

Monarch Networth Finserve Private Limited

ANNUAL ACCOUNTS
2021-22

INDEPENDENT AUDITORS' REPORT

To,
The Members,
MONARCH NETWORK FINSERVE PRIVATE LIMITED

Report on the Audit of the Standalone Financial Statements

Opinion

We have audited standalone financial statements of **MONARCH NETWORK FINSERVE PRIVATE LIMITED** ("the company"), which comprise the Balance Sheet as at 31st March 2022, the Statement of Profit and Loss (including other Comprehensive Income), the Statement in Changes in Equity and the Cash Flow Statement for the year then ended, and notes to the financial statement, including a summary of significant accounting policies and other explanatory information (hereinafter referred to as "the standalone financial statement").

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 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 31st March, 2022 and profit and total comprehensive income, change in equity and its cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) 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 Companies Act, 2013 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.

Ahmedabad

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Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the standalone Ind AS financial statements of the current period. These matters were addressed in the context of our audit of the standalone Ind AS financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Information Other than the Financial Statements and Auditor's Report Thereon

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Management Discussion and Analysis, Board's Report including Annexures to Board's Report, Business Responsibility Report, Corporate Governance and Shareholder's Information, but does not include the standalone financial statements and our auditor's report thereon.

Our opinion on the standalone 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 standalone financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the standalone 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 Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation and presentation 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 adequate 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.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matter 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.

Those Board of Directors are also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibility

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 financial 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 standalone financial statements, including the disclosures, and whether the standalone financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the standalone 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 evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the financial statement.

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 section 143(3) of the Act, we report that:
 - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - b) In our opinion proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - c) The Balance Sheet, the Statement of Profit and Loss including Other Comprehensive Income, Statement of Changes in Equity 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 Ind AS specified under Section 133 of the Act.
 - e) On the basis of written representations received from the directors as on 31st March, 2022, taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2022, from being appointed as a director in terms of Section 164(2) of the Act.
 - f) Since the Company's turnover as per last audited financial statements is less than Rs.50 Crores and its borrowings from banks and financial institutions at any time during the year is less than Rs.25 Crores, the Company is exempted from getting an audit opinion with respect to the adequacy of the internal financial controls over financial reporting of the company and the operating effectiveness of such controls vide notification, dated June 13, 2017.



g) In our opinion and to the best of our information and according to the explanations given to us, we report as under with respect to other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014:

- i. The Company has disclosed the impact of pending litigations on its financial position in its Ind AS 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;
- iii. There were no amounts which required to be transferred by the Company to the Investor Education and Protection Fund.
- iv. (i) The management has represented that, to the best of its knowledge and belief, other than as disclosed in the notes to the accounts, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the company to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

(ii) The management has represented, that, to the best of its knowledge and belief, other than as disclosed in the notes to the accounts, no funds have been received by the company from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding whether recorded in writing or otherwise, that the company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries, and

(iii) As per the information and explanation provided to us, the representation under sub clause (i) and (ii) is not contained any material misstatement.



- v. The company has not declared or paid any dividend during the year under audit.

2. 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 Act, we give in the "Annexure A" a statement on the matters Specified in paragraphs 3 and 4 of the Order.

Date : 27/05/2022

Place : Ahmedabad



For J P M K AND COMPANY
Chartered Accountants

A handwritten signature in blue ink, appearing to read "Jitendra Vageriya".

Jitendra Vageriya

Partner

M.No. 114424

FRN : 124193W

UDIN: 22114424AKXILP1323

ANNAEXURE "A" TO THE INDEPENDENT AUDITOR'S REPORT

(Referred to in paragraph 2 under 'Report on Other Legal and Regulatory Requirements' section of our report to the Members of MONARCH NETWORTH FINSERVE PRIVATE LIMITED of even date)

- i. In respect of company's fixed assets:
 - a. The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
 - b. The Company has a program of verification to cover all the items of fixed assets in phased manner which, in our opinion, is reasonably having regard to the size of the Company and the nature of its assets. Pursuant to the program, certain fixed assets were physically verified by the management during the year. According to information and explanations given to us by the management, no material discrepancy was noticed on such verification.
 - c. According to information and explanations given by the management, the company does not have any immovable properties.
 - d. According to the information and explanations provided to us, the company has not revalued any Property, Plant and Equipment or intangible asset or both during the year.
 - e. There has been no proceedings initiated or are pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 and rules made thereunder.
- ii. The company is a service provider. So the reporting under paragraph 3(ii) is not applicable.
- iii. The Company has not made investments in, provided any guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or any other parties.



- iv. According to the information and explanations given to us, the Company has not granted loans and made any investments or provided any guarantee or security to the parties covered under section 185 and 186. Accordingly, paragraph 3(iv) of the Order is not applicable.
- v. According to the information and explanation given to us, the company has not accepted the any deposits and does not have any unclaimed deposits as at 31st March, 2022 and therefore, the provisions of the clause 3(v) of the Order are not applicable to the company.
- vi. The maintenance of cost records has not been specified by the Central Government under section 148(1) of the Companies Act, 2013 for the business activities carried out by the company. Thus reporting under clause 3(vi) of the order is not applicable to the company.
- vii. (a) According to the information and explanation given to us, the company has generally been regular in depositing undisputed statutory dues including Provident Fund, Employees' State Insurance, Sales Tax, Goods & Service Tax, Duty of Customs, Cess and any other statutory dues applicable to it with appropriate authorities and no such undisputed amounts were in arrears for a period of more than six months from the date they became payable.
- (b) As per the information and explanation given to us, there are no disputed dues outstanding on account of *Provident Fund, Employees' State Insurance, Income-tax, Sales Tax, Duty of Customs, Cess and any other statutory dues.*
- viii. According to the information and explanation given to us, there are no transactions which has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961.
- ix. (a) 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.
- (b) the company has not been declared wilful defaulter by any bank of financial institution.



- (c) According to the records made available to us, the term loans were applied for the purpose for which the loans were obtained.
- (d) No funds have been raised on short term basis by the company. Thus the reporting under clause 3(ix)(d) of order is not applicable.
- (e) According to the information and explanation given to us, the company does not have any subsidiaries, associates or joint ventures. So the clause 3(ix)(e) & 3(ix)(f) of the order is not applicable to the company.
- x. According to the information and explanation given to us and based on our examination of the records of the company, the company has not raised money by way of initial public offer of further public offer during the year.
- xi. (a) According to the information and explanation given to us, no fraud by the company or no material fraud on the company by its officers or employees has been noticed or reported during course of our audit.
- (b) According to the information and explanation given to us, no report has been filed by the auditors in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government.
- (c) The company has not received any whistle-blower complaints during the year. So the clause 3(xi)(c) of the order 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 2020 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. The company does not have an internal audit system. Accordingly the reporting under paragraph 3(xiv) of the order 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 any non-cash transactions with directors or persons connected with him. So the clause 3(xv) of the companies (auditor's Report) order 2020 is not applicable.
- xvi. The company is registered under section 45-IA of the Reserve Bank of India, 1934 since 22nd September, 2000.
- xvii. According to the information and explanation given to us and based on our examination of the records of the company, the company has not incurred cash losses in the financial year and in the immediately preceding financial year.
- xviii. Based on our examination of the records of the company, there has not been any resignation of the statutory auditors during the year, hence clause 3 (xviii) of companies (auditor's Report) order 2020 is not applicable.
- xix. On the basis of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the financial statements, the auditor's knowledge of the Board of Directors and management plans, there is no material uncertainty exists as on the date of the audit report that company is capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date.



xx. As per the information and explanation given to us, the provisions of Section 135 of Companies Act, 2013 is not applicable to the company hence the reporting under clause 3(xx) of the Companies (auditor's report) Order, 2020 is not applicable.

