

INDEPENDENT AUDITORS' REPORT

To,

The Members,

Monarch Network Finserve Private Limited,**Report on the Financial Statements**

We have audited the accompanying financial statements **Monarch Network Finserve Private Limited (Formerly Known as Ravisha Financial Services Private Limited)** which comprise the Balance Sheet as at 31 March, 2021, the Statement of Profit and Loss, the Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.


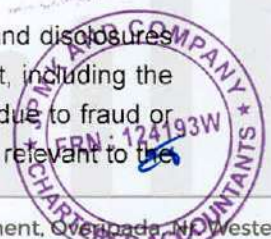
Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes the maintenance of adequate accounting records in accordance with the provision of the Act for safeguarding of the assets of the Company and for preventing and detecting the frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of internal financial control, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder. We conducted our audit in accordance with the Standards on Auditing specified under section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the

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Company's preparation of the financial statements that gives true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by Company's Directors, as well as evaluating the overall presentation of the financial statements.

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

Opinion

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

- a) In the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2021;
- b) In the case of the Statement of Profit and Loss, of the Profit for the year ended on that date; and
- c) In the case of the Cash Flow Statement, of the cash flows for the year ended on that date.

Report on other Legal and Regulatory Requirements

(1) In the "Annexure A" as required by the companies (Auditor's Report) Order, 2016 issued by the central government in terms of section 143 (11) of the Companies Act, 2013 according to the information and explanation given to us as we considered appropriate contain the matters specified in paragraphs 3 and 4, of the said order to the extent applicable to the company.

(2) As required by section 143(3) of the Act, we report that:

- a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
- b) In our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books.
- c) The Balance Sheet, the Statement of Profit and Loss, and Cash Flow Statement dealt with by this Report are in agreement with the books of account.
- d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- e) On the basis of written representations received from the directors as on 31 March, 2021, taken on record by the Board of Directors, none of the directors is disqualified as on 31 March, 2021, from being appointed as a director in terms of Section 164(2) of the Act.
- f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in "Annexure B".



"Annexure B" to the Auditors' Report

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

We have audited the internal financial controls over financial reporting of Ravisha Financial Services Private Limited as of 31st March, 2021 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

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

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") and the Standards on Auditing, 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 judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

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

Meaning of Internal Financial Controls over Financial Reporting

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



g) With respect to the other matters included in the Auditor's Report and to our best of our information and according to the explanations given to us:

- i. The Company has disclosed the impact of pending litigations on its financial position in its financial statements
- ii. The Company has made provision, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long term contracts including derivative contracts – The Company did not have any long-term contracts including derivatives contracts for which there were any material foreseeable losses.
- iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company - There were no amounts which required to be transferred to the Investor Education and Protection Fund by the Company.

The "Annexure A" referred to in paragraph 1 of the Our Report of even date to the members of Ravisha Financial Services Pvt Limited, on the accounts of the company for the year ended 31st March, 2021.

On the basis of such checks as we considered appropriate and in terms of information and explanations given to us, we state that:

- (i). a. The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
- b. We have been informed that, the fixed assets have been physically verified by the Management at reasonable intervals. In our opinion, the frequency of verification is reasonable with regard to the size of the company and nature of assets. According to information and explanations given to us by the management, no material discrepancy was noticed on such verification.
- c. Company has not any immovable property; accordingly clause 3(i) (c) of the Companies (Auditor's Report) Order, 2016 is not applicable.
- (ii). The company is not having any Inventory at any time during the year. Accordingly clause 3(ii) of the Companies (Auditor's Report) Order, 2016 is not applicable.
- (iii) The Company has not granted any loans, secured or unsecured to companies, firms or other parties covered in the register maintained under section 189 of the Companies Act, 2013 hence clause 3(iii) of companies (auditor's Report) order 2016 is not applicable.
- (iv) In respect of loans, investments, guarantees, and security provisions of section 185 and 186 of the Companies Act, 2013 have been complied with.



