 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2019, from being appointed as a director in terms of section 164 (2) of the Companies Act, 2013.
  - (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". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting.
  - (g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197 (16) of the Act, as amended, in our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Company to its directors during the year is in accordance with the provisions of section 197 of the Act; and
  - (h) 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 :-
    - (a) The company does not have any pending litigations which would impact its financial position.
    - (b) The Company did not have any long term contracts including derivative contracts for which there were any material foreseeable losses.
    - (c) There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

**For, KPND & Co.**  
**Chartered Accountants**  
**Firm Registration No.133861W**

**SD/-**  
**Ketan Poojara**  
**Partner**  
**Membership No. 143643**

**Place : Ahmedabad**  
**Date : 30th May, 2019**

**Interactive Financial Services Limited**  
**ANNEXURE A INDEPENDENT TO AUDITORS' REPORT**

Referred to in paragraph 1 under the heading of "report on other legal and regulatory requirements" of our report of even date

On the basis of such checks as we considered appropriate and according to the information and explanations given to us during the course of our audit, we report that.

- (i) a. The Company has maintained proper records showing full particulars including quantitative details and location of the fixed assets.  
b. As explained to us, the management during the year has physically verified all the fixed assets. According to the information and explanations given to us, there is a regular programme of verification which, in our opinion is reasonable having regard to the size of the Company and the nature of its assets. No material discrepancies were noticed on such verification.  
c. Based on the information and explanations given to us and according to the records of the Company, the title deed of the immovable property is held in the name of the company.
- (ii) The company's nature of operation (Service provider) does not require it to hold inventories. Therefore, the provisions of clause 3(ii) of the Order are not applicable to the Company.
- (iii) As the company has not granted any loans secured or unsecured, to companies, Firms or other parties covered in the register maintained u/s.189 of the Companies Act, 2013, paragraphs (iii), (a) and (b) of the order are not applicable.
- (iv) The Company has not granted any loans or given any guarantee or provided any security in connection with such loan or made any investment to the persons covered under section 185 and 186 of the Act.
- (v) According to the information and explanations given to us, the Company has not accepted any deposit from the public within the meaning of Sections 73 to 76 of the Act and the rules framed thereunder. Therefore, the provisions of clause 3(v) of the Order are not applicable to the Company.
- (vi) As per the information and explanations given to us, the provisions of maintenance of cost records specified by the Central Government under section 148(1) of the Companies Act, 2013 are not applicable to the company during the year under reference. Therefore, the provisions of clause 3(vi) of the Order are not applicable to the Company.
- (vii) a. According to the information and explanations given to us and on the basis of our examination of the records of the Company, amounts deducted / accrued in the books of account in respect of undisputed statutory dues including Income Tax, Service tax, Goods and Services Tax, employees' state insurance, provident fund and other material statutory dues have been regularly deposited during the year by the Company with the appropriate authorities. As explained to us, the Company did not have any dues on account of Sales tax, VAT, cess, duty of excise and duty of customs.  
b. According to information and explanation given to us, there are no dues of income tax, sales tax, service tax, customs duty, excise duty, GST and value added tax which have not been deposited on account of any dispute.

- (viii) According to information and explanations given to us and on overall examination of the Balance Sheet, the Company has not borrowed funds from Banks, Financial Institution, Government or Debenture holders. Therefore the provisions of clause 3(viii) of the Order are not applicable to the Company.
- (ix) According to information provided to us and on overall examination of the Balance Sheet, the Company has not raised any money by way of initial public offer or further public offer (Including Debt Instruments) and term loans during the year. Therefore the provisions of clause 3(ix) of the Order are not applicable to the Company.
- (x) Based upon the audit procedures performed for the purpose of reporting the true and fair view of the financial statements and according to the information and explanations provided by the management, we report that no fraud by the company or on the company by its officers or employees have been noticed or reported during the year nor we have been informed of such case by the management.
- (xi) According to information and explanation provided by the management, the company has paid/provided managerial remuneration in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Companies Act, 2013.
- (xii) In our opinion, the Company is not a Nidhi Company. Therefore the provisions of clause 3(xii) of the Order are not applicable to the Company.
- (xiii) According to information and explanation provided by the management, the transactions with related parties are in compliance with Section 177 and 188 of Companies Act, 2018 where applicable and details have been disclosed in the financial statements as required by the applicable accounting standard.
- (xiv) According to information and explanations provided by the management and on overall examination of the Balance Sheet, 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 the provisions of clause 3(xiv) of the Order are not applicable to the Company.
- (xv) According to information and explanations provided by the management, the company has not entered into any non-cash transactions with directors or persons connected with him as specified under Section 192 of the Act.
- (xvi) According to information and explanation provided by the management, the company is not required to be registered under Section 45-1A of the Reserve Bank of India Act, 1934. Accordingly, the provisions of clause 3(xvi) of the Order are not applicable to the Company.

**For, KPND & Co.**  
**Chartered Accountants**  
**Firm Registration No.133861W**

**SD /-**  
**Ketan Poojara**  
**Partner**  
**Membership No. 143643**

**Place : Ahmedabad**  
**Date : 30th May, 2019**

**ANNEXURE - B TO THE INDEPENDENT AUDITOR'S REPORT OF EVEN DATE ON THE  
FINANCIAL STATEMENTS OF INTERACTIVE FINANCIAL SERVICES LIMITED.**

**Report on 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 Interactive Financial Services Limited (“the Company”) as of 31st March 2019 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 Act.

**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, 2019, 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, KPND & Co.  
Chartered Accountants  
Firm Registration No.133861W**

**SD /-  
Ketan Poojara  
Partner  
Membership No. 143643**

**Place : Ahmedabad  
Date : 30th May, 2019**



**INTERACTIVE FINANCIAL SERVICES LIMITED**  
**BALANCE SHEET AS AT 31ST MARCH 2019**

Particulars	Note No	As at 31st March 2019	As at 31st March 2018
<b>ASSETS</b>			
<b>Non-current assets</b>			
(a) Property, plant and equipment	2	247,351	277,171
(b) Financial assets			
i. Investments	3	41,105,292	53,167,796
ii. Loans	4	2,405,365	2,237,552
(c) Deferred tax assets (Net)	17	1,993,540	-
(d) Other non-current assets	5	2,047,181	1,564,089
<b>Total non-current assets</b>		<b>47,798,729</b>	<b>57,246,609</b>
<b>Current assets</b>			
(a) Financial assets			
i. Trade receivables	6	3,403,228	-
ii. Cash and cash equivalents	7	780,749	6,183,668
iii. Bank balances other than (iii) above	7	2,066,964	-
iv. Loans	4	2,928,355	4,379,678
(b) Current tax Assets (Net)	8	206,313	-
(c) Other current assets	9	231,684	-
<b>Total current assets</b>		<b>9,617,293</b>	<b>10,563,346</b>
<b>Total assets</b>		<b>57,416,022</b>	<b>67,809,955</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
(a) Equity share capital	10	30,131,000	30,131,000
(b) Other equity	11	24,024,462	33,166,367
<b>Total equity</b>		<b>54,155,462</b>	<b>63,297,367</b>
<b>LIABILITIES</b>			
<b>Non-current liabilities</b>			
(a) Financial Liabilities			
(b) Provisions	12	36,539	179,833
(c) Deferred tax liabilities (Net)	17	-	109,384
<b>Total non-current liabilities</b>		<b>36,539</b>	<b>289,217</b>
<b>Current liabilities</b>			
(a) Financial liabilities			
i. Borrowings	13	-	2,014,052
ii. Trade payables	14	886,034	103,500
(b) Other current liabilities	15	2,337,988	2,065,493
(c) Current year tax (Net)	16	-	40,327
<b>Total current liabilities</b>		<b>3,224,022</b>	<b>4,223,372</b>
<b>Total liabilities</b>		<b>3,260,561</b>	<b>4,512,589</b>
<b>Total equity and liabilities</b>		<b>57,416,022</b>	<b>67,809,956</b>
Significant accounting policies and notes forming part of Financial Statement	1 to 34	-	-

As per our report of even date

**For, KPND & Co.**

**Chartered Accountants**

**Firm Registration No.133861W**

**SD /-**

**Ketan Poojara**

**Partner**

**Membership No. 143643**

**For and on Behalf of the Board of Directors**

**SD /-**

**Udayan Mandavia**

**Managing Director**

**DIN : 00740615**

**SD /-**

**Hitesh Joshi**

**Chief Financial Officer**

**SD /-**

**Sejalben Mandavia**

**Director**

**DIN : 03468579**

**SD /-**

**Shraddha Parikh**

**Company Secretary**

**INTERACTIVE FINANCIAL SERVICES LIMITED**  
**Statement of Profit and Loss for the year ended 31st March 2019**

	Particulars	Note No	2018-2019 Amount Rs.	2017-2018 Amount Rs.
	<b>Income from Operation</b>			
I.	Revenue from operations	<a href="#">18</a>	41,161,882	25,461,492
II.	Other Income	<a href="#">19</a>	1,694,956	2,036,716
III.	<b>Total Revenue</b>		<b>42,856,838</b>	<b>27,498,207</b>
IV.	<u>Expenses:</u>			
	Employee benefit expense	<a href="#">20</a>	27,476,304	18,923,994
	Financial costs	<a href="#">21</a>	124,180	280,509
	Depreciation and amortization expense	<a href="#">2</a>	29,820	29,820
	Other expenses	<a href="#">22</a>	4,668,174	1,633,069
	<b>Total Expenses</b>		<b>32,298,478</b>	<b>20,867,392</b>
V.	<b>Profit before tax (III - IV)</b>		<b>10,558,360</b>	<b>6,630,815</b>
VI.	Tax expense:	<a href="#">17</a>		
	(1) Current tax		2,761,652	1,888,099
	(2) Deferred tax		(62,424)	(75,649)
	(3) Short/(Excess) Provision of Tax of earlier years		(229,510)	(143,605)
	Net Tax Expense / (Benefit)		2,469,719	1,668,845
VIII.	<b>Profit/(Loss) for the period (XI – XII)</b>		<b>8,088,641</b>	<b>4,961,970</b>
IX.	Other Comprehensive Income	<a href="#">23</a>		
	<b>Items that will not be reclassified to profit or loss</b>			
	(a) Remeasurements of the defined benefit plans		(67,189)	-
	(b) Equity Instruments designated through other comprehensive income		(19,103,156)	11,665,236
	(c) Income Tax on above		2,004,196	
	<b>Items that will be reclassified to profit or loss</b>			
	<b>Other comprehensive income for the year, net of tax</b>		(17,166,149)	11,665,236
X.	<b>Total Comprehensive Income for the year (VIII+IX)</b>		<b>(9,077,508)</b>	<b>16,627,206</b>
XI.	Earning per equity share:			
	(1) Basic		2.68	1.65
	(2) Diluted		2.68	1.65
	Significant Accounting Policies and Notes on Financial Statements	<a href="#">1 to 34</a>		