Date : 27/05/2022
Place : Ahmedabad



For J P M K AND COMPANY
Chartered Accountants

A handwritten signature in blue ink, appearing to read "Jitendra Vageriya".

Jitendra Vageriya

Partner

M.No. 114424

FRN : 124193W

UDIN: 22114424AKXILP1323

BALANCE SHEET

AS AT 31ST March, 2022

(Currency: Indian Rupees in Lakhs)

Particulars	Notes	As at 31 March, 2022	As at 31 March, 2021
ASSETS			
Non Current assets			
Property Plant and Equipment	2	20.14	20.14
Financial assets			
Deferred tax assets (Net)	3	0.52	0.18
Non-current Tax Assets (Net)	4	3.57	54.21
Total Non Current Assets		24.23	74.53
Current assets			
Inventories		404.97	-
Financial assets			
- Trade Receivables	5	1,525.54	1,117.20
- Cash and cash equivalents	6	415.55	700.13
Non Financial assets			
- Other Non-Financial Assets	7	0.24	2.17
Total Current Assets		2,346.30	1,819.50
Total Assets		2,370.53	1,894.03
EQUITY AND LIABILITIES			
Equity			
Equity Share capital	8	966.67	966.67
Other equity	9	1,107.15	611.03
Total Equity		2,073.82	1,577.70
Non-current liabilities			
- Financial liabilities			
- Borrowings			
Non-Financial liabilities			
- Provisions	10	0.73	0.40
Total Non Current Liabilities		0.73	0.40
Current liabilities			
Financial liabilities			
- Borrowings	11	193.40	193.40
- Trade payables	12	9.12	17.15
- Other financial Liabilities			
Non-Financial liabilities			
- Current Tax Liabilities (Net)	13	85.69	82.17
- Provisions	14	6.61	22.53
- Other non-financial Liabilities	15	1.15	0.68
Total Current Liabilities		295.97	315.93
TOTAL Liabilities		2,370.53	1,894.03
Significant Accounting Policies	1		
See accompanying notes to the financial statements	1 to 47		

For: JPMK AND COMPANY
Chartered Accountants

Jitendra Vagariya
Partner
M. No.: 114424
FRN: 124193W
UDIN : 22114424AKXILP1323
Place : Ahmedabad
Date : 27/05/2022



For and on behalf of Board

Director
Ashok Bafna
DIN: 01431472

Director
Shailen Shah
DIN: 01569241



Place : Mumbai
Date : 27/05/2022

STATEMENT OF PROFIT AND LOSS
FOR THE YEAR ENDED 31ST MARCH 2022

(Currency: Indian Rupees in Lakhs)

Particulars	Notes	As at 31 March, 2022	As at 31 March, 2021
INCOME			
Revenue From Operations	13	562.07	995.61
Other Income	14	56.73	-
Total Income		620.80	995.61
EXPENSES			
Employee benefit expense	15	8.88	69.45
Operating Expenses	16	1.68	132.00
Finance Cost	17	0.16	0.12
Depreciation & Amortization Expenses		-	-
Other Expenses	18	31.56	255.98
Provision for Standard Assets		3.08	(13.40)
Provision for Non Performing Assets		(18.44)	18.44
Total Expenses		26.92	462.59
bad debts written off			
PROFIT BEFORE EXCEPTIONAL ITEMS, Extraordinary items AND TAX		593.88	533.02
Less: Extraordinary Items			(1.57)
Profit Before Tax		593.88	531.45
Tax Expenses			
Current Tax		159.54	167.40
Deferred tax		(0.33)	0.96
Short & Excess Tax Provision		(61.44)	(11.88)
Mat Receivable			
Total Tax Expenses		97.77	156.48
Profit for the Year (After Tax)		496.11	374.97
Other Comprehensive Income			
A(i) Items that will not be reclassified to profit or loss			
Remeasurements of the defined benefit plans			
Equity Instruments through Other Comprehensive Income			
(ii) Income tax related to items that will not be reclassified to profit or loss			
B (i) Items that will be reclassified to profit or loss			
(ii) Income tax related to items that will be reclassified to profit or loss			
Total Comprehensive Income for the year		496.11	374.97
Earnings Per equity share of face value of Rs 10 each			
Basic (in Rs)	19	5.13	3.88
Diluted (in Rs)	19	5.13	3.88
Significant Accounting Policies	1		
See accompanying Notes to the Financial Statements	1 to 47		

For: JPMK AND COMPANY
 Chartered Accountants

Jitendra Vasani
 Partner
 M. No.: 114424
 FRN: 124193W
 UDIN: 22114424AKKILP1323
 Place: Ahmedabad
 Date: 27/05/2022



For and on behalf of Board

Director
 Ashok Bafna
 DIN: 01431472

Director
 Shailen Shah
 DIN: 01569241



Place: Mumbai
 Date: 27/05/2022

**CASH FLOW STATEMENT
FOR THE YEAR ENDED 31ST MARCH-2022**

(Currency: Indian Rupees in Lakhs)

Particulars	For the year ended	
	31 March 2022	31 March 2021
Cash flow from operating activities		
Profit before tax from continuing operations	593.88	531.45
Profit/(loss) before tax from discontinued operations	-	-
Profit before tax	593.88	531.45
Adjustments to reconcile profit before tax to net cash used in operating		
Depreciation and amortisation	-	-
Finance cost(including fair value change in financial instruments)	0.16	0.12
Interest income	-	-
Provision for Standard Assets	3.08	(13.40)
Provision for NPA Assets	(18.44)	18.44
	578.68	536.62
Working capital adjustments		
Decrease / (Increase) in Inventories	(404.97)	-
Increase / (Decrease) in Trade and Other Receivables	(336.50)	2,588.29
Increase / (Decrease) in Trade Payable and Provisions	(15.68)	(2,539.92)
Increase / (Decrease) in Short term borrowings	-	-
	(178.46)	584.98
Income Tax paid	105.96	30.13
Net cash flows from operating activities	(284.42)	554.85
Cash flow from investing activities		
Payment for purchase and construction of property, plant and equipment (Net of proceeds from sales)	-	-
Proceeds /(Repayment) of loans and advances to related parties	-	-
Net cash flows from investing activities	-	-
Cash flow from financing activities		
Proceeds /(Repayment) of secured borrowings	-	-
Proceeds /(Repayment) of unsecured borrowings	-	-
Finance charges paid	(0.16)	(0.12)
Net cash flows from financing activities	(0.16)	(0.12)
Net increase / (decrease) in cash and cash equivalents	(284.59)	554.72
Cash and cash equivalents at the beginning of the year	700.13	145.42
Effect of exchanges rate changes on cash and cash equivalents	-	-
Cash and cash equivalents at the end of the year	415.55	700.14
Reconciliation of Cash and Cash equivalents with the Balance Sheet		
Cash and Bank Balances as per Balance Sheet	415.55	700.13
Add: Unrealised loss / (gain) on foreign currency cash and cash equivalents	-	-
Less : Bank balances not considered as Cash and Cash equivalents as defined in Ind AS-7 - Cash Flow Statements	-	-
Cash and Cash equivalents as restated as at the year end	415.55	700.13