- (v) According to the information and explanation given to us, the company has not accepted any deposits from the public hence clause 3(v) of companies (auditor's Report) order 2016 is not applicable.
- (vi) According to the information and explanation given to us, maintenance of cost records under sub-section (1) of section 148 of the Companies Act, 2013 in respect of the product dealt with by the company as prescribed by central government is not applicable to the company.
- (vii)(a) According to the information and explanation given to us and record examined by us, the undisputed statutory dues including provident fund, employees' state insurance, income-tax, sales-tax, wealth tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues with the appropriate authorities have been regularly deposited with the appropriate authorities. There are no arrears of statutory dues for a period of more than six months.
- (b) According to the information and explanation given to us there are no disputed pending before the authorities in respect of income tax and other statutory dues except Company has received below order.

Assessment Year	Notice Under Section	Demand in Rs.	Status
AY-2011-12	143 (3)	1,33,430.00	Appeal Filed against order
AY-2011-12	271 (1)(C)	5,20,000.00	Appeal Filed against order
AY-2012-13	143 (3)	3,35,480.00	Appeal Filed against order
AY-2014-15	143 (3)	4,12,950.00	Appeal Filed against order

- (c) According to the information and explanation given to us there are no any amounts required to be transferred to investor education and protection fund in accordance with the relevant provisions of the Companies Act, 2013
- (viii) According to the records made available to us and information and explanation given to us by the management, in our opinion the company has not defaulted in repayment of dues to a bank or financial institution.
- (ix) The company did not raise any money by way of initial public offer or further public offer (including debt instruments) and term loans during the year hence clause 3(ix) of companies (auditor's Report) order 2016 is not applicable.
- (x) According to the information and explanation given to us, no fraud by the company or on the company by its officers or employees has been noticed or reported during course of our audit.
- (xi) The company did not paid managerial remuneration during course of our audit hence clause 3(xi) of companies (auditor's Report) order 2016 is not applicable.



- (xii) According to the information and explanation given to us the company is not a nidhi company hence clause 3(xii) of companies (auditor's Report) order 2016 is not applicable.
- (xiii) According to the information and explanation given to us and based on our examination of the records of the company, all transactions with the related parties are in compliance with sections 177 and 188 of Companies Act, 2013 where applicable and the details have been disclosed in the Financial Statements, as required by the applicable accounting standards.
- (xiv) According to the information and explanation given to us and based on our examination of the records of the company, the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year hence clause 3(xiv) of companies (auditor's Report) order 2016 is not applicable.
- (xv) According to the information and explanation given to us and based on our examination of the records of the company, the company has not entered into non cash transactions with directors or persons connected with him hence clause 3(xv) of companies (auditor's Report) order 2016 is not applicable.
- (xvi) The company is already a NBFC as required to be registered under section 45-IA of Reserve Bank of India Act 1934.



(3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

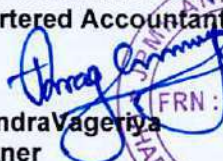
Inherent Limitations of Internal Financial Controls Over Financial Reporting

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

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st March, 2021, 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: - JPMK AND COMPANY
Chartered Accountants


Jitendra Vageriya
Partner

M. No. 114424
FRN.: 124193W

UDIN: 21114424AAAAGL1275

Date: 15/06/2021
Place: Ahmedabad

MONARCH NETWORKTH FINSERVE PRIVATE LIMITED

CIN: U65900MH1996PTC100919

Balance Sheet for the year ended 31st March, 2021

Particulars	Note No.	Figures as at 31st March, 2021 Amount in Rs.	Figures as at 31st March, 2020 Amount in Rs.
I. Equity and Liabilities			
(1) Shareholder's Funds			
(a) Share Capital	2	96,666,660	96,666,660
(b) Reserves and Surplus	3	61,103,342	23,606,695
(2) Long term Liability			
(a) Long Term Provision	4	1,929,871	60,571
(3) Current Liabilities			
(a) Trade payables	5	1,783,644	254,363,318
(b) Short-term provisions	6	8,580,294	1,832,433
(c) Short-term borrowings	7	19,340,000	19,340,000
Total		189,403,811	395,869,677
II. Assets			
(1) Non-current assets			
(a) Fixed assets			
(i) Tangible assets	8	2,013,538	2,013,538
(b) Deferred tax assets (Net)	9	18,469	114,102
(2) Current assets			
(a) Trade Receivables	10	111,720,268	360,169,043
(b) Cash and cash equivalents	11	70,013,301	14,541,817
(c) Short-term loans and advances	12	5,638,235	19,031,176
Total		189,403,811	395,869,677