*As per our report of even date*

**For. KPND & Co.**

**Chartered Accountants**

**Firm Registration No.133861W**

**SD /-**

**Ketan Poojara**

**Partner**

**Membership No. 143643**

**For and on Behalf of the Board of Directors**

**SD /-**

**Udayan Mandavia**

**Managing Director**

**DIN : 00740615**

**SD /-**

**Sejalben Mandavia**

**Director**

**DIN : 03468579**

**SD /-**

**Hitesh Joshi**

**Chief Financial Officer**

**SD /-**

**Shraddha Parikh**

**Company Secretary**

**Ahmedabad, 30th May, 2019**

**Ahmedabad, 30th May, 2019**

**INTERACTIVE FINANCIAL SERVICES LIMITED**  
**CASH FLOW STATEMENT FOR THE YEAR ENDED ON 31ST MARCH 2019**

[Amount in Rupees]

Particulars	2018-2019	2017-2018
<b>A. CASH FLOW FROM OPERATING ACTIVITIES</b>		
Net Profit before taxation and extraordinary items	10,558,360	6,630,815
<b>Adjustment for :-</b>		
Depreciation and Amortization	29,820	29,820
Long Term Capital Loss	-	194,250
Short Term Capital Loss	160,069	30,000
Foreign Exchange Rate Fluctuation	510,536	58,192
Finance Costs	124,180	280,509
<b>sub-total</b>	<b>824,604</b>	<b>592,772</b>
Short Term Capital Gain	-	96,942
Dividend Income	98,196	173,931
Interest income	633,107	1,718,641
	93,301	(1,396,742)
<b>Operating Profit before working capital changes</b>	<b>10,651,661</b>	<b>5,234,073</b>
<b>Change in working Capital :</b>		
<b>Adjustment for Decrease (Increase) in operating assets</b>		
Inventories	-	-
Trade receivables	(3,403,228)	479,956
Other Non-current Assets	(386,216)	(246,041)
Other current Assets	(231,684)	-
Fixed Deposits Having Maturity of More than Three Months	(2,066,964)	-
<b>Adjustment for (Decrease) Increase in operating liabilities</b>		
Trade payables	782,534	(120,800)
Other current liabilities	272,495	902,248
Non current provision	(143,294)	179,833
<b>Cash Generated from Operations</b>	<b>5,243,620</b>	<b>6,429,270</b>
Direct tax Paid	2,811,865	1,754,317
Cash Flow before extraordinary items	<b>2,431,755</b>	<b>4,674,953</b>
<b>Net cash from Operating Activities</b>	<b>2,431,755</b>	<b>4,674,953</b>
<b>B. NET CASH FLOW FROM INVESTMENT ACTIVITIES</b>		
Increase in Current Investments	(7,040,651)	(8,360,638)
Current - financial loans received back	1,451,323	7,793,527
Long Term Capital Loss	-	(194,250)
Short Term Capital Loss	(160,069)	(30,000)
Short Term Capital Gain	-	96,942
Dividend Income	98,196	173,931
Interest income	633,107	1,718,641
<b>Net Cash from Investment Activities</b>	<b>(5,018,094)</b>	<b>1,198,152</b>
<b>C. CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Finance Cost Expense	(124,180)	(280,509)
Foreign Exchange Rate Fluctuation	(510,536)	(58,192)
Non Current - financial loans	(167,813)	(162,849)
Repayment of current financial borrowing	(2,014,052)	(555,468)
<b>Net Cash from financial activities</b>	<b>(2,816,581)</b>	<b>(1,057,019)</b>
<b>NET INCREASE /(-) DECREASE IN CASH AND CASH EQUIVALENTS</b>	<b>(5,402,919)</b>	<b>4,816,086</b>
<b>OPENING BALANCE IN CASH AND CASH EQUIVALENTS</b>	<b>6,183,668</b>	<b>1,367,582</b>
<b>CLOSING BALANCE IN CASH AND CASH EQUIVALENTS</b>	<b>780,749</b>	<b>6,183,668</b>

As per our report of even date attached.

For, KPND & Co.

Chartered Accountants

Firm Registration No.133861W

SD /-

Ketan Poojara

Partner

Membership No. 143643

Ahmedabad, 30th May, 2019

For and on behalf of Board of directors

SD /-

Udayan Mandavia

Managing Director

DIN : 00740615

SD /-

Sejalben Mandavia

Director

DIN : 03468579

SD /-

Hitesh Joshi

Chief Financial Officer

SD /-

Shraddha Parikh

Company Secretary

Ahmedabad, 30th May, 2019

**STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31ST MARCH 2019**

(a) Equity Share Capital	As at 31st March, 2019		As at 31st March, 2018	
	Number	Amount Rs.	Number	Amount Rs.
Balance at the beginning of the reporting period	3,013,100	30,131,000	3,013,100	30,131,000
Changes in Equity Share capital during the year	-	-	-	-
<b>Balance at the end of the reporting period</b>	<b>3,013,100</b>	<b>30,131,000</b>	<b>3,013,100</b>	<b>30,131,000</b>

**(b) Other Equity**

Particulars	Reserve for equity instruments through OCI	Retained Earning	Total
<b>Balance at 1st April, 2017</b>	<b>16,810,116</b>	<b>(270,955)</b>	<b>16,539,161</b>
Profit for the year	-	4,961,970	4,961,970
Other Comprehensive Income for the year	11,665,236	-	11,665,236
<b>Total Comprehensive Income for the year</b>	<b>11,665,236</b>	<b>4,961,970</b>	<b>16,627,206</b>
<b>Balance at 31st March, 2018</b>	<b>28,475,352</b>	<b>4,691,015</b>	<b>33,166,367</b>
Profit for the year	-	8,088,641	8,088,641
Other Comprehensive Income for the year	(17,098,960)	(67,189)	(17,166,149)
Equity Portion of pre-matured Unsecured Loan (Net)		(64,397)	(64,397)
<b>Total Comprehensive Income for the year</b>	<b>(17,098,960)</b>	<b>7,957,055</b>	<b>(9,141,905)</b>
<b>Balance at 31st March, 2019</b>	<b>11,376,392</b>	<b>12,648,070</b>	<b>24,024,462</b>

As per our report of even date

For, KPND & Co.

Chartered Accountants

Firm Registration No.133861W

SD /-

Ketan Poojara

Partner

Membership No. 143643

For and on Behalf of the Board of Directors

SD /-

Udayan Mandavia

Managing Director

DIN : 00740615

SD /-

Hitesh Joshi

Chief Financial Officer

SD /-

Sejalben Mandavia

Director

DIN : 03468579

SD /-

Shraddha Parikh

Company Secretary

Ahmedabad, 30th May, 2019

Ahmedabad, 30th May, 2019

## STATEMENT ON SIGNIFICANT ACCOUNTING POLICIES

### **BACKGROUND**

Interactive Financial Services Limited ('the Company') is a Public Limited Company engaged primarily in providing high end of software implementation and revenue cycle enhancement consulting services within the healthcare domain globally. The Company is listed on the Bombay Stock Exchange Limited (BSE). The Company's registered office is at A-1006, Premium House, Behind Handloom House, Ashram Road Ahmedabad GJ 380009.

### **1 BASIS OF PREPARATION AND SIGNIFICANT ACCOUNTING POLICIES**

#### **1.1 BASIS OF PREPARATION OF ACCOUNTS**

**a) Statement of compliance with Ind AS**

These financial statements have been prepared in accordance with the Indian Accounting Standards (hereinafter referred to as the 'Ind AS') as notified by Ministry of Corporate Affairs pursuant to Section 133 of the Companies Act, 2013 ('Act') read with of the Companies (Indian Accounting Standards) Rules, 2015 as amended and other relevant provisions of the Act. The accounting policies are applied consistently to all the periods presented in the financials.

**b) Functional and presentation currency**

These financial statements are presented in Indian rupees, which is the Company's functional currency. All amounts have been rounded to the nearest rupee, unless otherwise indicated.

**c) Basis of Measurement**

These financial statements have been prepared on a historical cost convention basis, except for the following:

(i) Certain financial assets and liabilities that are measured at fair value.

(ii) Assets held for sale- Measured at the lower of (a) carrying amount and (b) Fair Value less cost to sell.

(iii) Net defined benefit plans- Plan assets measured at Fair Value less present value of defined benefit obligation.

(iv) Determining the Fair Value

While measuring the Fair Value of an asset or a liability, the Company uses observable market data as far as possible. Fair values are categorised into different levels in a Fair Value hierarchy based on the inputs used in the valuation techniques as follows.

Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2: inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).

Level 3: inputs for the asset or liability that are not based on observable market data (unobservable inputs).

If the inputs used to measure the Fair Value of an asset or a liability fall into different levels of the Fair Value hierarchy, then the fair value measurement is categorised in its entirety in the same level of the Fair Value hierarchy as the lowest level input that is significant to the entire measurement.

#### **d) Use of Estimates and Judgement**

The preparation of financial statements in accordance with Ind AS requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amount of assets, liabilities, income and expenses. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to the accounting estimates are recognized in the period in which the estimates are known or materialised. The most significant estimates and assumptions are described below:

##### **(i) Judgements**

Information about judgments made in applying accounting policies that have the significant effect on amounts recognised in the financial statement are as below:

- Leases identification- Whether an agreement contains a lease.
- Classification of lease - Whether Operating or Finance

##### **(ii) Assumptions and Estimations**

Information about assumption and estimation uncertainties that have significant risk of resulting in a material adjustment are as below:

#### **1. Impairment test of non-financial assets**

For the purpose of assessing recoverability of non-financial assets, assets are grouped at the lower levels for which there are individually identifiable cash flows (Cash Generating Units).

#### **2. Allowance for bad debts**

The Management makes estimates related to the recoverability of receivables, whose book values are adjusted through an allowance for Expected losses. Management specifically analyzes accounts receivable, customers 'creditworthiness, current economic trends and changes in customer's collection terms when assessing the adequate allowance for expected losses, which are estimated over the lifetime of the debts.

#### **3. Recognition and measurement of Provisions and Contingencies**

The Company's Management estimates key assumptions about the likelihood and magnitude of an outflow of resources based on available information and the assumptions and methods deemed appropriate. Wherever required, these estimates are prepared with the assistance of legal counsel. As and when additional information becomes available to the Company, estimates are revised and adjusted periodically.

#### **4. Recognition of Deferred Tax Assets**

The Management makes estimates as regards to availability of future taxable profits against which unabsorbed depreciation/ tax losses carried forward can be used.

#### **5. Measurements of Defined benefit obligations**

The measurements are based on key actuarial assumptions.

#### **e) Application of New Accounting Pronouncements**

The company has applied the following Ind AS pronouncements pursuant to issuance of the Companies (Indian Accounting Standards) Amendment Rules, 2018. The effect is described below:

1. The Company has adopted Ind AS 115, Revenue from Contract with Customers with effect from 1st April 2018 and it is detailed in note 1.2(i)
2. The Company has elected to recognize cumulative effect of initially applying Ind AS 115 retrospectively as an adjustment to opening balance sheet as at 1st April 2018 on the contracts that are not completed contract as at that date. There was no impact of above on the opening balance sheet as at 1st April 2018 and on the Statement of Profit and Loss for the year ended 31st March, 2019.

3. The Company has adopted Appendix B to Ind AS 21, foreign currency transactions and advance consideration with effect from 1st April 2018 prospectively to all assets, expenses and income initially recognized on or after 1st April 2018 and the impact on implementation of the Appendix is immaterial.