Note: Cash Flow Statement has been prepared under the indirect method as set out in IND AS 7 - "Cash Flow Statements" prescribed under the Companies Act (Indian Accounting Standard) Rules, 2015 under the Companies Act, 2013

For: JPMK AND COMPANY
Chartered Accountants

Jitendra Vagelva

Partner

M. No.: 114424

FRN: 124193W

UDIN : 22114424AKXILP1323

Place : Ahmedabad

Date : 27/05/2022



For and on behalf of Board

Director

Ashok Bafna

DIN: 01431472

Director

Shailen Shah

DIN: 01569241



Place : Mumbai

Date : 27/05/2022

MONARCH NETWORK FINSERVE PRIVATE LIMITED

Statement of Changes in Equity
(currency: Indian Rupees in lakhs)

(a) Equity share capital	As at 31 March 2022		As at 31 March 2021	
	No. of Shares	Amount	No. of Shares	Amount
Balance at the beginning of the reporting period Balance	9,665,666	966.67	9,665,666	966.67
Changes in equity share capital during the year	-	-	-	-
Balance at the end of the reporting period	9,665,666	966.67	9,665,666	966.67

(b) Other equity	Reserves & Surplus				Other comprehensive income		Total
	General Reserve	Securities Premium Account	Retained earnings	Amalgamation Reserve	Remeasurements of the net defined benefit Plans	Fair valuation of Investments in equity shares	
Balance at 1 April 2020	91.75	420.34	(276.02)	-	-	-	236.07
Profit for the year	-	-	374.97	-	-	-	374.97
Add: Transfer to General Reserve	74.99	-	(74.99)	-	-	-	-
Other comprehensive income for the year	-	-	-	-	-	-	-
Total comprehensive income for the year	74.99	-	299.97	-	-	-	374.97
Balance at 31 March 2021	166.74	420.34	23.95	-	-	-	611.03
Profit for the year	-	-	488.11	-	-	-	488.11
Add: Transfer to General Reserve	99.22	-	(99.22)	-	-	-	-
Other comprehensive income for the year	-	-	-	-	-	-	-
Total comprehensive income for the year	99.22	-	388.89	-	-	-	488.11
Balance at 31 March 2022	265.96	420.34	420.84	-	-	-	1,107.14

For: JPM& COMPANY
Chartered Accountants

Pragya Singh
Jitendra Vageriya
Partner
M. No.: 114424
F&N: 124193W



Place : Ahmedabad
Date : 27/05/2022

For and on behalf of Board

Shailen Shah
Director
Ashok Bafna
DIN: 01431472

Shailen Shah
Director
Shailen Shah
DIN: 01569241

Place : Mumbai
Date : 27/05/2022

Schedules forming part of the Balance Sheet as at 31st March, 2022 and the Profit and Loss Account for the period ending 31st March, 2022.

Note 1: Significant Accounting Policies

1. Basis of Accounting

The financial statements are prepared under the historical cost convention on an accrual basis of accounting in accordance with the accounting standards prescribed under Section 133 of the Companies Act, 2013.

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. However, during the year under review, company has not conducted any business operation.

4. 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.

5. 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.

6. 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 47 forming part of the financial statements and to the above notes.

For: JPMK AND COMPANY
Chartered Accountants


Jitendra Vagariya
Partner

M. No.: 114424
FRN: 124193W

Place: Ahmedabad
Date: 27/05/2022



For and on behalf of the board:


Ashok Bafna
Director
DIN: 01431472


Shailen Shah
Director
DIN: 01569241

Note 2: PROPERTY, PLANT & EQUIPMENT

(Currency: Indian Rupees in Lakhs)

Description	Computer	Office Equipment	V- Sat Equipments	Total
Cost as at 1st April 2020 (A)	238.68	52.35	111.67	402.71
Additions	-	-	-	-
Deletions	-	-	-	-
Cost as at 31 March 2021 (B)	238.68	52.35	111.67	402.71
Additions	-	-	-	-
Deletions	-	-	-	-
Cost as at 31 March 2022 (C)	238.68	52.35	111.67	402.71
Accumulated depreciation as at 1st April 2020 (D)	226.75	49.74	106.09	382.57
Depreciation for the period	-	-	-	-
Deletions	-	-	-	-
Accumulated depreciation as at 31st March 2021 (E)	226.75	49.74	106.09	382.57
Depreciation for the period	-	-	-	-
Deletions	-	-	-	-
Accumulated depreciation as at 31st March 2022 (F)	226.75	49.74	106.09	382.57
Net carrying amount as at 1 April 2020 (A) - (D)	11.93	2.62	5.58	20.14
Net carrying amount as at 31 March 2021 (B) - (E)	11.93	2.62	5.58	20.14
Net carrying amount as at 31st March 2022 (C) - (F)	11.93	2.62	5.58	20.14



Notes to financial statements

(Currency: Indian Rupees in Lakhs)

Particulars	As at	As at
	31 March 2022	31 March 2021
Note: 3		
Deffered Tax Assets		
Provision for DTL	0.52	0.18
Total	0.52	0.18

Particulars	As at	As at
	31 March 2022	31 March 2021
Note: 4		
Non-current Tax Assets (Net)		
Balance with Revenue Authorities (net of provisions)	3.57	54.21
Total	3.57	54.21

Particulars	As at	As at
	31 March 2022	31 March 2021
Note: 5		
Trade Receivables		
Trade receivable	1,470.66	807.45
Other Receivables	54.88	309.75
Total	1,525.54	1,117.20

- The Company applies the Ind AS 109 simplified approach to measuring expected credit losses (ECLs) for trade receivables at an amount equal to lifetime ECLs. The ECLs on trade receivables are calculated based on actual historic credit loss experience over the preceding three to five years on the total balance of non-credit impaired trade receivables. The Company considers a trade receivable to be credit impaired when one or more detrimental events have occurred, such as significant financial difficulty of the client or it becoming probable that the client will enter bankruptcy or other financial reorganization. When a trade receivable is credit impaired, it is written off against trade receivables and the amount of the loss is recognised in the income statement. As per management opinion, there is no Expected Credit Loss in Trade Receivables of the Company and all are on fair value, based on the assessment and judgement made by the management comprising directors of the company.