Significant Accounting policies and Notes forming parts of accounts

1

For :- JPMK AND COMPANY

Chartered Accountants

Jitendra Vageriya

Partner

M. No.: 114424

FRN: 124193W

Place : Ahmedabad

Date: 15/06/2021

For and on behalf of Board :-

Ashok Bafna

Director

DIN: 01431472

Place : Mumbai

Date: 15/06/2021

Shailen Shah

Director

DIN : 01569241

MONARCH NETWORK FINSERVE PRIVATE LIMITED

CIN: U65900MH1996PTC100919

Profit & Loss for the year ended 31st March, 2021

Particulars	Note No.	Figures for the year ended 31st March, 2021 Amount in Rs.	Figures for the year ended 31st March, 2020 Amount in Rs.
Income:			
I. Revenue from operations	13	99,561,436	93,203,741
II. Other Income	14	-	370,973
Total Revenue (A)		99,561,436	93,574,714
Expenses:			
III. Employee Benefit Expense	15	6,944,416	6,727,766
IV. Operating Expense	16	13,200,432	60,963,176
V: Selling, Administration & other expenses	17	25,598,669	16,771,167
VI. Financial costs	18	12,457	54,803
VII. Depreciation and amortization expense	8	-	-
VIII. Provision for Standard Assets		(1,340,398)	318,756
IX. Provision for Non Performing Assets		1,844,251	(21,779)
Total Expenses (B)		46,259,827	84,813,889
X. Profit before exceptional and extraordinary items and tax	(A) - (B)	53,301,609	8,760,826
XI. Extraordinary Items (prior period expenses)		157,377	-
XII. Profit before tax	(X - XI)	53,144,232	8,760,826
XIII. Tax expense:			
Deferred tax		95,636	148,834
Current Tax		16,740,000	1,865,000
Short / (Excess) Provision for Tax		(1,188,051)	-
XIV. Profit(Loss) from the period from continuing operations	(XII-XIII)	37,496,647	6,746,992
XV. Profit/(Loss) from discontinuing operations			
XVI. Profit/(Loss) for the period	(XIV+XV)	37,496,647	6,746,992
XVII. Earning per equity share:	19		
(1) Basic		3.88	0.70
(2) Diluted		3.88	0.70

For : - JPMK AND COMPANY

Chartered Accountants

Jitendra Vageriya

Partner

M. No.: 114424

FRN: 124193W

Place : Ahmedabad

Date: 15/06/2021

For and on behalf of Board : -

Ashok Bafna

Director

DIN: 01431472

Place : Mumbai

Date: 15/06/2021

Shailen Shah

Director

DIN :01569241

MONARCH NETWORK FINISERVE PRIVATE LIMITED

CIN: U65900MH1996PTC100919

Statement of Cash Flow Annexed to the Balance Sheet

Particulars	Year ended March 31, 2021	Year ended March 31, 2020
A. Cash Flow from Operating Activities		
Net Profit before tax and extraordinary Items	53,144,232	8,760,826
Adjustments for		
Depreciation	-	(1,865,000)
Provision for Tax	-	318,756
Provision for Standard Assets	(1,340,398)	(21,779)
Provision For NPA	1,844,251	-
Provision for Doubtful Debts	-	-
Finance Cost	12,457	54,803
Interest Received	-	-
Operating profit before working capital changes	53,660,542	7,247,606
Adjustments for		
Decrease / (Increase) in Trade and other Receivables	258,828,599	(50,885,757)
Increase / (Decrease) in Trade Payable and Provisions	(253,992,085)	3,520,483
	-	-
Cash Generated from operations	58,497,056	(40,117,668)
Income Tax Paid For The Year	3,013,118	-
Prior Period Items	-	-
Net Cash Flow From Operating Activities (A)	55,483,938	(40,117,668)
B. Cash Flow From Investing Activities		
Purchase of Fixed Assets	-	-
Sale of Fixed Assets	-	-
Interest Received	-	-
Net Cash flow from Investing Activities (B)	-	-
C. Cash flow From Financing Activities		
Issue of Share Capital	-	49,999,980
Finance Cost	(12,457)	(54,803)
Net Cash flow from Financing Activities (C)	(12,457)	49,945,177
Net Increase in Cash & Cash Equivalents (A) + (B) + (C)	55,471,481	9,827,509
Opening Balance of Cash & Cash Equivalents	14,541,821	4,714,311
Closing Balance of Cash & Cash Equivalents	70,013,301	14,541,821

Notes :

- The Cash Flow Statement has been prepared under the "Indirect Method" as set out in the Accounting This is the Cash Flow Statement referred to in our report of even date.