**f) Current and non-current classification**

All assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle (not exceeding twelve months) and other criteria set out in the Schedule III to the

**g) Rounding of amounts**

All amounts disclosed in the financial statements and notes have been rounded off to the nearest rupee as per the requirement of Schedule III, unless otherwise stated.

## **1.2 SIGNIFICANT ACCOUNTING POLICIES**

**a) Property, Plant and Equipmrent**

**(i) Recognition and measurement**

The Company had applied for the one time transition exemption of considering the carrying cost on the transition date i.e. 1st April, 2016 as the deemed cost under Ind AS. Hence regarded thereafter as historical cost.

Property, Plant and Equipment are measured at cost (which includes capitalised borrowing costs) less accumulated depreciation and accumulated impairment losses, if any. The cost of an item of Property, Plant and Equipment comprises:

a) its purchase price, including import duties and nonrefundable purchase taxes, after deducting trade discounts and rebates.

b) any costs directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by the management.

c) the initial estimate of the costs of dismantling and removing the item and restoring the site on which it is located.

If significant parts of an item of Property, Plant and Equipment have different useful lives, then they are accounted for as separate items (major components) of Property, Plant and Equipment and depreciated accordingly. Any gain or loss on disposal of an item of Property, Plant and Equipment is recognised in Statement of profit or loss.

**(ii) Subsequent expenditure**

Subsequent expenditure is capitalised only if it is probable that the future economic benefits associated with the expenditure will flow to the Company.

**(iii) Depreciation, Estimated useful life and estimated residual value**

Depreciation is calculated using the Straight Line Method, pro rata to the period of use, taking into account useful lives and residual value of the assets. The Company depreciates its property, plant and equipment over the useful life in the manner prescribed in Schedule II to the Act and management believe that useful life of assets are same as those prescribed in Schedule II to the Act. Depreciation is computed with reference to cost or revalued value as per previous GAPP as the case may be. The assets residual value and useful life are reviewed and adjusted, if appropriate, at the end of each reporting period. Gains and losses on disposal are determined by comparing proceeds with carrying amounts. These are included in the statement of Profit and Loss.

**b) Intangible Assets**

**(i) Recognition and measurement**

Computer softwares have finite useful lives and are measured at cost less accumulated amortisation and any accumulated impairment losses. The same are tested for impairment, if any, at the end of each accounting period.

**(ii) Subsequent expenditure**

Subsequent expenditure is capitalised only when it increases the future economic benefits embodied in the specific asset to which it relates. All other expenditure, including expenditure on internally generated goodwill and brands, when incurred is recognised in statement of profit or loss.

**(iii) Amortisation**

Amortisation is calculated to write off the cost of intangible assets less their estimated residual values using the straight-line method over their estimated useful lives and is generally recognised in statement of profit or loss. Computer software are amortised over their estimated useful life or 5 years, whichever is lower. Amortisation methods, useful lives and residual values are reviewed at each reporting date and adjusted, if required.

**b) Financial Instruments**

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity. Financial instruments also include derivative contracts such as foreign currency foreign exchange forward contracts, interest rate swaps and currency options.

**(i) Financial Assets**

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity. Financial instruments also include derivative contracts such as foreign currency foreign exchange forward contracts, interest rate swaps and currency options.

**a) Classification**

The Company classifies its financial assets in the following measurement categories:

- those to be measured subsequently at Fair Value Through Other Comprehensive Income-[FVTOCI], or Fair Value Through Profit and Loss-[FVTPL] and - those measured at Amortised Cost.[AC]. The classification depends on the Company's business model for managing the financial assets and the contractual terms of the cash flows.

**b) Measurement**



At initial recognition, the Company measures a financial asset at its fair value. Transaction costs of financial assets carried at fair value through the Profit and Loss are expensed in the Statement of Profit and Loss.

**In case of investments**

**i) In Equity instruments**

- For subsidiaries, associates and Joint ventures - Investments are measured at cost and tested for impairment periodically. Impairment (if any) is charged to the Statement of Profit and Loss.
- For Other than subsidiaries, associates and Joint venture - Investments are measured at FVTOCI.

**ii) In Mutual fund**

Measured at FVTPL.

**iii) In Debt instruments**

The Company measures the debts instruments at Amortised Cost. Assets that are held for collection of contractual cash flows where those cash flows represent solely payment of principal and interest [SPPI] are measured at amortised cost. Gain or loss on a debt instrument that is subsequently measured at amortised cost and is not part of the hedging relationship, is recognised in profit or loss when the asset is derecognised or impaired. Interest income from these financial assets is included in finance income using the Effective interest rate method.

**c) Derecognition of financial assets**

A financial asset is derecognised only when:

- The Company has transferred the rights to receive cash flows from financial asset, or
- Retains the contractual rights to receive the cash flows of the financial assets, but assumes a contractual obligation to pay the cash flows to one or more recipients.

Where the Company has transferred an asset and has transferred substantially all risks and rewards of ownership of the financial asset, the financial asset is derecognised.

Where the Company has not transferred substantially all risks and rewards of ownership of the financial asset, the financial asset is not derecognised.

Where the Company has neither transferred a financial asset nor retains substantially all risks and rewards of ownership of the financial asset, the financial asset is derecognised if the Company has not retained the control of the financial asset. Where the Company retains the control of the financial asset, the asset is continued to be recognised to the extent of continuing involvement in the financial asset.

**d) Impairment of financial assets**

In accordance with Ind-AS 109, the Company applies Expected Credit Loss (ECL) Model for measurement and recognition of impairment loss on the following financial assets and credit risk exposure:

- a) Financial assets that are debt instruments and are measured at amortised cost e.g., loans, debt securities, deposits, and bank balance.
- b) Trade receivables

The Company follows 'simplified approach' for recognition of impairment loss allowance on:

- Trade receivables which do not contain a significant financing component.

The application of simplified approach does not require the Company to track changes in credit

risk. Rather, it recognises impairment loss allowance based on lifetime ECLs at each reporting date, right from its initial recognition.

- For recognition of impairment loss on other financial assets and risk exposure, the Company determines whether there has been a significant increase in the credit risk since initial recognition. ECL is used to provide for impairment loss.

## **(ii) Financial Liabilities**

### **a) Classification**

The Company classifies its financial liabilities in the following measurement categories:

- those to be measured subsequently at FVTPL and
- those measured at Amortised Cost (AC)

The classification depends on the Company's business model for managing the financial assets and the contractual terms of the cash flows.

### **b) Initial recognition and measurement**

Financial liabilities are classified, at initial recognition, as financial liabilities at FVTPL or AC. All financial liabilities are recognised initially at Fair Value and, in the case of loans and borrowings and payables, net of directly attributable transaction costs.

The Company's financial liabilities include trade and other payables, loans and borrowings including bank overdrafts, financial guarantee contracts and derivative financial instruments.

### **c) Financial liabilities at FVTPL**

Financial liabilities at FVTPL include financial liabilities designated upon initial recognition as at Fair Value Through Profit or Loss. Financial liabilities are classified as held for trading if they are incurred for the purpose of repurchasing in the near term. This category also includes derivative financial instruments entered into by the Company that are not designated as hedging instruments in hedge relationships as defined by Ind-AS 109. Separated embedded derivatives are also classified as held for trading unless they are designated as effective hedging instruments.

Gains or losses on liabilities held for trading are recognised in the profit or loss.

Financial liabilities designated upon initial recognition at FVTPL are designated at the initial date of recognition, only if the criteria in Ind-AS 109 are satisfied. For liabilities designated as FVTPL, Fair Value gains/ losses attributable to changes in own credit risk are recognized in OCI. These gains/loss are not subsequently transferred to statement of profit or loss. However, the Company may transfer the cumulative gain or loss within equity. All other changes in fair value of such liability are recognised in the statement of profit or loss.

### **d) Loans and borrowings**

After initial recognition, interest-bearing loans and borrowings are subsequently measured at amortised cost using the Effective Interest Rate (EIR) method. Gains and losses are recognised in profit or loss when the liabilities are derecognised as well as through the EIR amortisation process. AC is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortisation is included as finance costs in the statement of profit and loss. This category generally applies to interest-bearing loans and borrowings.

**e) Derecognition**

A financial liability is derecognised when the obligation under the liability is discharged or cancelled or expires. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the derecognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognised in the statement of profit or loss.

**f) Offsetting of financial instruments**

Financial assets and financial liabilities are offset and the net amount is reported in the balance sheet if there is a currently enforceable legal right to offset the recognised amounts and there is an intention to settle on a net basis, to realise the assets and settle the liabilities simultaneously. The legally enforceable right must not be contingent on future events and must be enforceable in the normal course of business and in the event of default, insolvency or bankruptcy of the Company or the counterparty.

**g) Derivative financial instruments**

The Company uses derivative financial instruments, such as forward currency contracts, interest rate swaps and forward commodity contracts to hedge its foreign currency risks, interest rate risks and commodity price risks respectively. Such derivative financial instruments are initially recognised at Fair Value on the date on which a derivative contract is entered into and are subsequently re-measured at Fair Value. Derivatives are carried as financial assets when the Fair Value is positive and as financial liabilities when the Fair Value is negative.

**c) Trade Receivable**

Trade receivable are recognised initially at Fair Value and subsequently measured at AC using the effective interest method less provision for impairment. As per Ind AS 109 the Company has applied ECL for recognising the allowance for doubtful debts. Where Company has offered extended credit period [ECP] to the debtors, the said amount is recorded at present value, with corresponding credit in the statement of profit and loss over the tenure of the extended credit period

**d) Cash and Cash Equivalent**

For the purpose of presentation in the statement of the cash flows, cash and cash equivalent includes the cash on hand, deposits held at call with financial institutions other short term, highly liquid investments with original maturity of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

**e) Contributed Equity**

Equity shares are classified as equity. Incidental costs directly attributable to the issue of new shares or options are shown in equity as a deduction, net of tax, from the proceeds.

**D) Dividends**

Provision is made for the amount of any dividend declared, in the year in which it is approved by shareholders.

## **II) Earnings per share**

### **(i) Basic earnings per share**

Basic earnings per shares is calculated by dividing Profit/(Loss) attributable to equity holders (adjusted for amounts directly charged to Reserves) before/after Exceptional Items (net of tax) by Weighted average number of Equity shares, (excluding treasury shares).

### **(ii) Diluted earnings per share**

Diluted earnings per shares is calculated by dividing Profit/(Loss) attributable to equity holders (adjusted for amounts directly charged to Reserves) before/after Exceptional Items (net of tax) by Weighted average number of Equity shares (excluding treasury shares) considered for basic earning per shares including dilutive potential Equity shares.