- No trade or other receivable are due from directors or other officers of the company either severally or jointly with any other person. Nor any trade or other receivable are due from firms or private companies respectively in which any director is a partner, a director or a member

- Please also refer Note No. 45 for the Trade Receivables Ageing Schedule



Particulars	As at	As at
	31 March 2022	31 March 2021
Note: 6		
Cash and cash equivalents		
Cash on Hand	0.06	0.54
Balance with Bank	415.49	699.59
Total	415.55	700.13

Particulars	As at	As at
	31 March 2022	31 March 2021
Note: 8		
Other Current Non-Financial Assets		
Advances to Staff	0.24	2.17
Total	0.24	2.17



Notes to financial statements

(Currency: Indian Rupees in Lakhs)

Particulars	As at 31 March 2022	As at 31 March 2021
Note: 8		
Share Capital		
Authorized :		
Equity Shares of Re. 10/- each	1,500.00	1,500.00
1,50,00,000 (Previous year 1,50,00,000) Equity shares	1,500.00	1,500.00
TOTAL		
Issued and Subscribed and Paid up:		
96,66,666 (Previous year 96,66,666) Equity shares fully paid up	966.67	966.67
TOTAL	966.67	966.67
Reconciliation of number of shares outstanding at the beginning and end of the year :		
Equity share :		
Outstanding at the beginning of the year	96,66,666	96,66,666
Add/(Less) : Adjustments during the year	-	-
Right issue	-	-
Equity shares allotted as fully paid bonus shares by capitalisation of reserves	-	-
Equity Shares bought back during the year	-	-
Outstanding at the end of the year	96,66,666	96,66,666

d Terms / Rights attached to each classes of shares

Terms / Rights attached to Equity shares

The Company has only one class of equity shares with voting rights having a par value of Re. 10 per share. Each holder of equity shares is entitled to one vote per share. The Company declares and pays dividends in Indian Rupees. The dividend proposed by the Board of Directors is subject to the approval of the shareholders at the ensuing Annual General Meeting, except in case of interim dividend. During the year ended 31 March 2022, the amount of dividend per equity share recognised as distributions to equity shareholders is Nil. (previous year Nil).

In the event of liquidation of the Company, the shareholders of equity shares will be entitled to receive remaining assets of the Company after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

f Shareholders holding more than 5% shares in the company is set out below:

Equity share	As at 31 March 2022		As at 31 March 2021	
	No. of Shares	%	No. of Shares	%
Monarch Network Capital Limited	96,66,666	100.00%	96,66,666	100.00%
Total	96,66,666	100.00%	96,66,666	100.00%

The company had not issued any bonus share for consideration other than cash and no share had bought back during the period of five years immediately preceding the reporting date.

During the year no share was reserved for issue under options and contracts/commitments for the sale of shares/disinvestment.



Notes to financial statements

(Currency: Indian Rupees in Lakhs)

Particulars	As at 31 March 2022	As at 31 March 2021
Note: 9		
Other Equity		
Reserves & Surplus		
General reserve - at the beginning of the year	166.74	91.75
Add: Addition during the year	99.22	74.99
At the end of the year	265.96	166.74
Securities premium reserve - at the beginning of the year	420.34	420.34
Add: Addition during the year		
At the end of the year	420.34	420.34
Retained earnings - at the beginning of the year	23.95	(276.02)
Add: Addition during the year	496.11	374.96
Add: Prior Period Adjustments		
Less: Dividend Declared		
Less: Transfer to General Reserve	(99.22)	(74.99)
At the end of the year	420.84	23.95
Total Reserves & Surplus	1,107.15	611.03



Notes to financial statements

(Currency: Indian Rupees in Lakhs)

Particulars	As at	As at
	31 March 2022	31 March 2021
Note: 10		
Non Current Provisions		
Provision for Gratuity	0.73	0.40
Total	0.73	0.40

Particulars	As at	As at
	31 March 2022	31 March 2021
Note: 11		
Current Borrowings		
Unsecured Borrowings		
Loan From Related Parties	193.40	193.40
Total	193.40	193.40

Particulars	As at	As at
	31 March 2022	31 March 2021
Note: 12		
Trade Payable		
Trade Payable	7.89	15.77
Trade payable expenses	1.23	1.38
Total	9.12	17.15

Notes:

- Please refer Note 43 -Dues to micro, small and medium enterprises, of the Financial Statements regarding dues to Dues to micro and small enterprises

- Please also refer Note No. 46 for the Trade Payable Ageing Schedule

	31 March 2022	31 March 2021
Note: 13		
Current tax liabilities (net)		
Income Tax payable (net of advance taxes/TDS)	85.69	82.17
Total	85.69	82.17

Particulars	As at	As at
	31 March 2022	31 March 2021
Note: 14		
Current Provisions		
Provision for expenses	0.40	1.23
Provision for NPA	-	18.44
provisions for gratuity	0.33	0.06
provisions for Standard Assets	5.88	2.80
Total	6.61	22.53

Particulars	As at	As at
	31 March 2022	31 March 2021
Note: 15		
Statutory Liabilities	1.15	0.68
Total	1.15	0.68



Notes to financial statements

(Currency: Indian Rupees in Lakhs)

Particulars	Year Ended on 31 March 2022	Year Ended on 31 March 2021
Note: 13		
Income from Operation		
(a) Interest Income	414.08	393.11
(b) Referral Fees income	147.99	-
(c) Other services	-	602.50
Total	562.07	995.61

Particulars	Year Ended on 31 March 2022	Year Ended on 31 March 2021
Note: 14		
Other Income		
(a) Interest income		
From subsidiary	2.19	
From Income Tax Refund	2.63	-
Other interest income	0.01	
(b) Miscellaneous income	53.90	-
Total	58.73	

Particulars	Year Ended on 31 March 2022	Year Ended on 31 March 2021
Note: 15		
Employee Benefit Expenses		
Salary & Other Allowances		
Employee Salary	7.87	12.29
Staff Welfare Expenses	0.40	-
Contribution to provident & Other fund	0.61	0.26
Common Infrastructure Cost- Salary	-	56.90
Total	8.88	69.45

Particulars	Year Ended on 31 March 2022	Year Ended on 31 March 2021
Note: 16		
Operating Expenses		
Interest on Loan Availed	1.68	132.00
Total	1.68	132.00



Particulars	Year Ended on	Year Ended on
	31 March 2022	31 March 2021
Note: 17		
Finance Cost		
Bank Charges	0.09	0.03
Other Charges	0.07	0.09
Total	0.16	0.12

Particulars	Year Ended on	Year Ended on
	31 March 2022	31 March 2021
Note: 18		
Other Expenses		
Legal & Professional Charges	21.43	218.71
Common Infrastructure Charges	-	24.98
Depository Participant Charges	0.12	0.06
Fees & Subscription	0.22	0.16
Conveyance & Travelling	0.08	0.12
Telephone & Communication Charges	0.02	0.02
Auditors' Remuneration	0.40	0.40
Printing & Stationary	0.04	-
Stamp Charges	0.93	1.86
Rent Expenses	9.00	9.00
ROC Filing Fees	0.01	-
GST Expenses	(0.69)	-
Other Expenses	0.00	0.67
Total	31.56	255.98



Notes to financial statements

(Currency: Indian Rupees in Lakhs)

Note: 19

Earnings per share (EPS)

Basic EPS amounts are calculated by dividing the profit for the year attributable to equity holders by the weighted average number of Equity shares outstanding during the year.