For : - JPMK AND COMPANY

Chartered Accountants


Jitendra Vageriya

Partner

M. No.: 114424

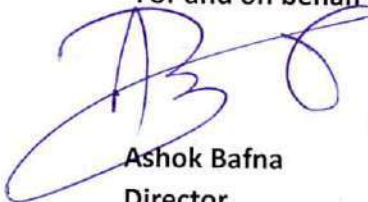
FRN: 124193W



Place : Ahmedabad

Date: 15/06/2021

For and on behalf of Board : -


Ashok Bafna
Director

DIN: 01431472


Shailen Shah
Director

DIN :01569241

Place : Mumbai

Date: 15/06/2021

MONARCH NETWORKTH FINSERVE PRIVATE LIMITED

CIN: U65900MH1996PTC100919

Note : 2 - Share Capital

Particulars		Figures as at 31st March, 2021 Amount in Rs.	Figures as at 31st March, 2020 Amount in Rs.
Share Capital			
a. Authorised Share Capital:			
1,50,00,000 No. of Equity Shares Rs. 10 Each		150,000,000	150,000,000
b. Issued, Subscribed and Fully Paid up Share Capital			
96,66,666 No. of Equity Shares Rs. 10 Each		96,666,660	96,666,660
c. Par Value per Share		Rs. 10	Rs. 10
d. Number of equity shares at the beginning of the year		5,000,000	5,000,000
Add: Rights issue		3,000,000	3,000,000
Bonus issue		-	-
Less: Buy back		1,666,666	1,666,666
Number of equity shares at the end of the year		9,666,666	9,666,666
e. % of Shares held by			
Holding company		100%	100%
f. Number of shares held by share holders more 5% of total shares			
Monarch Networkth Capital Limited		100%	100%
g. Amount of Calls unpaid Rs.			
(i) Calls unpaid by directors Rs.		Nil	Nil
(ii) Calls unpaid by officers Rs.		Nil	Nil
h. No of shares Forfeited :			
Amount originally paid up :		Nil	Nil



MONARCH NETWORK FINSERVE PRIVATE LIMITED

CIN: U65900MH1996PTC100919

Note: 3 - Reserves and Surplus

Particulars	Figures as at 31st March, 2021 Amount in Rs.	Figures as at 31st March, 2020 Amount in Rs.
Share Premium	42,034,430	8,701,110
Add : Premium	-	33,333,320
General Reserve	16,673,918	9,174,589
Surplus from Profit & Loss account :		
Opening balance	(27,602,324)	(32,986,594)
Add: Current year surplus	37,496,647	6,746,992
Less: Transfer to general reserve	(7,499,329)	(1,362,722)
Closing balance	2,394,994	(27,602,324)
Total	61,103,342	23,606,695

Note: 20 %of Net Profit Transferred to General Reserve (As per norms applicable to Non-Banking Financial Company)

Note : 4 - Long term Provision

Particulars	Figures as at 31st March, 2021 Amount in Rs.	Figures as at 31st March, 2020 Amount in Rs.
Provision for Gratuity	45,620	20,571
Provision for NPA	1,844,251	-
Provision for Audit Fees	40,000	40,000
Total	1,929,871	60,571

Note: 5 - Trade payables

Particulars	Figures as at 31st March, 2021 Amount in Rs.	Figures as at 31st March, 2020 Amount in Rs.
Creditors for fund availed (loan against Shares)		
- Secured against pledge of shares of Customers	-	252,599,775
Trade Payables-Client	1,577,231	1,364,356
Statutory Liabilities	67,978	329,870
Sundry Creditors - Others	138,435	69,317
Total	1,783,644	254,363,318