## **f) Borrowing**

Borrowings are initially recognised at Fair Value, net of transaction costs incurred. Borrowings are subsequently measured at AC. Any difference between the proceeds (net of transaction costs) and the redemption amount is recognised in profit or loss over the period of borrowings using the effective interest method. Processing/Upfront fee are treated as prepaid asset and netted off from borrowings. The same is amortised over the period of the facility to which it relates. Preference shares are classified as liabilities. The dividends on these preference shares, if approved, by shareholders in the forthcoming Annual General Meeting, are recognised in profit or loss as finance costs, in the year when approved. Borrowings are derecognised from the balance sheet when the obligation specified in the contract is discharged, cancelled or expired. The difference between the carrying amount of the financial liability that has been extinguished or transferred to another party and the consideration paid including any non-cash assets transferred or liability assumed, is recognised in Statement of profit or loss as other gains or (losses). Borrowings are classified as current liabilities unless the Company has an unconditional right to defer the settlement of liabilities for at least twelve months after the reporting period. Where there is a breach of a material provision of a long term loan arrangement on or before the end of the reporting period with the effect that the liability becomes payable on demand on the reporting date, the same is classified as current unless the lender agreed, after the reporting period and before the approval of financial statements for issue, not to demand payment as a consequence of the breach.

## **g) Trade and Other payables**

These amounts represent liabilities for goods and services provided to the Company prior to the end of financial year which are unpaid at the period end. Trade and other payables are presented as current liabilities unless payment is not due within 12 months after the reporting period. They are recognised initially at their Fair Value and subsequently measured at amortised cost using the effective interest method.

## **h) Foreign Currency Transactions**

Transactions in foreign currencies are translated into the functional currencies of the Company at the exchange rate prevailing at the date of the transactions. Monetary assets (other than investments in companies registered outside India) and liabilities denominated in foreign currencies are translated into the functional currency at the exchange rate at the reporting date. Investments in companies registered outside India are converted at rate prevailing at the date of acquisition. Non-monetary assets and liabilities that are measured at Fair Value in a foreign currency are translated into the functional currency at the exchange rate when the Fair Value was determined. Non-monetary items that are measured based on historical cost in a foreign currency are not translated. Difference on account of changes in foreign currency are generally charged to the statement of profit & loss.

## **i) Revenue Recognition**

Effective 01 April 2018, the Company has adopted Indian Accounting Standard 115 (Ind AS 115) - 'Revenue from contracts with customers' using the cumulative catch-up transition method, applied to contracts that were not completed as on the transition date i.e. 01 April 2018. Accordingly, the comparative amounts of revenue and the corresponding contract assets / liabilities have not been retrospectively adjusted. The effect on adoption of Ind-AS 115 was insignificant.

The Company derives revenues primarily from I T Services comprising of high end of software implementation and revenue cycle enhancement consulting services within the healthcare domain.

Revenue is recognized upon transfer of control of promised products or services to the customer in an amount that reflects the consideration we expect to receive in exchange for those products or services.

Revenue from contracts priced on time and material basis is recognised when services are rendered and the related costs are incurred.

Revenue related to fixed price maintenance and support services contracts where the Company is standing ready to provide services is recognised based on time elapsed mode and revenue is straight lined over the period of performance. Revenue from services performed on fixed-price basis is recognized using the input method as defined in Ind AS-115. The Company uses efforts or cost expended to measure progress towards completion as there is a direct relationship between input and productivity. If the company does not have a sufficient basis to measure the progress of completion or to estimate total contract revenues and costs, revenue is recognised only to the extent of contract cost incurred for which recoverability is probable.

When total cost estimates exceed revenue in arrangement, the estimated losses are recognised in the statement of profit and loss in the period in which such losses become probable based on the current contract estimates.

Contract modifications are accounted for when additions, deletions or changes are approved either to the contract scope or contract price. Contract modifications involving services added that are not distinct are accounted for on a cumulative catch up basis, while those that are distinct are accounted for prospectively as a separate contract.

'Unbilled revenues' (contract asset) represent revenue earned in excess of billings as at the end of the reporting period. Where right to consideration is unconditional upon passage of time is classified as a financial asset however, for fixed price development contracts, where milestone is not due as per contract terms as on date of reporting, the same is classified as non-financial asset.

The Company uses the percentage-of-completion method in accounting for its fixed-price contracts. Use of the percentage-of-completion method requires the Company to estimate efforts or costs expended to date as a proportion of the total efforts or costs to be expended. Efforts or costs expended have been used to measure progress towards completion as there is a direct relationship between input and productivity.

### **Other Income**

a) Dividend income is recognised when right to receive dividend is established.

b) Interest and other income are recognised on accrual basis on time proportion basis and measured at effective interest rate.

**j) Government Grants**

(i) Grants from the Government are recognised at their Fair Value where there is a reasonable assurance that the grant will be received and the Company will comply with all the attached conditions.

(ii) Government grant relating to purchase of Property, Plant and Equipment are included in "Other current/ non-current liabilities" as Government Grant - Deferred Income and are credited to Profit or loss on a straight line basis over the expected life of the related asset and presented within "Other Operating revenue".

**k) Employee Benefits**

**(i) During Employment benefits**

**(a) Short term employee benefits**

Short-term employee benefits are expensed as the related service is provided. A liability is recognised for the amount expected to be paid if the Company has a present legal or constructive obligation to pay this amount as a result of past service provided by the employee and the obligation can be estimated reliably.

**(ii) Post-Employment benefits**

**(a) Defined contribution plans**

A defined contribution plan is a post-employment benefit plan under which Company pays fixed contribution into a separate entity and will have no legal or constructive obligation to pay future amounts. The Company makes specified monthly contributions towards government administered Provident Fund scheme. Obligations for contributions to defined contribution plans are expensed as the related service is provided. Prepaid contributions are recognised as an asset to the extent that a cash refund or a reduction in future payments is available.

**(b) Defined benefit plans**

The Company pays gratuity to the employees who have completed five years of service with the company at the time when employee leaves the Company. The gratuity is paid as per the provisions of Payment of Gratuity Act, 1972. The gratuity liability amount is contributed to the approved gratuity fund formed exclusively for gratuity payment to the employees. The liability in respect of gratuity and other post-employment benefits is calculated using the Projected Unit Credit Method and spread over the periods during which the benefit is expected to be derived from employees' services. Re-measurement of defined benefit plans in respect of post-employment are charged to Other Comprehensive Income.

**(c) Termination Benefits**

Termination benefits are payable when employment is terminated by the Company before the normal retirement date or when an employee accepts voluntary redundancy in exchange for these benefits. In case of an offer made to encourage voluntary redundancy, the termination benefits are measured based on the number of employees expected to accept the offer. Benefits falling due more than twelve months after the end of reporting period are discounted to the present value.

**l) Income Tax**

Income tax expense comprises current and deferred tax. Tax is recognised in statement of profit and loss, except to the extent that it relates to items recognised in the other comprehensive income or in equity. In such cases, the tax is also recognised in the other comprehensive income or in equity.

**(a) Current Tax**

Current tax assets and liabilities are measured at the amount expected to be recovered from or paid to the taxation authorities, based on tax rates and laws that are enacted or subsequently enacted at the Balance sheet date.

Current tax assets and liabilities are offset only if, the Company:

- a) has a legally enforceable right to set off the recognised amounts; and
- b) intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

**(b) Deferred Tax**

Deferred tax is recognised on temporary differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit. Deferred tax liabilities and assets are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realised, based on tax rates (and tax laws) that have enacted or subsequently enacted by the end of the reporting period. The carrying amount of deferred tax liabilities and assets are reviewed at the end of each reporting period. Deferred tax is recognised to the extent that it is probable that future taxable profit will be available against which they can be used.

The measurement of deferred tax reflects the tax consequences that would follow from the manner in which the Company expects, at the reporting date, to recover or settle the carrying amount of its assets and liabilities.

Deferred tax assets and liabilities are offset only if:

- a) the Company has a legally enforceable right to set off current tax assets against current tax liabilities; and
- b) the deferred tax assets and the deferred tax liabilities relate to income taxes levied by the same taxation authority on the same taxable Company.

**m) Borrowing Costs**

General and specific Borrowing costs that are directly attributable to the acquisition, construction or production of a qualifying asset that necessarily takes a substantial period of time to get ready for its intended use are capitalised as part of the cost of that asset till the date it is ready for its intended use or sale. Other borrowing costs are recognised as an expense in the period in which they are incurred. Investment income earned on the temporary investment of specific borrowings pending their expenditure on qualifying assets is deducted from the borrowing cost eligible for capitalisation. All other borrowing costs are charged to the statement of profit and loss for the period for which they are incurred.

**n) Leases**

**(i) Determining whether an arrangement contains a lease**

At inception of an arrangement, the Company determines whether the arrangement is or contains a lease

**As a lessee**

Leases of Property, Plant and Equipment where the Company, as lessee, has substantially transferred all the risks and rewards of the ownership are classified as finance leases.

Finance lease payments are capitalised at the lower of leases inception at the Fair Value of the lease property and the present value of minimum lease payments. The corresponding rental obligations, if any, net of finance charges are included in borrowings or other financial liabilities as appropriate. Each lease payment is allocated between the liability and the finance cost. The finance cost is charged to the profit or loss over the lease period so as to produce a constant periodic rate; of

Interest on the remaining balance of liability for each period.

Leases in which a significant portion of risk and rewards of ownership are not transferred to the Company as a lessee are classified as operating lease. Payments made under operating leases are charged to Profit and Loss on a straight line basis over the period of lease except where another systematic basis is more representative of time pattern in which economic benefits from the leased assets are consumed.

#### **As a lessor**

Lease Income from operating leases where the Company is a lessor is recognised as income on a straight line basis over the lease term unless the receipts are structured to increase in line with the expected general inflation to compensate for the expected inflationary cost increases.

#### **o) Non- Current assets held for sale**

Non-Current assets are classified as held for sale if their carrying amount will be recovered principally through a sale transaction rather than through continuing use and sale is considered highly probable. They are measured at lower of their (a.) carrying amount and (b.) Fair Value less cost to sell. Non-current assets are not depreciated or amortised when they are classified as held for sale.

#### **p) Provisions and contingent liabilities**

Provisions are recognised when the Company has a present legal or constructive obligation as a result of past events, it is probable that an outflow of resources will be required to settle the obligation and the amount can be reliably estimated. Provisions are measured at the present value of management's best estimate of the expenditure required to settle the present obligation at the end of the reporting period. The discount rate used to determine the present value is a pretax rate that reflects current market assessments of the time value of money and the risks specific to the liability. The increase in the provision due to the passage of time is recognised as interest expenses. Contingent liabilities are disclosed in respect of possible obligations that arise from past events but their existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of Company or where any present obligation cannot be measured in terms of future outflow of resources or where a reliable estimate of the obligation cannot be made.

### **1.3 Recent accounting pronouncements Ind AS 116:**

On 30th March 2019, the Ministry of Corporate Affairs (MCA) has notified Ind AS 116 Leases, under Companies (Indian Accounting Standards) Amendment Rules, 2019 which is applicable with effect from 1st April, 2019. Ind AS 116 sets out the principles for the recognition, measurement, presentation and disclosure of leases for both parties to a contract i.e., the lessee and the lessor. Ind AS 116 introduces a single lease accounting model for lessee and requires the lessee to recognize right of use assets and lease liabilities for all leases with a term of more than twelve months, unless the underlying asset is low value in nature. Currently, operating lease expenses are charged to the statement of profit and loss. Ind AS 116 substantially carries forward the lessor accounting requirements in Ind AS 17. As per Ind AS 116, the lessee needs to recognise depreciation on rights of use assets and finance costs on lease liabilities in the statement of profit and loss. The lease payments made by the lessee under the lease arrangement will be adjusted against the lease liabilities. The Company has evaluated that there will not be any impact on account of implementation of Ind AS 116.