Diluted EPS amounts are calculated by dividing the profit attributable to equity holders (after adjusting for interest on the convertible preference shares) by the weighted average number of Equity shares outstanding during the year plus the weighted average number of Equity shares that would be issued on conversion of all the dilutive potential Equity shares into Equity shares.

i. Profit attributable to Equity holders

	31-Mar-22	31-Mar-21
Profit attributable to equity holders :		
Continuing operations	496.11	374.97
Discontinued operations		
Profit attributable to equity holders for basic earnings	496.11	374.97
Adjustments:		
Interest on Convertible preference shares	-	-
Others	-	-
Profit attributable to equity holders adjusted for the effect of dilution	496.11	374.97

ii. Weighted average number of ordinary shares

	31-Mar-22	31-Mar-21
	No of Shares	No of Shares
Issued ordinary shares at April 1	96,66,666	96,66,666
Effect of shares issued as Bonus shares	-	-
Effect of shares bought back during the year	-	-
Weighted average number of shares at March 31 for EPS	96,66,666	96,66,666
Effect of dilution:		
Share options	-	-
Convertible preference shares	-	-
	96,66,666	96,66,666

Basic and Diluted earnings per share

	31-Mar-22	31-Mar-21
	INR	INR
Basic earnings per share	5.13	3.88
Diluted earnings per share	5.13	3.88



Notes to financial statements

(Currency: Indian Rupees in Lakhs)

Note: 20

Tax expense

(a) Amounts recognised in profit and loss

	For the year ended 31-Mar-22	For the year ended 31-Mar-21
Current income tax	159.54	167.40
Changes in tax estimates of prior years	(61.44)	(11.88)
Deferred income tax liability / (asset), net		
Origination and reversal of temporary differences	(0.33)	0.96
Change in tax rate	-	-
Recognition of previously unrecognised tax losses	-	-
Change in recognised deductible temporary differences	-	-
Deferred tax expense	(0.33)	0.96
Tax expense for the year	97.77	156.48

(b) Amounts recognised in other comprehensive income

	For the year ended 31 March 2022			For the year ended 31 March 2021	
	Before tax	Tax (expense) benefit	Net of tax	Before tax	Tax (expense) benefit
Items that will not be reclassified to profit or loss					
Changes in revaluation surplus	-	-	-	-	-
Remeasurements of the defined benefit plans	-	-	-	-	-
Equity Instruments through Other Comprehensive Income	-	-	-	-	-
Items that will be reclassified to profit or loss	-	-	-	-	-
	-	-	-	-	-

(c) Reconciliation of effective tax rate on the Amounts recognised in profit and loss as Current Income Tax

	For the year ended 31-Mar-22	For the year ended 31-Mar-21
Profit before tax	593.88	531.45
Statutory income tax rate	27.82%	27.82%
Tax using the Company's domestic tax rate	165.22	147.85
Tax effect of:		
Non-deductible tax expenses	-	-
Tax-exempt income	-	-
Others	(5.67)	19.55
	159.55	167.40



Notes to financial statements

(Currency: Indian Rupees in Lakhs)

Note 21

(d) Movement in deferred tax balances				
	Net balance April 1, 2021	Recognised in profit or loss	Recognised in OCI	Net asset/(Deferred tax liability)
Deferred tax asset/(Liabilities)				
Property, plant and equipment	0.18	0.33	-	0.52
Compensated absences and gratuity	-	-	-	-
Investments in unquoted equity shares	-	-	-	-
MAT Credit entitlement	-	-	-	-
Tax assets (Liabilities)	0.18	0.33	-	0.52
Set off tax				
Net tax assets	0.18	0.33	-	0.52
(e) Movement in deferred tax balances				
	Net balance 1 April 2020	Recognised in profit or loss	Recognised in OCI	Net asset/(Deferred tax liability)
Deferred tax asset/(liabilities)				
Property, plant and equipment	1.14	(0.96)	-	0.18
Compensated absences and gratuity	-	-	-	-
Investments in unquoted equity shares	-	-	-	-
MAT Credit entitlement	-	-	-	-
Tax assets (Liabilities)	1.14	(0.96)	-	0.18
Set off tax				
Net tax assets	1.14	(0.96)	-	0.18

The company offsets tax assets and liabilities if and only if it has a legally enforceable right to set off current tax assets and current tax liabilities and the deferred tax assets and deferred tax liabilities relate to income taxes levied by the same tax authority.

Significant management judgement is required in determining provision for income tax, deferred income tax assets and liabilities and recoverability of deferred income tax assets. The recoverability of deferred income tax assets is based on estimates of taxable income by each jurisdiction in which the relevant entity operates and the period over which deferred income tax assets will be recovered.



Notes to financial statements

(Currency: Indian Rupees in Lakhs)

Note: 22

Employee benefit expense

The Company contributes to the following post-employment defined benefit plans in India.

(i) Defined Contribution Plans:

The contributions payable to these plans by the Company are at rates specified in the rules of the schemes.

The Company recognised following amounts for provident fund and ESIC contributions in the Statement of Profit and Loss.

	Year ended 31-Mar-22	Year ended 31-Mar-21
Contribution to Provident Fund	-	-
Contribution to ESIC	-	-
	-	-

(ii) Defined Benefit Plan:

A) The Company makes annual contributions to the Group Gratuity cum Life Assurance Schemes administered by the LIC of India, a funded defined benefit plan for qualifying employees. The scheme provides for payment as under:

i) On normal retirement / early retirement / withdrawal / resignation:

As per the provisions of the Payment of Gratuity Act, 1972 with vesting period of 5 years of service.

ii) On death in service:

As per the provisions of the Payment of Gratuity Act, 1972 without any vesting period.

The most recent actuarial valuation of plan assets and the present value of the defined benefit obligation for gratuity were carried out as at 31 March 2017. The present value of the defined benefit obligations and the related current service cost and past service cost, were measured using the Projected Unit Credit Method.

Based on the actuarial valuation obtained in this respect, the following table sets out the status of the gratuity plan and the amounts recognised in the Company's financial statements as at balance sheet date:

	31-Mar-22	31-Mar-21
Net defined benefit asset	-	-
Total employee benefit asset	-	-
Net defined benefit liability		
Liability for Gratuity	1.06	0.46
Total employee benefit liabilities	1.06	0.46
Non-current	0.73	0.40
Current	0.33	0.06



B. Movement in net defined benefit (asset) liability

The following table shows a reconciliation from the opening balances to the closing balances for net defined benefit (asset) liability and its components:

	Defined benefit obligation		Fair value of plan assets		Net defined benefit (asset) liability	
	31-Mar-22	31-Mar-21	31-Mar-22	31-Mar-21	31-Mar-22	31-Mar-21
Opening balance	0.46	0.21	-	-	0.46	0.21
Included in profit or loss						
Current service cost	0.12	0.12	-	-	0.12	0.12
Past service cost	-	-	-	-	-	-
Interest cost (income)	0.02	0.01	-	-	0.02	0.01
	0.60	0.33	-	-	0.60	0.33
Included in OCI						
Remeasurement loss (gain):						
Actuarial loss (gain) arising from:						
Demographic assumptions	-	-	-	-	-	-
Financial assumptions	-0.01	0.00	-	-	-0.01	0.00
Experience adjustment	0.47	0.12	-	-	0.47	0.12
Return on plan assets excluding interest income	-	-	-	-	-	-
	0.46	0.13	-	-	0.46	0.13
Other						
Contributions paid by the employer	-	-	-	-	-	-
Benefits paid	-	-	-	-	-	-
Closing balance	1.06	0.46	-	-	1.06	0.46
Represented by:						
Net defined benefit asset					-	-
Net defined benefit liability					1.06	0.46
					1.06	0.46