Note: 6 - Short Term Provisions

Particulars	Figures as at 31st March, 2021 Amount in Rs.	Figures as at 31st March, 2020 Amount in Rs.
Contingent Provisions against Standard Assets	280,362	1,620,761
Provisions for Income tax	8,217,427	-
Staff cost payable	82,505	211,672
Total	8,580,294	1,832,433

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MONARCH NETWORK FINISERVE PRIVATE LIMITED

CIN: U65900MH1996PTC100919

Note: 7 - Short term borrowings

Particulars	Figures as at 31st March, 2021 Amount in Rs.	Figures as at 31st March, 2020 Amount in Rs.
Loan from Related parties	19,340,000	19,340,000
Total	19,340,000	19,340,000

Note : Outstanding balance from related party Network Financial services Ltd -C.Y. 1,93,40,000 (P.Y.- 1,93,40,000)

Note: 9 - DTA/(DTL)

Particulars	Figures as at 31st March, 2021 Amount in Rs.	Figures as at 31st March, 2020 Amount in Rs.
Deferred Tax Assets		
Difference of Net Block of Assets	13,174	371,273
Deferred Tax Assets		
Provision for Gratuity	46,020	20,571
Net Timing Difference	59,194	391,844
Deferred Tax Assets (Net)	18,469	114,102

Note: 10 - Trade Receivables

Particulars	Figures as at 31st March, 2021 Amount in Rs.	Figures as at 31st March, 2020 Amount in Rs.
Trade Receivables		
More than six months	30,133,594	179,832,076
Less than six months	50,611,674	180,336,967
Total	80,745,268	360,169,043
Other Receivable	30,975,000	-
Total (Net of Provision)	111,720,268	360,169,043
Secured Considered Good (as per management certification)	67,617,178	270,333,109
Unsecured considered good (As per management certificate)	13,128,090	89,835,934

Note: 1 Company has made provision for Non performing assets for outstanding receivables at the end of the year.

Note: 2 Balance of Trade Receivables are subjected to confirmation and reconciliations by and from the parties concerned.

Note: 11 - Cash and Cash Equivalents

Particulars	Figures as at 31st March, 2021 Amount in Rs.	Figures as at 31st March, 2020 Amount in Rs.
a. Cash and cash equivalents		
(i) Balance with scheduled banks	69,959,181	14,520,057
(ii) Cash in hand (as certified by management)	54,120	21,760
Total	70,013,301	14,541,817

MONARCH NETWORK FINSERVE PRIVATE LIMITED

CIN: U65900MH1996PTC100919

Note: 12 - Short-term loans and advances

Particulars	Figures as at 31st March, 2021 Amount in Rs.	Figures as at 31st March, 2020 Amount in Rs.
Balance with government authorities	5,421,060	16,011,059
Provision for Income Tax	-	3,013,118
Other Advances	217,175	7,000
Total	5,638,235	19,031,176

Note: 13 - Revenue from Operations

Particulars	Figures as at 31st March, 2021 Amount in Rs.	Figures as at 31st March, 2020 Amount in Rs.
Interest Earned	39,311,436	93,041,741
Professional Fees	-	-
Advisory Income	59,875,000	-
Processing Fees	375,000	162,000
Total	99,561,436	93,203,741

Note: 14 - Other Income

Particulars	Figures as at 31st March, 2021 Amount in Rs.	Figures as at 31st March, 2020 Amount in Rs.
Interest on Income Tax Refund	-	-
Other Income	0	246,648
Interest on Income Tax Refund	0	124,325
Total	-	370,973

Note : 15 - Employee Benefit Expense

Particulars	Figures as at 31st March, 2021 Amount in Rs.	Figures as at 31st March, 2020 Amount in Rs.
Salary & Allowances	1,228,596	1,347,902
Statutory Contribution	25,749	7,204
Common Infrastructure Cost-Salary	5,690,071	5,372,660
Total	6,944,416	6,727,766