**Interactive Financial Services Limited**  
**Notes forming part of the Financial Statements as at 31st March 2019**

**2** [Property, Plant and Equipment](#)

**As at 31st March, 2019**

Particulars	Gross Block				Depreciation Fund				Net Block	
	As On	Addition during the year	Deduction during the year	Total As on	Up To	Provided during the year	Deduction/A adjustment during the year	Total As on	Total As on	Total As on
Property, Plant and Equipment										
Office Building	284,294	-	-	284,294	59,640	29,820	-	89,460	194,834	224,654
Furniture & Fixtures	52,517	-	-	52,517	-	-	-	-	52,517	52,517
<b>Total Rs.</b>	<b>336,811</b>	<b>-</b>	<b>-</b>	<b>336,811</b>	<b>59,640</b>	<b>29,820</b>	<b>-</b>	<b>89,460</b>	<b>247,351</b>	<b>277,171</b>

**As at 31st March, 2018**

Particulars	Gross Block				Depreciation Fund				Net Block	
	As On	Addition during the year	Deduction during the year	Total As on	Up To	Provided during the year	Deduction/A adjustment during the year	Total As on	Total As on	Total As on
Property, Plant and Equipment										
Office Building	284,297	-	-	284,297	29,820	29,820	-	59,640	224,657	254,477
Furniture & Fixtures	52,517	-	-	52,517	-	-	-	-	52,517	52,517
<b>Total Rs.</b>	<b>336,814</b>	<b>-</b>	<b>-</b>	<b>336,814</b>	<b>29,820</b>	<b>29,820</b>	<b>-</b>	<b>59,640</b>	<b>277,174</b>	<b>306,994</b>

**Interactive Financial Services Limited**  
**Notes forming part of the Financial Statements as at 31st March 2019**

Particulars	As at 31st March 2019 Amount Rs.	As at 31st March 2018 Amount Rs.
<b>3</b> <b>Non-Current Investment</b>		
<b>(a) Investments designated through OCI</b>		
Investment in Equity Instrument - Quoted	34,946,659	53,167,796
<b>(b) Investments designated through P&amp;L</b>		
Investment in Mutul Funds	6,158,633	-
<b>Total</b>	<b>41,105,292</b>	<b>53,167,796</b>

**Details of Current Investment**

(a)	Investments designated through OCI	As at 31st March 2019		As at 31st March 2018	
		No. of Shares	Amount	No. of Shares	Amount
	<b>Investment in Equity Instrument - Quoted</b>				
1	Gala Global Products Ltd.	21,000	1,371,085	10,000	2,446,255
2	Kids Medical Systems Ltd.	128,000	1,525,247	128,000	5,192,199
3	Prabhat Telecoms Ltd.	12,600	4,937,157	10,500	2,161,935
4	Radhika Jeweltech Ltd.	97,600	1,696,044	49,600	1,401,242
5	United Polyfab Gujarat Ltd.		-	18,000	357,479
6	Zeal Aqua Ltd.	246,000	25,417,126	82,000	41,608,686
	<b>Total</b>	<b>505,200</b>	<b>34,946,659</b>	<b>298,100</b>	<b>53,167,796</b>
	<b>(b) Investments designated through P&amp;L</b>				
	<b>Investment in Mutul Fund</b>				
		No. of Units	Amount	No. of Units	Amount
1	Aditya Birla SL-Eq Hybrid 95 Fund	1,335	1,014,840		-
2	Aditya Birla SL-Mid Cap	1,757	515,266		-
3	Axis Mid Cap Fund	13,963	508,517		-
4	HDFC Hybrid Eq Fund	19,419	1,057,247		-
5	HDFC Mid Cap Fund	9,340	525,704		-
6	ICICI Pru-Eq & Debt Fund	7,653	1,028,851		-
7	ICICI Pru Mid Cap Fund	5,344	515,872		-
8	Reliance Eq Hybrid Fund	18,006	992,335		-
	<b>Total</b>	<b>76,816</b>	<b>6,158,633</b>	<b>-</b>	<b>-</b>
	<b>Total (a+b)</b>		<b>41,105,292</b>		<b>53,167,796</b>

<b>4</b> <b>Loans</b>		
<b>Non-current</b>		
a. Loans to Other		
- Secured, considered good		
- Unsecured, considered good	2,405,365	2,237,552
- Doubtful	-	-
	<b>2,405,365</b>	<b>2,237,552</b>
Less : Allowance for bad and doubtful loans	-	-
	<b>2,405,365</b>	<b>2,237,552</b>
<b>Current</b>		
a. Loans to Other		
- Secured, considered good		
- Unsecured, considered good	2,928,355	4,379,678
- Doubtful	-	-
	<b>2,928,355</b>	<b>4,379,678</b>
Less : Allowance for bad and doubtful loans	-	-
	<b>2,928,355</b>	<b>4,379,678</b>
<b>Total</b>	<b>5,333,720</b>	<b>6,617,230</b>

**Interactive Financial Services Limited**  
**Notes forming part of the Financial Statements as at 31st March 2019**

**Note :**

**Disclosures as per schedule V of SEBI (LODR) Regulation, 2015:**

- i Loans & Advances includes Rs. Nil as at 31st March 2019 (Previous Year as at 31st March 2018 Rs. Nil) due from a company in which one of director is director / member.
- ii Company has not given any loans and advances to any associates, firm/companies in which directors are interested during the current financial year.
- iii None of the loanees have made investment in share of the company.

<b>5</b>	<b><u>Other non-current assets</u></b>		
	Deposits	559,775	305,763
	Balance with Government Authorities	1,487,406	1,258,326
	<b>Total</b>	<b>2,047,181</b>	<b>1,564,089</b>
<b>6</b>	<b><u>Trade Receivable</u></b>		
	Secured and considered good	-	-
	Unsecured and considered good	3,403,228	-
	<b>Total</b>	<b>3,403,228</b>	<b>-</b>

**Note:**

- i Trade Receivables Others Includes Rs. 34,03,228/- as at 31st March 2019 (Previous Year as at 31st March 2018 Rs. Nil) due from Associates party.
- ii Refer Note No - 32 for information about Credit Risk and Market Risk of Trade Receivables.

<b>7</b>	<b><u>Cash and Bank Balances</u></b>		
	<b><u>a. Cash and Cash Equivalents</u></b>		
	<u>Cash</u>		
	Cash on hand	39,537	46,348
	Balances with banks		
	- in current accounts	741,212	6,137,320
		780,749	6,183,668
	<b><u>b. Other Bank Balances</u></b>		
	Fixed Deposit (Having Maturity More Than Three Months)*	2,066,964	-
		2,066,964	-
	<b>Total</b>	<b>2,847,713</b>	<b>6,183,668</b>
<b>8</b>	<b><u>Current tax Asset (Net)</u></b>		
	Advance Tax / TDS Receivable / MAT Credit	2,967,965	-
	Less:		
	Provision for Income Tax/MAT	(2,761,652)	-
	<b>Total</b>	<b>206,313</b>	<b>-</b>
<b>9</b>	<b><u>Other current Assets</u></b>		
	Other Receivables	231,684	-
	<b>Total</b>	<b>231,684</b>	<b>-</b>

<b>10</b>	<b><u>Share Capital</u></b>		
	<b>Equity Share Capital</b>		
	<b>Authorised Share capital :</b>		
	8,000,000 (Previous year 8,000,000) Equity Shares of Rs.10/-each	80,000,000	80,000,000
	<b>Issued, subscribed &amp; paid up:</b>		
	3,013,100 (Previous year 3,013,100) Equity Shares of Rs.10/-each	30,131,000	30,131,000
	<b>Total</b>	<b>30,131,000</b>	<b>30,131,000</b>

**Notes:**

- i All the equity shares carry equal rights and obligation including for dividend and with respect to voting.

**Interactive Financial Services Limited**  
**Notes forming part of the Financial Statements as at 31st March 2019**

ii The Reconciliation of the number of shares and amount outstanding as at the year end is set as below:

Particular	As at 31st March 2019		As at 31st March 2018	
	Number of shares	Amount Rs.	Number of shares	Amount Rs.
Equity shares at the beginning of the year	3,013,100	30,131,000	3,013,100	30,131,000
Add: Equity Shares issued during the year	-	-	-	-
Equity shares at the end of the year	<b>3,013,100</b>	<b>30,131,000</b>	<b>3,013,100</b>	<b>30,131,000</b>

iii The details of shareholders holding more than 5% of the equity shares of the Company as at year end is as below :

Particulars	As at 31st March 2019		As at 31st March 2018	
Udayan Mandavia	1,175,000	39.00%	1,175,000	39.00%
Dimple Pandey	365,350	12.13%	365,350	12.13%

iv The company is neither Holding Company nor a subsidiary of any other company.

v During preceding 5 years, neither any shares have been allotted for consideration other than cash, bonus shares nor any shares have been bought back.

11	<a href="#">Other Equity</a>	Reserve for equity instruments through other comprehensive income	Retained earnings	Total
	<a href="#">Reserves and Surplus</a>			
	<b>Balances as on 1st April, 2017</b>	16,810,116	(270,955)	16,539,161
	Add / (Less) : Net fair value gain on investments in equity instruments at FVTOCI	11,665,236	-	11,665,236
	Add : net profit / (loss) after tax from continuing operations	-	4,961,970	4,961,970
	<b>Balances as on 31st March, 2018</b>	<b>28,475,352</b>	<b>4,691,015</b>	<b>33,166,367</b>
	Add / (Less) : Net fair value gain on investments in equity instruments at FVTOCI	(19,103,156)	-	(19,103,156)
	Less : Income tax on net fair value gain on investments in equity instruments at FVTOCI	2,004,196	-	2,004,196
	Add : net profit / (loss) after tax from continuing operations	-	8,088,641	8,088,641
	Add / (Less): Equity Portion of pre-matured Unsecured Loan	-	(64,397)	(64,397)
	Add / (Less): Remeasurements of the defined benefit plans - OCI	-	(67,189)	(67,189)
	<b>Balances as on 31st March, 2019</b>	<b>11,376,392</b>	<b>12,648,070</b>	<b>24,024,462</b>

**Nature and Purpose of Reserve:**

**Reserve for equity instruments through other comprehensive income**

This reserve represents the cumulative gains and losses on the revaluation of equity instruments measured at fair value through other comprehensive income, net of amounts reclassified to retained earnings when those assets have been disposed of.

**Retained earnings**

The same is created out of profits over the years and shall be utilised as per the provisions of the Act.

**Interactive Financial Services Limited**  
**Notes forming part of the Financial Statements as at 31st March 2019**

<b>12</b>	<b><u>Non-current Provisions</u></b> Provision for Gratuity	36,539	179,833
	<b>Total</b>	<b>36,539</b>	<b>179,833</b>
<b>13</b>	<b><u>Short-terms borrowings</u></b> - Unsecured Loans and advances from KMP	-	2,014,052
	<b>Total</b>	<b>-</b>	<b>2,014,052</b>

**Note :**

Unsecured Loans from KMP and other is interest free and is discounted @ 10% to make fair value at initial recognition. The difference between the gross proceeds and the fair value of the loan is recognised as equity component and added with retained earning. Notional Interest @ 10% is being charged on the outstanding loan balances at the end of each year.