Maturity Analysis of Projected Benefit Obligation from the reporting year:

	1st Following Year	2nd Following Year	3rd Following Year	4th Following Year	5th Following Year	Sum of Years 6 To 10
March 31, 2022						
March 31, 2021						

C. Plan assets

Plan assets comprise the following:

	31-Mar-22	31-Mar-21
Policy of insurance	0%	0%
Bank Balance	0%	0%

D. Defined benefit obligations

i. Actuarial assumptions

The following were the principal actuarial assumptions at the reporting date (expressed as weighted averages):

	31-Mar-22	31-Mar-21
Discount rate	5.65%	5.25%
Salary escalation rate	5.10%	5.10%
Withdrawal Rates	30% at all ages	30% at all ages
Mortality rate	Indian Assured Lives Mortality (2006-08)	Indian Assured Lives Mortality (2006-08)

Assumptions regarding future mortality have been based on published statistics and mortality tables. The current longevities underlying the values of the defined benefit obligation at the reporting date were as follows:

ii. Sensitivity analysis

Reasonably possible changes at the reporting date to one of the relevant actuarial assumptions, holding other assumptions constant, would	31-Mar-22		31-Mar-21	
	Increase	Decrease	Increase	Decrease
Rate of discounting (0.50% movement)	-1.30%	1.34%	-1.62%	1.67%
Rate of salary increase (0.50% movement)	1.34%	-1.31%	1.67%	-1.63%
Rate of employee turnover (10% movement)	0.16%	-0.19%	-2.74%	2.78%

Although the analysis does not take account of the full distribution of cash flows expected under the plan, it does provide an approximation of the sensitivity of the assumptions shown.



Notes to financial statements

(Currency: Indian Rupees in Lakhs)

Note: 23

Leases- Operating leases

Leases as lessee - Not Applicable

	Year ended 31-Mar-22	Year ended 31-Mar-21
Lease Rental Payments	9.00	9.00
	9.00	9.00

b) Future minimum lease payments

At March 31, the future minimum lease payments under non-cancellable leases were payable as follows.

	31-Mar-22 INR	31-Mar-21 INR
Less than one year	9.00	9.00
Between one and five years	18.00	18.00
	27.00	27.00



MONARCH NETWORK FINSERVE PRIVATE LIMITED

Notes to financial statements

(Currency: Indian Rupees in Lakhs)

Note: 24

Fair value disclosures

1. 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.

31-Mar-22	FVTPL	FVTOCI	Carrying amount		Fair value			
			Amortised Cost	Total	Level 1	Level 2	Level 3	Total
Financial assets								
Non-current investments	-	-	-	-	-	-	-	-
Non-current loans	-	-	-	-	-	-	-	-
Trade receivables	-	-	1,525.54	1,525.54	-	-	-	-
Cash and cash equivalents	-	-	415.55	415.55	-	-	-	-
Current Loans and advances	-	-	0.24	0.24	-	-	-	-
	-	-	1,941.33	1,941.33	-	-	-	-
Financial liabilities								
Non-current borrowings	-	-	-	-	-	-	-	-
Current borrowings	-	-	193.40	193.40	-	-	-	-
Trade payables	-	-	9.12	9.12	-	-	-	-
Other Non-Current financial liabilities	-	-	-	-	-	-	-	-
	-	-	202.52	202.52	-	-	-	-



31-Mar-21	Carrying amount					Fair value		
	FVTPL	FVTOCI	Amortised Cost	Total	Level 1	Level 2	Level 3	Total
Financial assets								
Non-current investments	-	-	-	-	-	-	-	-
Non-current loans	-	-	-	-	-	-	-	-
Trade receivables	-	-	1,117.20	1,117.20	-	-	-	-
Cash and cash equivalents	-	-	700.13	700.13	-	-	-	-
Current Loans and advances	-	-	2.17	2.17	-	-	-	-
	-	-	1,819.50	1,819.50	-	-	-	-
Financial liabilities								
Non-current borrowings	-	-	-	-	-	-	-	-
Current borrowings	-	-	-	-	-	-	-	-
Trade payables	-	-	17.15	17.15	-	-	-	-
Other Non-Current financial liabilities	-	-	-	-	-	-	-	-
	-	-	17.15	17.15	-	-	-	-
			Carrying amount				Fair value	

(1) Assets that are not financial assets, in the opinion of the management are not included.

(2) Other liabilities that are not financial liabilities, in the opinion of the management are not included.

(3) In the opinion of the management, based on the details available with the company, all the financial assets and liabilities are tested for valuation, to identify their fair value, as prescribed in Indian Accounting Standards, and are measured at fair value, to the extent possible. The assets/ liabilities, which are not possible to be measured at fair value, in the opinion of the management, in the opinion of the management, are presented in the financial statements at their book value, without any adjustment towards fair valuation.



B. Measurement of fair values (Key inputs for valuation techniques) :

1. Listed Equity Investments (other than Subsidiaries, Joint Ventures and Associates): Quoted Bid Price on Stock Exchange (Level 1)
2. Forward contracts : Forward exchange rate is taken from Foreign Exchange Dealers Association of India (FEDA) (Level 1)
3. Valuation techniques and significant unobservable inputs: Not applicable (Level 3)

Transfers between Levels 1 and 2

There were no transfer from Level 1 to Level 2 or vice versa in any of the reporting periods.

C. Financial risk management

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

- Credit risk ;
- Liquidity risk ; and
- Market risk

I. 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 board of directors has established the Risk Management Committee, which is responsible for developing and monitoring the Company's risk management policies. The committee reports regularly to the board of directors on its activities.

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

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.



Notes to financial statements*(Currency: Indian Rupees in Lakhs)***Financial instruments – Fair values and risk management (continued)****ii. 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 and investments in debt securities.

The carrying amount of following financial assets represents the maximum credit exposure:

Trade and other receivables

Total Trade receivables as on 31 March 2022 are as follows:

31 March 2022	1,525.54
31 March 2021	1,117.20

The Company does not have higher concentration of credit risks to a single customer.

The Company's exposure to credit risk is influenced mainly by the individual characteristics of each customer. However, management also considers the factors that may influence the credit risk of its customer base, including the default risk of the industry and country in which customers operate.

The Risk Management Committee has established a credit policy under which each new customer is analysed individually for creditworthiness before the Company's standard payment and delivery terms and conditions are offered. The Company's review includes external ratings, if they are available, and in some cases bank references. Sale limits are established for each customer and reviewed half yearly. Any sales exceeding those limits require approval from the Risk Management Committee.

As per simplified approach, the Company makes provision of expected credit losses on trade receivables using a provision matrix to mitigate the risk of default in payments and makes appropriate provision at each reporting date wherever outstanding is for longer period and involves higher risk.



At 31 March 2022, the maximum exposure to credit risk for trade and other receivables by geographic region was as follows:

	Carrying amount (in INR)	
	31 March 2022	31 March 2021
India	1,525.54	1,117.20
	1,525.54	1,117.20

Management believes that the unimpaired amounts that are past due by more than 90 days are still collectible in full, based on historical payment behaviour and extensive analysis of customer credit risk, including underlying customers' credit ratings if they are available.

The movement in the allowance for impairment in respect of trade and other receivables during the year was as follows:

	31 March 2022	31 March 2021
Opening balance	-	-
Provision for receivables impairment	-	-
Receivables written off during the year as uncollectible	-	-
Provision released during the year	-	-
Closing balance	-	-

Cash and cash equivalents

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.

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.



Notes to financial statements

(Currency: Indian Rupees in Lakhs)

Financial Instruments – Fair values and risk management (continued)

iii. Liquidity risk

Liquidity risk is the risk that the Company will encounter difficulty in meeting the obligations associated with its financial liabilities

The Company uses product-based costing to cost its products and services, which assists it in monitoring cash flow requirements and

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.

Contractual cash flows

31-Mar-22	Carrying amount	Total	12 months or less	1-5 years	More than 5 years
INR					
Non-derivative financial liabilities					
Non-current borrowings	-	-	-	-	-
Current borrowings	193.40	193.40	193.40	-	-
Trade payables	9.12	9.12	9.12	-	-
Other financial liabilities	-	-	-	-	-
Derivative financial liabilities					
Forward exchange contracts	-	-	-	-	-

Contractual cash flows

31-Mar-21	Carrying amount	Total	12 months or less	1-5 years	More than 5 years
Non-derivative financial liabilities					
Non-current borrowings	-	-	-	-	-
Current borrowings	193.40	193.40	193.40	-	-
Trade payables	17.15	17.15	17.15	-	-
Other financial liabilities	-	-	-	-	-
Derivative financial liabilities					
Forward exchange contracts	-	-	-	-	-



Notes to financial statements

(Currency: Indian Rupees in Lakhs)

Financial instruments – Fair values and risk management (continued)

iv. Market risk

Market risk is the risk that changes in market prices – such as foreign exchange rates and interest rates – 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 and payables and long term debt. We are exposed to market risk primarily related to foreign exchange rate risk and interest rate risk. Thus, our exposure to market risk is a function of 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.

Currency risk

The Company is not exposed to any currency risk on account of its borrowings, other payables and receivables in foreign currency. All dealings are done in domestic markets by the company. The functional currency of the Company is Indian Rupee.



Notes to financial statements

(Currency: Indian Rupees in Lakhs)

Financial instruments – Fair values and risk management (continued)

Interest rate risk

Interest rate risk can be either fair value interest rate risk or cash flow interest rate risk. Fair value interest rate risk is the risk of changes in fair values of fixed interest bearing financial instruments because of fluctuations in the interest rates. Cash flow interest rate risk is the risk that the future cash flows of floating interest bearing financial instruments will fluctuate because of fluctuations in the interest rates.

Exposure to interest rate risk

Company's interest rate risk arises from borrowings and fixed income financial instruments. Borrowings issued at fixed rates exposes to fair value interest rate risk. The interest rate profile of the Company's interest-bearing financial instruments as reported to the management of the Company is as follows.

	Nominal amount in INR	
	31-Mar-22	31-Mar-21
Fixed-rate instruments		
Financial assets	-	-
Financial liabilities	-	-
Variable-rate instruments		
Financial assets	-	-
Financial liabilities	-	-
Total	-	-

Fair value sensitivity analysis for fixed-rate instruments

The Company does not account for any fixed-rate financial assets or financial liabilities at fair value through profit or loss. Therefore, a change in interest rates at the reporting date would not affect profit or loss.

Cash flow sensitivity analysis for variable-rate instruments

The company does not have any financial assets or financial liabilities bearing floating interest rates. Therefore, a change in interest rates at the reporting date would not affect profit or loss.



Notes to financial statements

(Currency: Indian Rupees in Lakhs)

Note 25

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.

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

The Company's adjusted net debt to equity ratio at 31 March 2022 was as follows.

	INR	
	As at 31 March 2022	As at 31 March 2021
Total Borrowings	193.40	193.40
Less : Cash and cash equivalent	415.55	700.13
Adjusted net debt	(222.15)	(506.73)
Total equity	2,073.82	1,577.70
Less : Hedging reserve	-	-
Adjusted equity	2,073.82	1,577.70
Adjusted net debt to adjusted equity ratio	(0.11)	(0.32)

In addition the Company has financial covenants relating to the borrowing facilities that it has taken from the lenders like interest coverage service ratio, Debt to EBITDA, etc. which is maintained by the Company.



Notes to financial statements

(Currency: Indian Rupees in Lakhs)

Note 26

Related party relationships, transactions and balances

A	Nature of relationship	
I	Holding Company	
	a Monarch Network Capital Limited	



Notes to financial statements

(Currency: Indian Rupees in Lakhs)

Note 27

Related Party Disclosures: (Continued)

B. The following transactions were carried out during the year with the related parties in the ordinary course of business:

Nature of Transactions	Holding Companies		Enterprises over which Directors and their relatives exercise significant influence		Key Management Personnel and their relatives		Total
	2021-22	2020-21	2021-22	2020-21	2021-22	2020-21	
Revenue							
Advisory Services	-	-	-	-	-	-	-
Rent Income	-	-	-	-	-	-	-
Interest Income	2.19	-	11.51	7.29	13.70	7.29	7.29
Demat Charges Income	-	-	-	-	-	-	-
Brokerage Income	-	-	-	-	-	-	-
Total	2.19	-	11.51	7.29	13.70	7.29	7.29
Expenses							
Interest On loan	-	45.42	1.51	12.24	1.51	57.66	57.66
Demat Charges	0.12	0.06	-	-	0.12	0.06	0.06
Common Infra Charges	-	81.88	-	-	-	81.88	81.88
Lease Rent Paid	9.00	9.00	-	-	9.00	9.00	9.00
Brokerage expenses	0.07	-	-	-	0.07	-	-
Total	9.18	136.37	1.51	12.24	10.70	148.61	148.61



8. The following transactions were carried out during the year with the related parties in the ordinary course of business:

Nature of Transactions	Holding Companies		Enterprises over which Directors and their relatives exercise significant influence		Key Management Personnel and their relatives		Total
	31-Mar-22	31-Mar-21	31-Mar-22	31-Mar-21	31-Mar-22	31-Mar-21	31-Mar-21
Payables							
Network financial service Limited	193.40	193.40	-	-	-	-	193.40
	193.40	193.40					193.40
Receivables							
Ascent Shares and stock brokers Pvt Ltd			100.00	50.98			50.98
	193.40	193.40	100.00	50.98	-	-	100.00
							50.98

Directors of the Companies have given personal guarantees towards certain borrowings and cash credit of the Company. Gratuity and Compensated absences are included in managerial remuneration as disclosed above.

All transactions with the related parties are priced on an arm's length basis and resulting outstanding balances are to be settled in cash on demand. None of the balances are secured.



Notes to financial statements

(Currency: Indian Rupees in Lakhs)

Note 29

Contingent liabilities (to the extent not provided for)

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 A.Y. 2011-12 and demand 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.

d) 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 2019-20 and demand of Rs.6,70,330/- raised, In connection with the same assessee has filed an appeal against the same demand.

Note 30

Commitments

	Rs in Lacs	
	31-Mar-22	31-Mar-21
Estimated amount of contracts remaining to be executed on capital account and not provided for	Nil	Nil

Note 31

Dues to micro, small and medium enterprises

	31-Mar-22	31-Mar-21
The amounts remaining unpaid to micro and small suppliers as at the end of the year		
Principal	Nil	Nil
Interest	Nil	Nil
The amount of interest paid by the buyer as per the Micro Small and Medium Enterprises Development Act, 2006 (MSMED Act, 2006)	-	-
The amounts of the payments made to micro and small suppliers beyond the appointed day during each accounting year	-	-
The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under MSMED Act, 2006	-	-
The amount of interest accrued and remaining unpaid at the end of each accounting year	-	-
The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise for the purpose of disallowance as a deductible expenditure under the MSMED Act, 2006	-	-



Note 32**Disclosure on specified bank notes (SBN)**

During the previous year, the company deposited specified bank notes (SBN) with the bank between November 8, 2016 to December 30, 2016. The amount so deposited consisted of currency note denominations of INR 1000 and INR 500 as defined in the MCA notification G.S.R 308 (E) dated MARCH 30, 2017 on the details of the SBN held and transacted during the period from November 8, 2016 to December 30, 2016:

Particulars	SBNs	Other denominations
Closing cash in hand as on November 8, 2016	-	-
(+) Permitted receipts	-	-
(-) Permitted payments	-	-
(-) Amount deposited in banks	-	-
Closing cash in hand as on December 30, 2016	-	-

Note 33**Earnings and expenditure in Foreign Currency during the year:**

	31-Mar-22	31-Mar-21
Earnings in Foreign Currency	Nil	Nil
Expenditure in Foreign Currency	Nil	Nil

Note 34

Dividends proposed to be distributed for the equity shareholders for the year ended 2017-18 is Nil.

Note 35**Segment information**

As per the requirements of Ind AS 108 on "Operating Segments", segment information has been provided under the Notes to Consolidated Financial Statements.

Note 36

	31-Mar-22	31-Mar-21
Forward exchange contracts outstanding on the balance sheet date which is entered to hedge foreign exchange exposures of the Company.	Nil	Nil

Note 37

The Company has carried out Impairment test on its Fixed Assets as on the date of Balance Sheet and the management is of the opinion that there is no asset for which provision of impairment is required to be made as per applicable Indian Accounting Standard.

Note 38

Balance of all Sundry Debtors, Sundry Creditors, Investments & Loan and Advances are subject to confirmation and consequent reconciliation and adjustments, if any.



Note 39

In the opinion of the board, the current assets, loans and advances are approximately of the value state, if realized in ordinary course of business. The provision for depreciation and for all known liabilities is adequate and not in excess of the amount reasonably necessary.

Note 40**Events Occurring After the Balance Sheet Date**

To the best of knowledge of the management, there are no events occurring after the Balance Sheet date that provide additional information materially affecting the determination of the amounts relating to the conditions existing at the Balance Sheet Date that requires adjustment to the Assets or Liabilities of the Company.

Note 41**Directors Remuneration**

	31-Mar-22	31-Mar-21
Director Remuneration	-	-

Computation of net profit u/s 198 of the Companies Act, 2013 is not furnished as no commission is payable / paid to the Directors. The reimbursement or payment of expenses as per the contractual appointment, are not in the nature of personal expenses, as the same are accepted/incurred under contractual obligation as per the business practices. Also the expenditure incurred in the normal course of business, in accordance with the generally accepted business practices, on employees and directors, is not considered as expenditure of personal nature. There for the same has not been considered for the above purpose.

Note 42**Auditors Remuneration**

	31-Mar-22	31-Mar-21
Towards Statutory & Tax Audit (Exclusive of Service Tax/GST)	0	0
	0	0

Note 43

The Company provides for the use by its subsidiaries certain facilities like use of premises infrastructure and other facilities / services and the same are termed as 'Shared Services'. The cost of such Shared Services are recovered from subsidiaries either on actual basis or on reasonable management estimates which are constantly refined in the light of additional knowledge gained relevant to such estimation.



MONARCH NETWORK FINSERVE PRIVATE LIMITED

Notes to financial statements

(Currency: Indian Rupees in Lakhs)

Note 44

Disclosure as per Clause 32 of the listing Agreement with the Stock Exchanges

Particulars	Relationship		Amount outstanding as at March 31, 2022	Maximum balance outstanding during the year
	Holding			
Monarch Network Capital Limited		CY	-	937.63
		PY	-	985.86

(Figures in ')

Note: Where, CY= Current year's figures & PY= Previous year's figures



Note-45

Trade Receivables Ageing Schedule

Particulars	Outstanding for following periods from due date of payment						Total
	Unbilled	Not Due	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years
As on 31st March 2022							
Undisputed Trade receivables:							
- considered good	-	-	1,308.53	117.01	100.00	-	1,525.54
- which have significant increase in credit risk	-	-	-	-	-	-	-
- credit impaired	-	-	-	-	-	-	-
Disputed Trade Receivables:							
- considered good	-	-	-	-	-	-	-
- which have significant increase in credit risk	-	-	-	-	-	-	-
- credit impaired	-	-	-	-	-	-	-
As on 31st March 2021							
Undisputed Trade receivables:							
- considered good	-	-	309.75	301.34	506.12	-	1,117.20
- which have significant increase in credit risk	-	-	-	-	-	-	-
- credit impaired	-	-	-	-	-	-	-
Disputed Trade Receivables:							
- considered good	-	-	-	-	-	-	-
- which have significant increase in credit risk	-	-	-	-	-	-	-
- credit impaired	-	-	-	-	-	-	-

Note-46

Trade Payables Ageing Schedule

Particulars	Outstanding for following periods from due date of payment				Total
	Not Due	Less than 1 year	1-2 years	2-3 years	More than 3 years
As on 31.03.2022					
(i) MSME*	-	-	-	-	-
(ii) Others	-	9.12	-	-	9.12
(iii) Disputed dues — MSME*	-	-	-	-	-
(iv) Disputed dues - Others	-	-	-	-	-
Total	-	-	-	-	-
As on 31.03.2021					
(i) MSME*	-	-	-	-	-
(ii) Others	-	17.16	-	-	17.16
(iii) Disputed dues — MSME*	-	-	-	-	-
(iv) Disputed dues - Others	-	-	-	-	-
Total	-	-	-	-	-

*MSME as per the Micro, Small and Medium Enterprises Development Act, 2006, as per information available with the Company



MONARCH NETWORK FINSERVE PRIVATE LIMITED

(Currency: Indian Rupees in Lakhs)

Note: 47

Previous year's figures have been regrouped or reclassified wherever necessary

As per our report of even date attached.

Pr. Jitendra Vaganiya
Partner

M. No.: 114424
FRN: 124193W



Jitendra Vaganiya

Place : Ahmedabad
Date : 27/05/2022

For and on behalf of the Board of Directors of
MONARCH NETWORK FINSERVE PRIVATE LIMITED

CIN: U65900MH1996PTC100919

Ashok Bafna
Director

Ashok Bafna
DIN: 01431472



Shailen Shah
Director

Shailen Shah
DIN: 01569241

Place : Mumbai

Date : 27/05/2022