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MONARCH NETWORK FINSERVE PRIVATE LIMITED

CIN: U65900MH1996PTC100919

Note : 7 - Fixed Assest

Sr. No.	Tangible asset	Gross Value				Depreciation				Closing balance	
		As on 01/04/2020	Additions	Deletions	As on 31/03/2021	As on 01/04/2020	Additions	Deletions	As on 31/03/2021	As on 31/03/2021	As on 31/03/2020
1	Computers	23,868,212	-	-	23,868,212	22,674,791		-	22,674,791	1,193,421	1,193,421
2	Office Equipments	5,235,279	-	-	5,235,279	4,973,511		-	4,973,511	261,768	261,768
3	V- Sat Equipments	11,167,083	-	-	11,167,083	10,608,734		-	10,608,734	558,349	558,349
	Total	40,270,575	-	-	40,270,575	38,257,036	-	-	38,257,036	2,013,538	2,013,538

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MONARCH NETWORK FINSERVE PRIVATE LIMITED

CIN: U65900MH1996PTC100919

Note : 16- Operating Expense

Particulars	Figures as at 31st March, 2021 Amount in Rs.	Figures as at 31st March, 2020 Amount in Rs.
Interest on Loan Aailed	13,200,432	60,791,212
Commission on Sharing	-	171,964
Total	13,200,432	60,963,176

Note: 17 - Administrative, selling and Distribution

Particulars	Figures as at 31st March, 2021 Amount in Rs.	Figures as at 31st March, 2020 Amount in Rs.
Administration expenses		
Audit Fees		
(a) Statutory Auditor	25,000	25,000
(b) Tax Auditor	15,000	15,000
Common Infrastructure Charges	2,498,316	2,803,337
Depository Participant Charges	6,381	45,827
Fees & Subscription	15,731	40,504
Conveyance & Travelling	11,795	1,856
Telephone & Communication Charges	2,498	2,492
Legal & Professinal Charges	21,870,858	1,413,250
Office Expense	-	38,926
Printing & Stationary	-	1,300
Stamp & Franking Charges	186,345	91,407
Rent Expenses	900,000	900,000
Charity & Donation	-	200,000
Other Expenses	67,824	54,135
Bad Debts	-	11,167,883
Sundry Balances Written off	(1,079)	(29,749)
Total	25,598,669	16,771,167

Note: 1 Common Infrastructure Charges for amounting to Rs. 81,88,387/- of current financial year paid to Holding Company Monarch Network Capital Limited.

Note: 18 - Financial Expenses

Particulars	Figures as at 31st March, 2021 Amount in Rs.	Figures as at 31st March, 2020 Amount in Rs.
Bank charges	3,457	4,803
Other Charges	9,000	50,000
Total	12,457	54,803



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MONARCH NETWORK FINSERVE PRIVATE LIMITED

CIN: U65900MH1996PTC100919

Note: 19- Earning Per Share

Particulars	Figures as at 31st March, 2021 Amount in Rs.	Figures as at 31st March, 2020 Amount in Rs.
Net Profit or (Loss) attributable to Equity Share Holders	37,496,647	6,746,992
Weighted Average No. of Equity Share outstanding at the end of year	9,666,666	9,666,666
Basic Earnig per share	3.88	0.70
Diluted Earnig per share	3.88	0.70

Note: 20- Related Party Transaction

Name of the Related Party	Figures as at 31st March, 2021 Amount in Rs.	Nature Of Relationship	Nature of transaction
Monarch Network Capital Limited	8,188,387.00	Holding Company	Common Infrastructure charges Paid
Monarch Network Capital Limited	4,541,851.00	Holding Company	Interest on Loan
Networth Finanail Services Limited	19,340,000.00	Assicaute Company	Loan Outstanding
Monarch Network Capital Limited	900,000.00	Holding Company	Office Rent
Monarch Network Capital Limited	6,380.00	Holding Company	Demat Charges

Note: 21 :

a) As informed and self certification made by the management, Contingent Liabilities for the year ended 31st, March 2020 is that Company has received Order u/s 143(3) of Income tax Act, 1961 for A.Y 2011-12 and demand of Rs.1,33,430 raised, Also Company has received U/s 271 (1)(C) of Income tax Act, 1961 for AY. 2011.12 and demnad of Rs.5,20,000/-. In connection with the same assessee has filed an appeal against the same demand.



b) As informed and self certification made by the management, Contingent Liabilities for the year ended 31st, March 2020 is that Company has received Order u/s 143(3) of Income tax Act, 1961 for A.Y 2012-13 and demand of Rs. 3,35,480/- raised, In connection with the same assessee filed an appeal against the same demand.

c) As informed and self certification made by the management, Contingent Liabilities for the year ended 31st, March 2020 is that Company has received Order u/s 143(3) of Income tax Act, 1961 for A.Y 2014-15 and demand of Rs.4,12,950/- raised, In connection with the same assessee has filed an appeal against the same demand.