<b>14</b>	<b><u>Trade Payable</u></b> Due To Micro, Small And Medium Enterprises Due to Others	- 886,034	103,500
	<b>Total</b>	<b>886,034</b>	<b>103,500</b>

On the bases of the information available with the Company and intimations received from suppliers (Trade Payable and Other Payables), there are no dues payable as on 31st March, 2019 (31st March, 2018 : Nil) to Suppliers / Service providers covered under Micro, Small, Medium Enterprises Development Act, 2006. In view of this information required to be disclosed u/s. 22 of the said Act is not given.

<b>15</b>	<b><u>Other current liabilities</u></b> Outstanding Liabilities Statutory Liabilities	2,234,565 103,423	1,909,740 155,753
	<b>Total</b>	<b>2,337,988</b>	<b>2,065,493</b>

**Note:**

- i Outstanding Liabilities Includes Rs. 1,32,700/- as at 31st March 2019 (Previous Year as at 31st March 2018 Rs. 1,32,700/- ) due to Directors for Unpaid Directors remuneration.

<b>16</b>	<b><u>Current year tax (Net)</u></b> Provision for Income Tax/MAT Less: Advance Tax / TDS Receivable / MAT Credit	- -	1,888,099 (1,847,772)
	<b>Total</b>	<b>-</b>	<b>40,327</b>

**17 Tax Expenses**

**(a) Amounts recognised in Statement of Profit and Loss**

Particulars	For the year ended 31st March, 2019	For the year ended 31st March, 2018
Current Income Tax	2,761,652	1,888,099
Excess provision of Income Tax in respect of Earlier years	(229,510)	(143,605)
Deferred Income Tax Liability / (Asset), net		
Origination and reversal of temporary differences	(18,855)	(75,649)
On Fair valuation of Financial Instruments	41,245	-
Origination and reversal of Borrowing	(25,930)	-
Change in recognised deductible temporary differences	(58,884)	-
<b>Deferred Tax Expense</b>	<b>(62,424)</b>	<b>(75,649)</b>
<b>Tax Expense for the year</b>	<b>2,469,719</b>	<b>1,668,845</b>

**Interactive Financial Services Limited**

Notes forming part of the Financial Statements as at 31st March 2019

**(b) Amounts recognised in Other Comprehensive Income**

Particulars	For the year ended 31st March, 2019			For the year ended 31st March, 2018		
	Before tax	Tax (expense) benefit	Net of tax	Before tax	Tax (expense) benefit	Net of tax
<b>Items that will not be reclassified to profit or loss</b>						
Remeasurements of the defined benefit plans	(67,189)	17,469	(49,720)	-	-	-
Equity Instruments designated through other comprehensive income	(19,103,156)	1,986,727	(17,116,429)	11,665,236	-	11,665,236
<b>Items that will be reclassified to P&amp;I</b>	-	-	-	-	-	-
<b>Total</b>	<b>(19,170,345)</b>	<b>2,004,196</b>	<b>(17,166,149)</b>	<b>11,665,236</b>	<b>-</b>	<b>11,665,236</b>

**(c) Reconciliation of Effective Tax Rate**

Particulars	For the year ended 31st March, 2019	For the year ended 31st March, 2018
<b>Profit Before Tax</b>	10,558,360	6,630,815
Tax using the Company's domestic tax rate (Current year 26% and Previous Year 25.75%)	2,745,174	1,707,435
<b>Non-Deductible Tax Expenses</b>		
Depreciation	7,753	7,679
Interest on TDS	982	176
Short term Capital Loss	41,618	7,725
Provision for Gratuity	12,127	46,307
Long Term Capital Loss	-	50,019
Interest on Debt portion of Usec Loan	26,183	62,967
Exps Disallowed under Section 43B	624	-
<b>Allowable Tax Expenses</b>		
Depreciation	(1,896)	(1,976)
Short term Capital Gain	-	(24,963)
Gain on Fair Valuation on Mutual Fund (FVTPL)	(41,245)	-
<b>Tax effect of Non Taxable Income</b>		
Dividend Income	(25,531)	(44,787)
<b>Items subject to differential tax rate</b>		
Short term Capital Loss	-	(4,635)
Short term Capital Gain	-	14,978
<b>Others</b>		
Brought Forward Unabsorbed Depreciation	-	(68,160)
Other	(4,136)	(8,271)
Adjustment for Tax of Prior Periods	(229,510)	-
<b>Deferred Tax Liability / (Assets) :-</b>		
Unwinding of Interest	(25,930)	(75,560)
Fair value of financial Instrument	41,245	-
Retirement Benefits	(58,884)	
Difference in carrying value of PPE	(18,855)	(89)
<b>Total</b>	<b>2,469,719</b>	<b>1,668,845</b>
<b>Effective Tax Rate</b>	<b>23.39</b>	<b>25.17</b>

**Interactive Financial Services Limited**

Notes forming part of the Financial Statements as at 31st March 2019

**(d) Movement in Deferred Tax Balances**

					Net Balance 31st March, 2019		
Particulars	Net Balance 1st April, 2018	Recognised Retained Earning	Recognised Profit or Loss	Recognised in OCI	Deferred Tax Liability	Deferred Tax Asset	Net Deferred Tax Liability / (Assets)
<b>Deferred Tax (Asset)/Liability</b>							
Property, Plant and Equipment	47,150	-	(18,855)	-	47,150	(18,855)	28,295
Investments	-		41,245	(1,986,727)	41,245	(1,986,727)	(1,945,482)
Borrowings	62,234	(36,304)	(25,930)	-	62,234	(62,234)	-
Provision			(58,884)	(17,469)	(58,884)	(17,469)	(76,353)
<b>Net Deferred Tax (Asset) / Liability</b>	<b>109,384</b>	<b>(36,304)</b>	<b>(62,424)</b>	<b>(2,004,196)</b>	<b>91,745</b>	<b>(2,085,285)</b>	<b>(1,993,540)</b>
					Net Balance 31st March, 2018		
Particulars	Net Balance 1st April, 2017	Recognised Retained Earning	Recognised Profit or Loss	Recognised in OCI	Deferred Tax Liability	Deferred Tax Asset	Net Deferred Tax Liability
<b>Deferred Tax (Asset)/Liability</b>							
Property, Plant and Equipment	47,239	-	(89)	-	47,239	(89)	47,150
Investments	-	-		-	-		-
Borrowings	137,794	-	(75,560)	-	137,794	(75,560)	62,234
<b>Net Deferred Tax (Asset) / Liability</b>	<b>185,033</b>	<b>-</b>	<b>(75,649)</b>	<b>-</b>	<b>185,033</b>	<b>(75,649)</b>	<b>109,384</b>

**INTERACTIVE FINANCIAL SERVICES LIMITED**

Notes forming part of Statement of Financial Statements for the year ended on 31st March 2019

Note No	Particulars	2018-2019 Amount Rs.	2017-2018 Amount Rs.
<b>18</b>	<b><u>Revenue from Operations</u></b>		
	Software Services	41,161,882	25,461,492
	<b>Total</b>	<b>41,161,882</b>	<b>25,461,492</b>

**Revenue from Operation based on geographical area**

Particulars	2018-2019 Amount Rs.	2017-2018 Amount Rs.
Within India	-	-
Outside India - USA	41,161,882	25,461,492
<b>Total</b>	<b>41,161,882</b>	<b>25,461,492</b>

**Information about major customers**

The company has a single customer based in USA to whom all sales are made.

<b>19</b>	<b><u>Othe Income</u></b>		
	Interest Income	633,107	1,718,641
	Premium on Forward Contract - Export	311,484	-
	Foreign Exchange Fluctuation Gain	493,535	-
	Gain on Fair Valuation on Mutual Fund (FVTPL)	158,633	-
	Dividend Income	98,196	173,931
	Short Term Capital Gain	-	96,942
	Other Income	-	47,202
	<b>Total</b>	<b>1,694,956</b>	<b>2,036,716</b>
<b>20</b>	<b><u>Employee Benefits Expenses</u></b>		
	Salary, Bonus & Exgratia	24,387,545	16,412,348
	Leave Encashment Expenses	58,618	-
	Gratuity Expenses	46,643	179,833
	Contribution to PF and Other Funds	1,068,147	566,309
	Directors Remuneration	1,594,800	1,594,800
	Other Allowances	173,025	81,059
	Employee Welfare Expenses	98,191	89,645
	Recruitment Expenses	49,335	-
	<b>Total</b>	<b>27,476,304</b>	<b>18,923,994</b>
<b>21</b>	<b><u>Finance Costs</u></b>		
	Interest Expenses	104,477	245,895
	Bank Charges	19,703	34,614
	<b>Total</b>	<b>124,180</b>	<b>280,509</b>



**INTERACTIVE FINANCIAL SERVICES LIMITED**

**Notes forming part of Statement of Financial Statements for the year ended on 31st March 2019**

<b>Note No</b>	<b>Particulars</b>	<b>2018-2019 Amount Rs.</b>	<b>2017-2018 Amount Rs.</b>
<b>22</b>	<b><u>Other Expenses</u></b>		
	Advertisement	32,377	32,551
	Auditors Remuneration	50,000	50,000
	Electricity Expenses	109,230	-
	Foreign Exchange Fluctuation Loss	510,536	58,192
	Rent for Office	1,564,800	-
	Rent for Computer	840,000	-
	Internet Exp.	97,503	10,424
	Listing Fees	250,000	287,500
	Legal & Professional Fees	628,065	358,779
	Short Term Capital Loss	160,069	30,000
	Long Term Capital Loss	-	194,250
	Postage & Courier Expense	46,270	493
	ROC Filing Fees	19,350	30,800
	Staff Welfare Expenses	-	64,439
	Stationary, Stamping & Printing Exps.	141,110	32,652
	PF Administrative Charges	45,851	34,450
	Travelling Expenses	130,506	313,256
	Administrative & General Expenses	42,507	135,282
	<b>Total</b>	<b>4,668,174</b>	<b>1,633,069</b>

**Note :**

**i. Payment to Auditors : (exclusive of GST/service tax)**

Particulars	<b>2018-2019</b>	<b>2017-2018</b>
i) For Audit Fees	50,000	50,000
Total Rs:	<b>50,000</b>	<b>50,000</b>

**ii. Expenditure in Foreign currency**

Particulars	<b>2018-2019</b>	<b>2017-2018</b>
Business Travelling	-	247,873
Total Rs:	-	<b>247,873</b>

**23 Other Comprehensive Income**

**Items that will not be reclassified to profit or loss**

Remeasurements of the defined benefit plans	(67,189)	
Equity Instruments designated through OCI	(19,103,156)	11,665,236

<b>Total</b>	<b>(19,170,345)</b>	<b>11,665,236</b>
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**INTERACTIVE FINANCIAL SERVICES LIMITED**

**: General Notes forming the parts of Accounts:**

24 Corresponding figures for previous year presented have been regrouped, where necessary, to confirm to the current period's classification.

25 Figures have been rounded off to nearest of rupee.

**26 Contingent Liabilities and Commitments**

**Not provided for in the accounts**

Particulars	2018-2019	2017-2018	2015-2016
Counter Guarantee Given to Banks	NIL	NIL	NIL
Claims not acknowledged as debt	NIL	NIL	NIL
Disputed demand of custom duty, VAT, CST, GST, income tax and Service Tax	NIL	NIL	NIL

**Capital Commitment**

Estimated amount of contracts remaining to be executed on capital account and not provided (net of advances) of Rs. Nil (Previous year: as at 31st March, 2018 Rs. Nil).

**27 Disclosures pursuant to Indian Accounting Standard -19 “ Employee Benefits”:**

**Defined Contribution Plan:**

The company has recognised as an expense in the profit and loss account in respect of defined contribution plan – Provident Fund of Rs.8,54,283/- (Previous year Rs.4,37,326/-) administered by the Government.

**Defined benefit plan and long term employment benefit**

**General Description:**

**Gratuity (Defined Benefit Plan):**

The company has obtained report from Actuary for Gratuity liability.

**Leave Wages:**

The leave wages are payable to all eligible employees at the rate of daily salary/wages for each day of accumulated leave and are paid during the financial year itself. Therefore no liability is accrued at the end of the financial year for leave benefits as per practice followed by the company year to year.

**Details of the gratuity plan (non-funded) as per the report of Actuary are as under:**

Particulars	Year ended on 31st March 2019	Year ended on 31st March 2018
	Gratuity(Non-Funded) (Amount in Rs.)	
<b>(Income)/ Expenses recognized in the Profit &amp; Loss Account statement:</b>		
Current service cost	32,903	179,833
Interest on obligation	13,740	-
Expected return on plan assets	-	-
Amount recognised in Other Comprehensive Income	67,189	-
Net actuarial (gain)/ loss recognized during the year	-	-
Total amount included in employee's benefit expenses'	113,832	179,833
<b>Net Asset / (liability) recognized in the Balance Sheet</b>		
Present value of funded obligations	-	-
Fair value of the plan assets	-	-
Present value of unfunded obligation	36,539	179,833
Net asset / (liabilities) recognized in the Balance Sheet	36,539	179,833
<b>Change in the defined benefit obligation</b>		
Opening defined benefit obligation	179,833	-
Current service cost	32,903	179,833
Interest cost	13,740	-
Actuarial losses / (gain)	-	-
Benefits paid	-	-
Closing defined benefit obligation	226,476	179,833

<b>Change in the fair value of plan asset</b>		
Opening fair value of plan assets	Nil	Nil
Expected return on plan assets	Nil	Nil
Actuarial gains/ (losses)	Nil	Nil
Contributions by employer	Nil	Nil
Benefits paid	Nil	Nil
Closing fair value of plan assets	Nil	Nil
<b>Movement in the liability recognized in the Balance Sheet</b>		
Opening net liability	179,833	-
Expenses as above (P & L) charges	46,643	179,833
Expenses as above (OCI) charges	67,189	-
Contribution paid	(257,126)	-
Asset / (liability) recognized In the Balance Sheet	36,539	179,833
<b>Principal actuarial assumptions:</b>		
Discount rate (p.a.)	6.95%	7.65%
Expected return on Plan Assets	0.00%	0.00%
Annual Increase in salary costs (p.a.)	7.00%	7.00%

<b>Gratuity - Sensitivity Analysis</b>				
<b>Particulars</b>	<b>Amount in Rs.</b>			
	<b>As at 31st March 2019</b>		<b>As at 31st March 2018</b>	
	<b>Increase</b>	<b>Decrease</b>	<b>Increase</b>	<b>Decrease</b>
Salary Growth Rate (0.5% Movement)	37,229	(35,860)	191,767	(168,710)
Discount Rate (0.5% Movement)	(35,862)	37,234	(168,194)	192,714
Withdrawal Rate (10% Movement)	36,309	(36,769)	175,018	(184,629)

## 28 Earnings in Foreign currency

<b>Particulars</b>	<b>2018-2019</b>	<b>2017-2018</b>
Exports at FOB value	41,161,882	25,461,492

## 29 Related party Disclosure :-

Disclosures as required by Indian Accounting Standard 24 “Related Party Disclosures” are given below.

### Key Management Personnel (KMP)

Mr. Udayan K. Mandavia	-	Managing Director & Chairman
Ms. Sejalben K. Mandavia	-	Director
Mr.Hitesh Rasiklal Joshi	-	Chief Financial Officer
Mr.Anant Bhatt	-	Company Secretary (up to 31.12.2018)
Mrs. Shraddha Parikh	-	Company Secretary (w.e.f. 22.01.2019)

### Related Parties

Medical Communication System, INC
Information Technology Consultants
Ipatientcare Pvt. Ltd.

**Transactions with related parties :***Amount Rs. in lakhs*

Nature of Transaction	2018-2019		2017-2018	
	Related Parties	KMP	Related Parties	KMP
Sale	411.62	-	254.61	-
Interest Expenses	-	1.01	-	1.83
Rent Expenses	24.05	-	-	-
Remuneration Paid	-	28.03	-	27.92
Reimburshment of Expenses	1.29	-	1.29	-
<b>Balance Outstanding</b>				
Short Term Borrowings	-	-	-	20.14
Sundry Debtors	34.03	-	-	-
Sundry Creditors for Expenses	8.86	-	-	-
Other Current Liabilities	-	1.33	-	1.33

**Material Transactions with related parties :***Amount Rs. in lakhs*

Name of Related Party/ KMP	Nature of Transaction	2018-2019	2017-2018
Medical Communication System, INC	Sale	411.62	254.61
Mr. Udayan K. Mandavia	Interest	1.01	1.83
Information Technology Consultants	Office Rent paid	3.34	-
Ipatientcare Pvt. Ltd.	Office Rent paid	12.31	-
Ipatientcare Pvt. Ltd.	Computer Rent paid	8.40	-
Mr. Udayan K. Mandavia	Remuneration	15.95	15.95
Mr. Hitesh Rasiklal Joshi	Remuneration	9.47	9.43
Mr. Anant Bhatt	Remuneration	2.38	2.54
Mrs. Shraddha Parikh	Remuneration	0.24	-

**30 Segment Reporting:****Disclosures as required by Indian Accounting Standard 108 "Operating Segments" are given below.**

As per the Management Chief Operating Decision Maker (CODM) for purpose of resource allocation and assessment and the segment performance focus on only one major operating division - "Software Development". This division is the basis on which the Company reports its primary segment information.

The revenue from operation based on geographical areas are as below :

Geographical area	Amount in Rs. 2018-2019	Amount in Rs. 2017-2018
Within India	-	-
Outside India - USA	41,161,882	25,461,492
<b>Total</b>	<b>41,161,882</b>	<b>25,461,492</b>

The company has a single customer based in USA to whom all sales are made.

**31 Particulars of Earnings Per Share:**

Earning per share computed in accordance with Indian Accounting Standard 33 as given below:

Particulars	2018-2019	2017-2018
Net Profit attributable to Share Holders	8,088,641	4,961,970
Number of Equity shares/Weighted Equity Shares	3,013,100	3,013,100
Nominal value of share	10.00	10.00
Earning per share	2.68	1.65

The Company does not have any outstanding dilutive potential equity shares. Consequently the basic and dilutive earning per share of the Company remain the same.

## 32 FINANCIAL INSTRUMENTS – FAIR VALUES AND RISK MANAGEMENT

### A. Accounting classification and Fair Values

The following table shows the carrying amounts and Fair Values of Financial Assets and Financial Liabilities, including their levels in the Fair Value hierarchy. It does not include Fair Value information for Financial Assets and Financial Liabilities not measured at Fair Value if the carrying amount is a reasonable approximation of Fair Value.

(Amount in Rs.)

March 31, 2019	Carrying Amount				Fair Value	
	Fair Value through Profit and Loss	Fair Value through Other Comprehensive Income	Amortised Cost	Total	Level 1	Level 2
<b>Financial Assets measured at amortised Cost :-</b>						
Current Investments	6,158,633	34,946,659	-	41,105,292	41,105,292	-
Trade Receivables				3,403,228	-	-
<b>Loans :-</b>						
Non-current				2,405,365	-	2,405,365
current				2,928,355	-	2,928,355
Cash and cash equivalents				780,749	-	-
<b>Total Financial Assets</b>	<b>6,158,633</b>	<b>34,946,659</b>	<b>-</b>	<b>50,622,989</b>		
<b>Financial Liabilities measured at amortised Cost :-</b>						
Borrowings - current			-	-	-	-
Trade payables - current			886,034	886,034	-	-
<b>Total Financial Liabilities</b>	<b>-</b>	<b>-</b>	<b>886,034</b>	<b>886,034</b>		

March 31, 2018	Carrying Amount				Fair Value	
	Fair Value through Profit and Loss	Fair Value through Other Comprehensive Income	Amortised Cost	Total	Level 1	Level 2
<b>Financial Assets measured at amortised Cost :-</b>						
Current Investments		53,167,796	-	53,167,796	53,167,796	-
<b>Loans :-</b>						
Non-current				2,237,552	-	2,237,552
current				4,379,678	-	4,379,678
Trade and Other Receivables				-	-	-
Cash and cash equivalents				6,183,668	-	-
<b>Total Financial Assets</b>	<b>-</b>	<b>53,167,796</b>	<b>-</b>	<b>65,968,695</b>		
<b>Financial Liabilities measured at amortised Cost :-</b>						
Borrowings - current				2,014,052	-	2,014,052
Trade payables - current				103,500	-	-
<b>Total Financial Liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>2,117,552</b>		

“(1) Fair Value of financial Assets and Liabilities are measured at Amortized cost is not materially different from the Amortized cost. Further, impact of time value of money is not Significant for the financial instrument classified as current. Accordingly fair value has not been disclosed separately.”

**Types of inputs are as under:**

Input Level I : (Directly Observable) which includes quoted prices in active markets for identical assets such as quoted price for an Equity Security on Security Exchanges

Input Level II : (Indirectly Observable) which includes prices in active markets for similar assets such as quoted price for similar assets in active markets, valuation multiple derived from prices in observed transactions involving similar businesses etc.

Input Level III : (Unobservable) which includes management's own assumptions for arriving at a fair value such as projected cash flows used to value a business etc.

The following tables show the valuation techniques used in measuring Level 2 and Level 3 fair values, as well as the significant unobservable inputs used.

**Financial instruments measured at fair value****Type Valuation technique**

Currency fluctuation Based on rates of Reserve Bank of India.

Equity Valuation Based on exchange rates listed on NSE/BSE stock exchange

**B. Financial Risk Management:-**

The Company has exposure to the following risks arising from financial instruments:

- Credit Risk ;
- Liquidity Risk ; and
- Market Risk
  - Currency Risk
  - Interest Rate Risk
  - Equity Risk

**Risk Management framework**

The Company's Board of Directors has overall responsibility for the establishment and oversight of the Company's risk management framework. The Company manages market risk through a treasury department, which evaluates and exercises independent control over the entire process of market risk management. The treasury department recommends risk management objectives and policies, which are approved by Board of Directors. The activities of this department include management of cash resources, borrowing strategies, and ensuring compliance with market risk limits and policies.

The Company's Risk Management policies are established to identify and analyse the risks faced by the Company, to set appropriate risk limits and controls and to monitor risks and adherence to limits. Risk Management policies and systems are reviewed regularly to reflect changes in market conditions and the Company's activities. The Company, through its training and management standards and procedures, aims to maintain a disciplined and constructive control environment in which all employees understand their roles and obligations.