Note: 22 In the opinion of the Directors of the Company the Current Assets, Loans and Advances have a value on realization in the ordinary course of business at least equal to the amount at which items are stated in the Balance Sheet.

Note: 23 Previous year's figures have been regroup, reclassified and rearranged wherever necessary.

Schedules forming part of the Balance Sheet as at 31st March, 2021 and the Profit and Loss Account for the period ending 31st March, 2021.

Note 1: Significant Accounting Policies

1. Basis of Accounting

The Company ("Monarch Network Finserve Private Limited") is an existing private limited company incorporated on 11/07/1996 under the provisions of the Companies act, 1956/2013 having its registered office at Office no. 901/902, 9th Floor, Atlanta Centre, Opp. Udyog Bhavan, Sonawala Lane, Goregaon (East), Mumbai 400063. Monarch Network Finserve Private Limited is RBI registered NBFC company and offers loan against securities to its registered clients. The company operates from Mumbai.

2. Use of Estimates

These financial statements have been prepared on the basis of estimates, wherever necessary, which have an effect on the reported amounts of assets and liabilities as on the date of the statements and the reported amounts of income and expenditure for the reporting period. The difference between actuals and estimates is recognized in the subsequent period when the actuals are known.

3. Revenue Recognition

Revenue Recognition in the books of accounts has been recognized in the books of accounts in consonance with Accounting Standard - 9 relating to Revenue recognition. Revenue for interest income has been accounted in the books of accounts for on accrual basis, based on the agreement entered into between the parties as per the terms of the agreed upon.

4. Fixed Assets and Depreciation

- (a) Fixed assets are stated at the cost of acquisition less accumulated depreciation. Depreciation on fixed assets is provided on straight-line method on a prorata basis at the rates prescribed under Schedule II to the Companies Act, 2013.
- (b) Intangible assets are recognized as per the criteria specified in Accounting Standard 26 "Intangible Assets" issued by the Institute of Chartered Accountants of India.
- (c) An asset is treated as impaired when its carrying cost exceeds its recoverable value. An impairment loss is charged to the Profit and Loss Account in the year in which as asset is identified as impaired. The impairment loss recognized in prior accounting periods is reversed if there has been a change in the estimate of recoverable amount.

5. Earnings per share

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



Diluted earnings per share is calculated by dividing the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period and adjusted for the effects of all dilutive potential equity shares.

6. Employee Benefits

Employer's Contribution to the Provident Fund & Pension fund are charged to the Profit & Loss Account of the period to which they relate. During the current year company has no employees more than 5 years and hence does not required provision for retirement benefits of employees.

7. Taxes on Income

Current tax is determined as the amount of tax payable in respect of taxable income of the year.

Deferred tax for the year is recognized, on timing differences, being the difference between taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent periods.

Deferred tax assets and liabilities are measured using the tax rates and tax laws that have been enacted or substantively enacted by the Balance Sheet date. Deferred tax assets are recognized and carried forward only if there is reasonable/virtual certainty of its realisation.


The carrying amount of Deferred Tax Assets are reviewed at each balance sheet date and written down or written up, to reflect the amount that is reasonably / virtually certain, as the case may be, to be realized.

8. Provisions, Contingent Liabilities and Contingent Assets

Provisions involving substantial degree of estimation in measurement are recognized when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources. Contingent Liabilities are not recognized but are disclosed in the Notes. Contingent Assets are neither recognized nor disclosed in the financial statements.

Signatures to Notes 1 to 26 forming part of the financial statements and to the above notes.

For: - JPMK AND COMPANY
Chartered Accountants


Jitendra Vageriya
Partner
M. No.: 114424
FRN: 124193W

Place: Ahmedabad
Date: 15/06/2021

For and on behalf of the board: -


Ashok Bafna
Director
DIN: 01431472


Shailen Shah
Director
DIN: 01569241

Place: Mumbai
Date: 15/06/2021