The Audit Committee oversees how management monitors compliance with the Company's Risk Management policies and procedures, and reviews the adequacy of the risk management framework in relation to the risks faced by the Company. The Audit Committee is assisted in its oversight role by internal audit. Internal audit undertakes both regular and ad hoc reviews of risk management controls and procedures, the results of which are reported to the Audit Committee.

**i Credit Risk**

Credit Risk is the risk of financial loss to the Company if a customer or counterparty to a financial instrument fails to meet its contractual obligations, and arises principally from the Company's receivables from customers, investments in debt securities and loans.

Credit Risk also arises from cash held with banks, credit exposure to clients, loans and advances given. The maximum exposure to credit risk is equal to the carrying value of the financial assets. The company assesses the credit quality of counter parties taking into account their financial position, past experience and other factors.

**Other Financial Assets**

The Company maintains its Cash and Cash equivalents and Bank deposits with banks having good reputation, good past track record and high quality credit rating and also reviews their credit-worthiness on an on-going basis.

**Trade Receivables**

The Company's exposure to credit risk is influenced mainly by the individual characteristics of each customer. The demographics of the customer, including the default risk of the industry has an influence on credit risk assessment. Credit risk is managed through credit approvals, establishing credit limits and continuously monitoring the credit worthiness of customers to which the Company grants credit terms in the normal course of business.

The maximum exposure to Credit Risk for Trade Receivables by geographic region was as follows:

Particulars	31st March, 2019	31st March, 2018
Domestic		
Outside India - USA	3,403,228	-
<b>Total</b>	<b>3,403,228</b>	<b>-</b>

Summary of the Company's exposure to credit risk by age of the outstanding from various customers is as follows:

Particulars	31st March, 2019	31st March, 2018
Neither Due nor impaired	3,403,228	-
Past Due 1 - 90 Days	-	-
Past Due 91 - 180 Days	-	-
More than 180 Days	-	-
<b>Total</b>	<b>3,403,228</b>	<b>-</b>

The Company measures the expected credit loss of trade receivables and loan from individual customers based on historical trend, industry practices and the business environment in which the entity operates. Loss rates are based on actual credit loss experience and past trends. Based on the historical data, as per management perceptions, there is loss on collection of receivable on reporting date and hence no provision considered.

## ii Liquidity Risk

Liquidity Risk is the risk that the Company will encounter difficulty in meeting the obligations associated with its Financial Liabilities that are settled by delivering cash or another financial asset. The Company's approach to managing liquidity is to ensure, as far as possible, that it will have sufficient liquidity to meet its liabilities when they are due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Company's reputation.

### Exposure to Liquidity Risk

The following are the remaining contractual maturities of financial liabilities at the reporting date. The amounts are gross and undiscounted, and include estimated interest payments and exclude the impact of netting agreements.

Non-Derivative Financial Liabilities	Contractual Cash Flows	
	Carring Amount 31st March, 2019	Carring Amount 31st March, 2018
Unsecured Loans	-	2,014,052
Trade and Other Payables	886,034	103,500

## iii Market Risk

Market Risk is the risk that changes in market prices – such as foreign exchange rates, interest rates and equity prices – will affect the Company's income or the value of its holdings of financial instruments. Market risk is attributable to all market risk sensitive financial instruments including foreign currency receivables, Investments and short term debt. We are exposed to market risk primarily related to foreign exchange rate risk, interest rate risk and the value of our investments. Thus, our exposure to market risk is a function of investing and borrowing activities and revenue generating and operating activities in foreign currency. The objective of market risk management is to avoid excessive exposure in our foreign currency revenues and costs.

### a) Currency Risk

The Company's exchange risk arises from its foreign operations, foreign currency revenues in U.S. dollars. A significant portion of the Company's revenues is in this foreign currency, while a significant portion of its costs are in Indian rupees. As a result, if the value of the Indian rupee appreciates relative to this foreign currency, the Company's revenues measured in rupees may decrease. The exchange rate between the Indian rupee and U.S. Dollars has changed substantially in recent periods and may continue to fluctuate substantially in the future. The Management keeps watch on the currency markets on a periodic basis to foresee foreign currency risk. Consequently, the Company would use derivative financial instruments such as foreign exchange forward contracts, to mitigate the risk of changes in foreign currency exchange rates in respect of its forecasted cash flows and trade receivables. As on reporting date company did not had outstanding foreign exchange forward contracts nor any outstanding receivable in foreign currency.

### b) Interest Rate Risk

Interest Rate Risk is the risk that the fair value or future Cash Flows of a financial instrument will fluctuate because of changes in market interest rates.

### Exposure to Interest Rate Risk

The Company has no exposure to the risk of changes in market interest rates as Company's short-term debt obligations is interest free. The loans granted by the company is with fixed interest rate.

### c) Equity Risk

Equity Price Risk is related to the change in market reference price of the investments in equity securities. The fair value of some of the Company's investments in Fair value through Other Comprehensive Income & FVTPL securities exposes the Company to equity price risks. In general, these securities are not held for trading purposes. These investments are subject to changes in the market price of securities. The fair value of equity securities as of March 31, 2019, was Rs. 4,11,05,292 [FY 2017-2018 Rs.5,31,67,796]. A Sensex standard deviation of 5% [FY 2018-2019 5%] would result in change in equity prices of securities held as of March 31, 2019 by Rs. 20,55,265 [ FY 2017-2018 Rs.26,58,389].

### 33 Capital Management

The Company's policy is to maintain a strong capital base so as to maintain investor, creditor and market confidence and to sustain future development of the business. Management monitors the return on capital as well as the level of dividends to ordinary shareholders.

The Company monitors capital using a ratio of 'adjusted net debt' to 'adjusted equity'. For this purpose, adjusted net debt is defined as total liabilities, comprising interest-bearing loans and borrowings and obligations under finance leases, less cash and cash equivalents. Adjusted equity comprises all components of equity.

Particulars	31st March, 2019	31st March, 2018
Total Interest bearing liabilities	-	2,014,052
Less: Cash and Cash equivalents	780,749	6,183,668
Adjusted Net Debt	(780,749)	(4,169,616)
Total Equity	54,155,462	63,297,367
Adjusted equity	54,155,462	63,297,367
Adjusted net debt to adjusted equity	(0.01)	(0.07)

### 34 Details of Loan given, Investment made and Guarantee given covered u/s 186(4) of the Companies Act.

The Company has not given any loan, has not made any investment or not given any guarantee which covered under section 186(4) of the Companies Act.

Signature to significant accounting policies and notes 1 to 34 to the financial statements.

For, KPND & Co.

Chartered Accountants

Firm Registration No.133861W

SD /-

Ketan Poojara

Partner

Membership No. 143643

Ahmedabad, 30th May, 2019

For and on behalf of the Board of Directors

SD /-

Udayan Mandavia

Managing Director

DIN : 00740615

SD /-

Hitesh Joshi

Chief Financial Officer

Ahmedabad, 30th May, 2019

SD /-

Sejalben Mandavia

Director

DIN : 03468579

SD /-

Shraddha Parikh

Company Secretary



**ATTENDANCE SLIP****INTERACTIVE FINANCIAL SERVICES LIMITED  
CIN: L65910GJ1994PLC023393****Reg. Off.:** A-1006, Premium House, Behind Handloom House, Ashram Road, Ahmedabad- 380009  
**Email ID:** [info@ifinServices.com](mailto:info@ifinServices.com) | **Website:** | **Tel:** +91-79-2642-742825<sup>th</sup> Annual General Meeting on Friday, 06<sup>th</sup> September, 2019 at 4.00 P.M. at B-1005, Premium House, Behind Handloom House, Ashram Road, Ahmedabad – 380009

<b>DP. Id*</b>		Name & address of the registered shareholder
<b>Client Id*</b>		
<b>Regd. Folio No.</b>		

\* Applicable for shareholding in electronic form.

I/We certify that I/We am/are a Registered Shareholder / Proxy for the Registered Shareholder of the Company. I/We hereby record my/our presence at the 25<sup>th</sup> Annual General Meeting of the Company.**Signature of Member(s)/ Proxy****NOTE:** A member or his duly appointed Proxy willing to attend the meeting must fill-up this Admission Slip and hand over at the entrance.

✂-----Cut Here-----

**PROXY FORM****Form No MGT-11**

(Pursuant to section 105(6) of the Companies Act, 2013 and rule 19(3) of the companies (Management and Administration) Rules, 2014)

<b>CIN</b>	L65910GJ1994PLC023393
<b>Name of Company</b>	Interactive Financial Services Limited
<b>Reg. Office Address</b>	A-1006, Premium House, Behind Handloom House, Ashram Road, Ahmedabad- 380009
<b>Name of the Member</b>	
<b>Registered Address</b>	
<b>E Mail Id</b>	
<b>Folio No./Client ID</b>	

I/We, being the member (s) of **Interactive Financial Services Limited** hereby appoint

Name	
Address	
E mail Id	Signature

OR FAILING HIM

Name	
Address	
E mail Id	Signature

OR FAILING HIM

Name	
Address	
E mail Id	Signature

As my/ our Proxy to attend and vote for me/us on my/ our behalf at the 25<sup>th</sup> Annual General Meeting of the Company to be held on Friday, 06<sup>th</sup> September, 2019 at 4:00 P.M. at B-1005, Premium House, Behind Handloom House, Ashram Road, Ahmedabad- 380009 and at any adjournment thereof and respect of such resolution mentioned below:

<b>Resoluti on No.</b>	<b>Resolution</b>	<b>For</b>	<b>Against</b>
<b>Ordinary Businesses:</b>			
01	To receive, consider and adopt the Audited Accounts for the financial year ended on March 31, 2019 along with the Reports of the Directors and Auditors thereon.		

02	To appoint a Director in place of Mr. Udayan Mandavia (DIN: 00740615) who retires by rotation and being eligible, offers himself for re - appointment.		
03	To ratify M/s. KPND & Co. Chartered Accountants, Mumbai as the Statutory Auditor of the Company.		

Signed on this .....day of .....2019.

Signature of Shareholder ...../ Signature of Proxy .....

Affix Revenue Stamp
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**NOTE:**

1. This Form of proxy in order to be effective should be duly completed and deposited at the Registered Office of the Company, not less than Forty Eight (48) hours before the commencement of the meeting.
2. A proxy need not be a Member of the Company.
3. In case the Member appointing proxy is a body corporate, the proxy form should be signed under its seal or be signed by an officer or an attorney duly authorised by it and an authenticated copy of such authorisation should be attached to the proxy form.
4. A person can act as proxy on behalf of such number of Members not exceeding Fifty (50) and holding in the aggregate not more than ten(10) percent of the total share capital of the Company carrying voting rights. Further, a Member holding more than ten(10) percent of the total share capital of the Company carrying voting rights, may appoint a single person as proxy and such person shall not act as proxy for any other person or Member.
5. Appointing a proxy does not prevent a Member from attending the meeting in person if he/she so wishes.
6. In case of joint holders, the signature of any one holder will be sufficient, but names of all the joint holders should be stated.

### Route Map of the Venue:

