FRONTLINE FINANCIAL SERVICES LIMITED

ANNUAL REPORT

2017-2018

REGISTERED OFFICE

OFFICE NO 803, EIGHTH FLOOR
WALLSTREET II, ELLISBRIDGE
AHMEDABAD 380006

BOARD OF DIRECTORS

MAHESH KUMAR SHAH
JAYESH BABULAL SHAH
PRADEEP BABULAL SHAH
VIKI JAYESHKUMAR SHAH

AUDITOR

M/S. KAMLESH BHOJANI & ASSOCIATES

BANKAR

STATE BANK OF INDIA

REGISTRAR AND SHARE TRANSFER AGENT

LINK IN TIME INDIA PRIVATE LIMITED

UNIT NO. 303, 3RD FLOOR,

SHPPERS PLAZA V,
OPP. MINICIAPAL MARKET,
OFF. C.G ROAD, AHMEDABAD- 380 009

CONTENTS

SR. NO.	PARTICULARS
1.	NOTICE TO MEMBER
2.	E-VOTING INSTRUCTION
3.	DIRECTOR'S REPORT
4.	MANAGEMENT DISCUSSION AND ANALYSIS
5.	SECRETARIAL AUDIT REPORT
6.	AUDITORS' REPORT
7.	BALANCESHEET
8.	STATEMENT OF PROFIT AND LOSS
9.	SCHEDULE FOF BALANCE SHEET , PROFIT & LOSS ACCOUNT
10.	NOTES FORMING PART OF THE FINANCIAL STATEMENTS
11.	CASH FLOW STATEMENT
12.	SEBI- ANNEXURE
13.	ATTENDANCE SLEEP
14.	PROXY FORM

NOTICE

NOTICE IS HEREBY GIVEN THAT THE ANNUAL GENERAL MEETING OF FRONTLINE FINANCIAL SERVICES LIMITED WILL BE HELD ON 29TH SEPTEMBER, 2018 AT 11.00 A.M. AT REGISTERED OFFICE OF THE COMPANY TO TRANSACT THE FOLLOWING BUSINESS.

ORDINARY BUSINESS:

1) To receive, consider and adopt the Audited Profit and Loss Account for the year ended 31st March, 2018 and Balance sheet as at that date together with Directors Report and Auditors Report thereon.

2) To consider and if thought it, to pass with or without modifications, the following Resolution as an ORDINARYRESOLUTION:

"**RESOLVED THAT** pursuant to Sections 139, 142 and other applicable provisions, if any, of the Companies Act, 2013 and the Companies (Audit and Auditors) Rules, 2014 (including any statutory modification or re-enactment thereof, for the time being in force), the Company hereby appoint M/s NIRAV KOTHARI & CO. Chartered Accountants, as Auditors of the Company to hold office for the term of five financial years(F.Y-2018-19 to 2022-23)

SPECIAL BUSINESS:

TO PASS THIS RESOLUTION AS ORDINARY RESOLUTION IF THOUGH FIT:

3)TO REGULARIZE THE APPOINTMENT OF MR. SANDEEP CHHAGANLAL MATHUR ADDITIONAL DIRECTOR OF THE COMPANY:

"RESOLVED THAT Mr. SANDEEP CHHAGANLAL MATHUR, who was appointed as additional Director of the company by the Board of Directors with effect from 5th JULY, 2018 and who according to section 161 of the companies Act, 2013 hold office up to the date of this Annual General Meeting is hereby appointed as a Director of the company.

RESOLVED FURTHER THAT any one director of the Company be and are hereby authorized to intimate the Registrar of Companies by filling necessary Forms and do all the necessary changes."

TO PASS THIS RESOLUTION AS ORDINARY RESOLUTION IF THOUGH FIT:

4)TO REGULARIZE THE APPOINTMENT OF MS. SEJAL KAUSHIKKUMAR SHAH ADDITIONAL DIRECTOR OF THE COMPANY:

"RESOLVED THAT Ms. SEJAL KAUSHIKKUMAR SHAH, who was appointed as additional Director of the company by the Board of Directors with effect from 22NDMay, 2018 and who according to section 161 of the companies Act, 2013 hold office up to the date of this Annual General Meeting is hereby appointed as a Director of the company.

RESOLVED FURTHER THAT any one director of the Company be and are hereby authorized to intimate the Registrar of Companies by filling necessary Forms and do all the necessary changes."

TO PASS THIS RESOLUTION AS ORDINARY RESOLUTION IF THOUGH FIT:

5) <u>TO REGULARIZE THE APPOINTMENT OF MR. KEVIN MAHESHKUMAR SHAH ADDITIONAL DIRECTOR OF THE COMPANY:</u>

"RESOLVED THAT Mr. KEVIN MAHESHKUMARSHAH, who was appointed as additional Director of the company by the Board of Directors with effect from 26TH May, 2018 and who according to section 161 of the companies Act, 2013 hold office up to the date of this Annual General Meeting is hereby appointed as a Director of the company.

RESOLVED FURTHER THAT any one director of the Company be and are hereby authorized to intimate the Registrar of Companies by filling necessary Forms and do all the necessary changes."

TO PASS THIS RESOLUTION AS SPECIAL RESOLUTION IF THOUGH FIT:

<u>6) TO APPOINT MANAGING DIRECTOR OF THE COMPANY</u>

"**RESOLVED THAT** pursuant to the provisions of Section 196, 197, 203 and any other applicable provisions of the Companies Act, 2013 and the rules made there under (including any statutory modification(s) or re-enactment thereof for the time being in force), read with Schedule V to the Companies Act, 2013 and Articles of Association of the Company the consent of the members of the Company be and is hereby accorded to appoint **Mr. Sandeep Chhaganlal Mathur** as Managing Director of the Company for a period of 5(Five) years with effect from 29th September, 2018.

RESOLVED FURTHER that any director of the Company be and is hereby authorized to sign and submit the necessary forms and documents to Registrar of Companies, Gujarat

DATE : 31.08.2018 **BY ORDER OF THE BOARD**
PLACE: AHMEDABAD

SD/-
CHAIRMAN

NOTES:

1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF AND PROXY NEED NOT BE A MEMBER. Proxy in order to be valid must be received by the company not less than forty-eight hours before the time of holding the Meeting.

2. Members/Proxies should bring the Attendance Slip, dulyfilled in, for attending the meeting.

3. The Register of Members and share transfer books of the Company will remain closed from 21.09.2018 TO 28.09.2018 (both days inclusive)

4. Members desiring any information regarding the accounts are requested to write to the Company at least Seven Days before the meeting so as to enable the management to keep the same ready.

DATE : 31.08.2018 **BY ORDER OF THE BOARD**
PLACE: AHMEDABAD

SD/-
CHAIRMAN

EXPLANATORY STATEMENT PURSUANT TO

SECTION 102 OF THE COMPANIES ACT, 2013

3) Mr. **SANDEEP CHHAGANLAL MATHUR** has vide experience and the company can benefit from his experience thus the board had appointed him as additional director of the company.

And that is why company has seen some potential in him as a good director.

As per section 161 of the companies Act, 2013 the additional director can hold office up to the date of this Annual General Meeting.

Your Directors recommend the Ordinary Resolution as set out in the notice for your approval.

4) Ms. **SEJAL KAUSHIKKUMAR SHAH** has vide experience and the company can benefit from her experience thus the board had appointed her as additional director of the company.

And that is why company has seen some potential in her as a good director.

As per section 161 of the companies Act, 2013 the additional director can hold office up to the date of this Annual General Meeting.

Your Directors recommend the Ordinary Resolution as set out in the notice for your approval.

5) Mr. **KEVIN MAHESHKUMAR SHAH** has vide experience and the company can benefit from his experience thus the board had appointed him as additional director of the company.

And that is why company has seen some potential in him as a good director.

As per section 161 of the companies Act, 2013 the additional director can hold office up to the date of this Annual General Meeting.

Your Directors recommend the Ordinary Resolution as set out in the notice for your approval.

6) It is necessary for the Company to appoint a WTD/MD in order to comply with the provisions of Companies Act, 2013.

Appointment Term : 5 Years

Mr. SANDEEP CHHAGANLAL MATHUR has vide experience and he knows the working of the company.

And that is why company has seen some potential in him as a good MD

Your Directors recommend the Special Resolution as set out in the notice for your approval.

DATE : 31.08.2018 **BY ORDER OF THE BOARD**
PLACE: AHMEDABAD

SD/-
CHAIRMAN

SHAREHOLDER INSTRUCTIONS FOR E-VOTING

The instructions for shareholders voting electronically are as under:

(i) The voting period begins on 26.09.2018 at 10.00 A.M. and ends on 28.09.2018 at 5.00 P.M. During this period shareholders' of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date (record date) of 21.09.2018, may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.

(ii) The shareholders should log on to the e-voting website www.evotingindia.com.

(iii) Click on Shareholders.

(iv) Now Enter your User ID

a. For CDSL: 16 digits beneficiary ID,
b. For NSDL: 8 Character DP ID followed by 8 Digits Client ID,
c. Members holding shares in Physical Form should enter Folio Number registered with the Company.

(v) Next enter the Image Verification as displayed and Click on Login.

(vi) If you are holding shares in demat form and had logged on to www.evotingindia.com and voted on an earlier voting of any company, then your existing password is to be used.

(vii) If you are a first time user follow the steps given below:

	For Members holding shares in Demat Form and Physical Form
PAN	Enter your 10 digit alpha-numeric *PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders) • Members who have not updated their PAN with the Company/Depository Participant are requested to use the first two letters of their name and the 8 digits of the sequence number in the PAN Field. The Sequence Number is printed on Attendance Sleep. • In case the sequence number is less than 8 digits enter the applicable number of 0's before the number after the first two characters of the name in CAPITAL letters. Eg. If your name is Ramesh Kumar with sequence number 1 then enter RA00000001 in the PAN field.
DOB	Enter the Date of Birth as recorded in your demat account or in the company records for the said demat account or folio in dd/mm/yyyy format.
Dividend	Enter the Dividend Bank Details as recorded in your demat account or in

Bank Details	the company records for the said demat account or folio. • Please enter the DOB or Dividend Bank Details in order to login. If the details are not recorded with the depository or company please enter the member id / folio number in the Dividend Bank details field as mentioned in instruction (iv).

(viii) After entering these details appropriately, click on "SUBMIT" tab.

(ix) Members holding shares in physical form will then directly reach the Company selection screen. However, members holding shares in demat form will now reach 'Password Creation' menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the demat holders for voting for resolutions of any other company on which they are eligible to vote, provided that company opts for e-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.

(x) For Members holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.

(xi) Click on the EVSN for the relevant **FRONTLINE FINANCIAL SERVICES LIMITED**on which you choose to vote.

(xii) On the voting page, you will see "RESOLUTION DESCRIPTION" and against the same the option "YES/NO" for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.

(xiii) Click on the "RESOLUTIONS FILE LINK" if you wish to view the entire Resolution details.

(xiv) After selecting the resolution you have decided to vote on, click on "SUBMIT". A confirmation box will be displayed. If you wish to confirm your vote, click on "OK", else to change your vote, click on "CANCEL" and accordingly modify your vote.

(xv) Once you "CONFIRM" your vote on the resolution, you will not be allowed to modify your vote.

(xvi) You can also take out print of the voting done by you by clicking on "Click here to print" option on the Voting page.

(xvii) If Demat account holder has forgotten the same password then enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.

(xviii) Shareholders can also use Mobile app - "m-Voting" for e voting. m-Voting app is available on IOS, Android & Windows based Mobile. Shareholders may log in to m-Voting using their e voting credentials to vote for the company resolution(s).

(xix) Note for Non – Individual Shareholders and Custodians

- Non-Individual shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodian are required to log on to www.evotingindia.com and register themselves as Corporates.
- A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to helpdesk.evoting@cdslindia.com.
- After receiving the login details a compliance user should be created using the admin login and password. The Compliance user would be able to link the account(s) for which they wish to vote on.
- The list of accounts should be mailed to helpdesk.evoting@cdslindia.com and on approval of the accounts they would be able to cast their vote.
- A scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.

(xx) In case you have any queries or issues regarding e-voting, you may refer the Frequently Asked Questions ("FAQs") and e-voting manual available at www.evotingindia.com, under help section or write an email to helpdesk.evoting@cdslindia.com.

Board's Report

To,
The Members of
M/s. **Frontline Financial Services Limited**

Your Directors have pleasure in presenting the Board's Report of your Company together with the Audited Statement of Accounts and the Auditors' Report of your company for the financial year ended, 31st March, 2018.

FINANCIAL HIGHLIGHTS

(Rs. In Lacs)

Particulars	**Standalone**	
Particulars	**2017-2018**	**2016-2017**
Gross Income	**38.4**	**25.37**
Profit Before Interest and Depreciation	**0.87**	**0.49**
Finance Charges	**0.00**	**0.00**
Gross Profit	**0.87**	**0.49**
Provision for Depreciation	**0.00**	**0.00**
Net Profit Before Tax	**0.87**	**0.49**
Provision for Tax	**0.22**	**0.15**
Net Profit After Tax	**0.65**	**0.34**

DIVIDEND

However with the view to conserve the resources of company the directors are not recommending any dividend.

INFORMATION ABOUT SUBSIDIARY/ JV/ ASSOCIATE COMPANY

Company does not have any Subsidiary, Joint venture or Associate Company.

TRANSFER OF UNCLAIMED DIVIDEND TO INVESTOR EDUCTION AND PROTECTION FUND

The provisions of Section 125(2) of the Companies Act, 2013 do not apply as there was no dividend declared and paid last year.

MATERIAL CHANGES AND COMMITMENTS

No material changes and commitments affecting the financial position of the Company occurred between the ends of the financial year to which this financial statement relate on the date of this report.

EXTRACT OF ANNUAL RETURN

The Extract of Annual Return as required under section 92(3) of the Companies Act, 2013 and rule 12(1) of the Companies (Management and Administration) Rules, 2014, in Form MGT-9 is annexed herewith for your kind perusal and information.

MEETINGS OF THE BOARD OF DIRECTORS

During the Financial Year 2017-18, the Company held eight board meetings of the Board of Directors as per Section 173 of Companies Act, 2013 which is summarized below. The provisions of Companies Act, 2013 and SEBI (Listing obligations & Disclosure Requirements) Regulations, 2015 were adhered to while considering the time gap between two meetings.

S No.	Date of Meeting	Board Strength	No. of Directors Present
1.	10/04/2017	4	4
2.	18/05/2017	5	5
3.	28/05/2017	5	5
4.	30/05/2017	4	4
5.	14/08/2017	4	4
6.	14/11/2017	4	4
7.	14/02/2018	4	4
8.	31/03/2018	4	4

DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to Section 134(5) of the Companies Act, 2013 the Board of Directors of the Company confirms that-

(a) In the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;

(b) The directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit and loss of the company for that period;

(c) The directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;

(d) The directors had prepared the annual accounts on a going concern basis; and

(e) The directors, in the case of a listed company, had laid down internal financial controls to be followed by the company and that such internal financial controls are adequate and were operating effectively.

(f) The directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

AUDITORS and REPORT thereon

M/s. Kamlesh Bhojani & Associates, Chartered Accountants, are the statutory auditor of the company

Their continuance of appointment and payment of remuneration are to be confirmed and approved in the ensuing Annual General Meeting.

There are no qualifications or adverse remarks in the Auditors' Report which require any clarification/ explanation. The Notes on financial statements are self-explanatory, and needs no further explanation.

Further the Auditors' Report for the financial year ended, 31st March, 2018 is annexed herewith for your kind perusal and information.

LOANS, GUARANTEES AND INVESTMENTS

There were no loans, guarantees or investments made by the Company under Section 186 of the Companies Act, 2013 during the year under review and hence the said provision is not applicable.

RELATED PARTY TRANSACTIONS

All related party transactions that were entered into during the financial year were on an arm's length basis and were in the ordinary course of business. There are no materially significant related party transactions made by the Company with Promoters, Directors, Key Managerial Personnel or other designated persons which may have a potential conflict with the interest of the same.

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE OUTGO:

(A) **Conservation of energy and Technology absorption**
The particulars as required under the provisions of Section 134(3) (m) of the Companies Act, 2013 in respect of conservation of energy and technology absorption have not been furnished considering the nature of activities undertaken by the company during the year under review.

(B) **Foreign exchange earnings and Outgo**
There were no foreign exchange earnings and outgo during the year under review.

RISK MANAGEMENT

The Company does not have any Risk Management Policy as the element of risk threatening the Company's existence is very minimal.

DIRECTORS and KMP

Following changes have occurred in the constitution of directors of the company during the current financial years:

Sr.No	Name	Designation	Date of appointment	Date of cessation	Mode of Cessation
1	BHADRESH MEHTA	DIRECTOR	-	10.04.2017	RESIGNATION
2	PRADEEP SHAH	DIRECTOR	10.04.2017	-	-
3	VIKI SHAH	DIRECTOR	18.05.2017	-	-
4	CHINTAN SHAH	DIRECTOR	-	28.05.2017	RESIGNATION

DEPOSITS

The company has not accepted any deposits during the year.

CORPORATE SOCIAL RESPONSIBILITY

The company does not meet the criteria of Section 135 of Companies Act, 2013 read with the Companies (Corporate Social Responsibility Policy) Rules, 2014 so there is no requirement to constitute Corporate Social Responsibility Committee.

RATIO OF REMUNERATION TO EACH DIRECTOR

The information required pursuant to Section 197 read with Rule 5 of The Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 and Companies (Particulars of Employees) Rules, 1975, in respect of employees of the Company and Directors is furnished in the auditor report of the company as attached herewith.

ANNUAL EVALUATION

Pursuant to the provisions of the Companies Act, 2013, the Board has carried out an annual performance evaluation of its own performance, the directors individually as well as the evaluation of the working of its Audit, Nomination & Remuneration and Compliance Committees.

A structured questionnaire was prepared after taking into consideration inputs received from the Directors, covering various aspects of the Board's functioning such as adequacy of the composition of the Board and its Committees, Board culture, execution and performance of specific duties, obligations and governance.

INDEPENDENT DIRECTORS and DECLARATION

The Board of Directors of the Company hereby confirms that all the Independent directors duly appointed by the Company have given the declaration and they meet the criteria of independence as provided under section 149(6) of the Companies Act, 2013.

NOMINATION AND REMUNERATION COMMITTEE

As per the section 178(1) of the Companies Act, 2013 the Company's Nomination and Remuneration Committee comprises of three Directors. The table sets out the composition of the Committee:

Name of the Director	Position held in the Committee	Category of the Director
Mr. Maheshkumar C. Shah	Chairman	Non Executive Independent Director
Mr. Jayesh B. Shah	Member	Non Executive Independent Director
Mr. Bhadresh M. Mehta*	Member	Non Executive Independent Director

***NOTE:** Mr.Bhadresh M. Mehta has Resigned From the directorship of the company w.e.f. 10.04.2017 so that he also ceased to be a member of this committee and Mr. Viki Shah has appointed and took the position of Member of the committee.

Terms of Reference

The Terms of Reference of the Nomination and Remuneration Committee are as under:

1. To identify persons who are qualified to become Directors and who may be appointed in senior

   management in accordance with the criteria laid down, recommend to the Board their appointment and removal and shall carry out evaluation of every Director's performance.

2. To formulate the criteria for determining qualifications, positive attributes and independence of a Director and recommend to the Board a policy, relating to the remuneration for the Directors, Key Managerial Personnel and other employees.

3. The Nomination and Remuneration Committee shall, while formulating the policy ensure that:

   a. the level and composition of remuneration is reasonable and sufficient to attract, retain and motivate Directors of the quality required to run the Company successfully;

   b. relationship of remuneration to performance is clear and meets appropriate performance benchmarks; and

   c. remuneration to Directors, Key Managerial Personnel and senior management involves a balance between fixed and incentive pay reflecting short and long-term performance objectives appropriate to the working of the company and its goals:

4. Regularly review the Human Resource function of the Company

5. Discharge such other function(s) or exercise such power(s) as may be delegated to the Committee by the Board from time to time.

6. Make reports to the Board as appropriate.

7. Review and reassess the adequacy of this charter periodically and recommend any proposed changes to the Board for approval from time to time.

8. Any other work and policy, related and incidental to the objectives of the committee as per provisions of the Act and rules made there under.

REMUNERATION POLICY

Remuneration to Executive Directors:

The remuneration paid to Executive Directors is recommended by the Nomination and Remuneration Committee and approved by Board in Board meeting, subject to the subsequent approval of the shareholders at the General Meeting and such other authorities, as may be required. The remuneration is decided after considering various factors such as qualification, experience,

performance, responsibilities shouldered, industry standards as well as financial position of the Company.

Remuneration to Non Executive Directors:

The Non Executive Directors are paid remuneration by way of Sitting Fees and Commission. The Non Executive Directors are paid sitting fees for each meeting of the Board and Committee of Directors attended by them.

AUDIT COMMITTEE

According to Section 177 of the Companies Act, 2013 the company's Audit Committee comprised of three directors. The board has accepted the recommendations of the Audit Committee. The table sets out the composition of the Committee:

Name of the Director	Position held in the Committee	Category of the Director
Mr. Maheshkumar Shah	Chairman	Non Executive Independent Director
Mr. Jayeshkumar Shah	Member	Non Executive Independent Director
Mr. Bhadresh Shah*	Member	Non Executive Independent Director

***NOTE:** Mr.Bhadresh M. Mehta has Resigned From the directorship of the company w.e.f. 10.04.2017 so that he also ceased to be a member of this committee and Mr. Viki Shah has appointed and took the position of Member of the committee.

SECRETARIAL AUDIT REPORT

Clarification to the qualifications or adverse remarks in the Secretarial Audit Report as attached herewith.

1. The company was required to appoint CFO & CS during the year, However not found suitable and knowledgeable person who can take the responsibility for the said position of of KMP.

2. Woman director was required to get appointed as per Rule 3 of Companies Rules, 2014, as on 31.03.2018. However the company has appointed Woman Director as on 22.05.2018.

3. The company has filled the application to the Stock Exchange for revocation of suspension of trading. However the trading of the company is suspended at BSE.

4. Company was in default in following applicable SEBI (LODR) compliances.

5. E- Voting facilities was not given to the members of the company for purpose of Annual General Meeting of the company

COST AUDIT

Cost Audit is not application to the Company.

VIGIL MECHANISM

As per Section 177(9) and (10) of the Companies Act, 2013, and as per the Clause 49 of the Listing Agreement, the company has established Vigil Mechanism for directors and employees to report genuine concerns and made provisions for direct access to the chairperson of the Audit Committee. Company has formulated the present policy for establishing the vigil mechanism/ Whistle Blower Policy to safeguard the interest of its stakeholders, Directors and employees, to freely communicate and address to the Company their genuine concerns in relation to any illegal or unethical practice being carried out in the Company. The details of the Vigil Committee are annexed herewith for your kind perusal and information.

DISCLOSURE UNDER THE SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSEL) ACT, 2013:

The Company has in place an Anti Sexual Harassment Policy in line with the requirements of The Sexual Harassment of Women at the Workplace (Prevention, Prohibition & Redressal) Act, 2013. Internal Complaints Committee (ICC) has been set up to redress complaints received regarding sexual harassment. All employees (Permanent, contractual, temporary, trainees) are covered under this policy.

DETAILS OF ADEQUACY OF INTERNAL FINANCIAL CONTROLS

Your company has established adequate internal financial control systems to ensure reliable financial reporting and compliance with laws and regulations.

ACKNOWLEDGEMENT

Your Directors wish to express their grateful appreciation to the continued co-operation received from the Banks, Government Authorities, Customers, Vendors and Shareholders during the year under review. Your Directors also wish to place on record their deep sense of appreciation for the committed service of the Executives, staff and Workers of the Company.

FOR & ON BEHALF OF THE BOARD OF DIRECTORS

	SD/-	**SD/-**
DATE : AHMEDABAD	**(SANDEEP MATHUR)**	**(SEJAL SHAH)**
PLACE: 31/08/2018	**DIRECTOR**	**DIRECTOR**
	DIN:08173027	**DIN: 07489588**

FormNo.MGT-9

EXTRACTOFANNUALRETURNASONTHEFINANCIALYEARENDEDON 31.03.2018

[Pursuant to section 92(3)of the Companies Act, 2013 andrule12(1)of the Companies (Management and Administration)Rules, 2014]

I. REGISTRATION AND OTHER DETAILS:

i.	**CIN**	**L65910GJ1991PLC016289**
ii.	**Registration Date**	**19/09/1991**
iii.	**Name of the Company**	**FRONTLINE FINANCIAL SERVICES LIMITED**
iv.	**Category/Sub-Category of the Company**	**COMPANY LIMITED BY SHARES** **INDIAN NON- GOVENRMENT COMPANY**
v.	**Address of the Registered office and contact details**	**OFFICE NO 803, EIGHTH FLOOR WALLSTREET II, ELLISBRIDGE AHMEDABAD GJ 380006 IN** **CONTACT NO;- 079- 26461390** **MAIL ID:- frontlinefsl@gmail.com**
vi.	**Whether listed company**	**Yes/~~No~~**
vii.	**Name, Address and Contact details of Registrar and Transfer Agent, if any**	**LINK IN TIME INDIA PVT. LTD.** **UNIT NO. 303, 3RD FLOOR,** **SHOPPERS PLAZA V,** **OPP. MUNICIPAL MARKET,** **B/H. SHOPPERS PLAZA II,** **OFF C.G. ROAD,** **AHMEDABAD-380 009** **CONTACT NO- 079- 26465179** **MAIL ID:- ahmedabad@linkintime.co.in**

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

All The Business Activities Contributing 10% Or More Of The Total Turnover Of The Company Shall Be Stated:-

Sr. No.	Nameand Description of mainproducts/ services	NIC Code of the Product/ service	% to total turnover of the company
1	**FINANCIAL SERVICES**	**649/6499/64990**	**100.00**

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES

Sr. No.	NameAnd AddressOf The Company	CIN/GLN	Holding/ Subsidiary /Associate	%of shares held	Applicable Section
1.	**N.A.**	**N.A.**	**N.A.**	**N.A.**	**N.A.**

IV. SHARE HOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity)

i. *Category-wise Share Holding*

Category of Shareholders	No.ofSharesheldatthe beginningoftheyear				No.ofSharesheldatthe endoftheyear				% Change during theyear
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
A. Promoter									
1) Indian									
a) Individual/ HUF	**0**	**1812600**	**1812600**	**30.72**	**0**	**1812600**	**1812600**	**30.72**	**0.00**
b) Central Govt	**0**	**0**	**0**	**00.00**	**0**	**0**	**0**	**00.00**	**0.00**
c) State Govt(s)	**0**	**0**	**0**	**00.00**	**0**	**0**	**0**	**00.00**	**0.00**
d) Bodies Corp	**0**	**0**	**0**	**00.00**	**0**	**0**	**0**	**00.00**	**0.00**
e) Banks / FI	**0**	**0**	**0**	**00.00**	**0**	**0**	**0**	**00.00**	**0.00**
f) Any Other	**0**	**0**	**0**	**00.00**	**0**	**0**	**0**	**00.00**	**0.00**
Sub-total(A)(1):-	**0**	**0**	**0**	**00.00**	**0**	**0**	**0**	**00.00**	**0.00**
2) Foreign									**0.00**
g) NRIs- Individuals	**0**	**0**	**0**	**00.00**	**0**	**0**	**0**	**00.00**	**0.00**
h) Other- Individuals	**0**	**0**	**0**	**00.00**	**0**	**0**	**0**	**00.00**	**0.00**
i) Bodies Corp.	**0**	**0**	**0**	**00.00**	**0**	**0**	**0**	**00.00**	**0.00**
j) Banks / FI	**0**	**0**	**0**	**00.00**	**0**	**0**	**0**	**00.00**	**0.00**
k) Any Other….	**0**	**0**	**0**	**00.00**	**0**	**0**	**0**	**00.00**	**0.00**
Sub-total(A)(2):-	**0**	**0**	**0**	**00.00**	**0**	**0**	**0**	**00.00**	**0.00**

B. Public Shareholding									
1. *Institutions*									
a) Mutual Funds	**0**	**0**	**0**	**00.00**	**0**	**0**	**0**	**00.00**	**0.00**
b) Banks / FI	**0**	**0**	**0**	**00.00**	**0**	**0**	**0**	**00.00**	**0.00**
c) Central Govt	**0**	**0**	**0**	**00.00**	**0**	**0**	**0**	**00.00**	**0.00**
d) State Govt(s)	**0**	**0**	**0**	**00.00**	**0**	**0**	**0**	**00.00**	**0.00**
e) Venture Capital Funds	**0**	**0**	**0**	**00.00**	**0**	**0**	**0**	**00.00**	**0.00**
f) Insurance Companies	**0**	**0**	**0**	**00.00**	**0**	**0**	**0**	**00.00**	**0.00**
g) FIIs	**0**	**0**	**0**	**00.00**	**0**	**0**	**0**	**00.00**	**0.00**
h) Foreign Venture Capital Funds	**0**	**0**	**0**	**00.00**	**0**	**0**	**0**	**00.00**	**0.00**
i) Others (specify)	**0**	**0**	**0**	**00.00**	**0**	**0**	**0**	**00.00**	**0.00**
Sub-total(B)(1)	**0**	**0**	**0**	**00.00**	**0**	**0**	**0**	**00.00**	**0.00**
2. Non Institutions									**0.00**
a) Bodies Corp. (i) Indian (ii) Overseas	**0**	**0**	**0**	**00.00**	**0**	**0**	**0**	**00.00**	**0.00**
b) Individuals (i) Individual shareholders holding nominal share capital upto Rs. 1 lakh (ii) Individual shareholders holding nominal share capital in excess of Rs 1 lakh	**0** **0**	**548900** **3539600**	**548900** **3539600**	**09.31** **59.98**	**0** **0**	**548900** **3539600**	**548900** **3539600**	**09.31** **59.98**	**0.00** **0.00**
c) Others(Specify)	**0**	**0**	**0**	**00.00**	**0**	**0**	**0**	**00.00**	**0.00**
Sub-total(B)(2)	**0**	**4088500**	**4088500**	**69.28**	**0**	**4088500**	**4088500**	**69.28**	**0.00**
Total Public Shareholding (B)=(B)(1)+ (B)(2)	**0**	**4088500**	**4088500**	**69.28**	**0**	**4088500**	**4088500**	**69.28**	**0.00**
C.Shares heldby Custodianfor GDRs&ADRs	**0**	**0**	**0**	**00.00**	**0**	**0**	**0**	**00.00**	**0.00**
GrandTotal (A+B+C)	**0**	**5901100**	**5901100**	**100.00**	**0**	**5901100**	**5901100**	**100.00**	**0.00**

ii.*ShareholdingofPromoters*

Sr. No	**Shareholder's Name**	**Shareholding at the beginning of the year**			**Shareholding at the end of the year**			
		No. of Shares	% of total Shares of the compa ny	%of Shares Pledged / encumbe red to total	No. of Shares	% of total Shares of the compan y	%of Shares Pledged / encumbe red to total shares	% change in share holdi ng durin g the year
1.	Tushar Shah	107400	1.82	0.00	107400	1.82	0.00	**0.00**
2.	Chintan Shah	59700	1.01	0.00	59700	1.01	0.00	**0.00**

3.	Bhadresh Mehta	59400	1.01	0.00	59400	1.01	0.00	**0.00**
4.	Deep S.	259000	4.39	0.00	259000	4.39	0.00	**0.00**
5.	Ajitbhai Doshi	272900	4.62	0.00	272900	4.62	0.00	**0.00**
6.	Sureshbhai Gadhecha	296900	5.03	0.00	296900	5.03	0.00	**0.00**
7.	Bipinbhai	276500	4.69	0.00	276500	4.69	0.00	**0.00**
8.	Chhayaben Gadhecha	293800	4.98	0.00	293800	4.98	0.00	**0.00**
9.	Aalin Mehta	187000	3.17	0.00	187000	3.17	0.00	**0.00**
	Total	**1812600**	**30.72**	**0.00**	**1812600**	**30.72**	**0.00**	**0.00**

iii.*ChangeinPromoters'Shareholding(pleasespecify,ifthere is no change*

Sr. no		**Shareholding at the beginning of the year**		**Cumulative Shareholding during the year**	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year	**1812600**	**30.72**	**1812600**	**30.72**
	Date wise Increase / Decrease in Promoters Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	--	--	--	--
	At the End of the year	**1812600**	**30.72**	**1812600**	**30.72**

V. INDEBTEDNESS

Indebtedness oftheCompany including interestoutstanding/accrued butnotdueforpayment

	SecuredLoans excluding deposits	**Unsecured Loans**	**Deposits**	**Total Indebtedness**
Indebtedness at the beginning of the financial year				
i) Principal Amount	-	-	-	-
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not	-	-	-	-
Total(i+ii+iii)	-	-	-	-
Change in Indebtedness during the financial year				
- Addition	-	-	-	-

- Reduction	-	-	-	-
Net Change	-	-	-	-
Indebtedness at the end of the financial year **i)** Principal Amount **ii)** Interest due but notpaid iii) Interest accrued but not due	 - - -	 - - -	 - - -	 - - -
Total (i+ii+iii)	-	-	-	-

VI. REMUNERATIONOFDIRECTORSANDKEYMANAGERIAL PERSONNEL

A. RemunerationtoManagingDirector,Whole-timeDirectorsand/orManager

Sl. No.	ParticularsofRemuneration	NameofMD/WTD/ Manager				Total Amount
1.	Grosssalary (a)Salary as per provisions contain edinsection17(1) of the Income-tax Act,1961 (b)Value of per quisites u/s 17(2)Income-taxAct,1961 (c)Profits in lieu of salary under section17(3)Income- taxAct,1961	-	-	-	-	-
2.	Stock Option	-	-	-	-	-
3.	Sweat Equity	-	-	-	-	-
4.	Commission - as%ofprofit - others, specify…	-	-	-	-	-
5.	Others, please specify	-	-	-	-	-
6.	Total(A)	-	-	-	-	-
	Ceiling as per the Act	-	-	-	-	-

B. *Remunerationtootherdirectors:*

Sl. No.	ParticularsofRemuneration	NameofMD/WTD/ Manager				Total Amount
	IndependentDirectors ·Feeforattendingboard committeemeetings ·Commission ·Others,pleasespecify	-	-	-	-	-
	Total(1)	0	0	0	0	0
	OtherNon-ExecutiveDirectors ·Feeforattendingboard committeemeetings ·Commission ·Others,pleasespecify	-	-	-	-	-
	Total(2)	0	0	0	0	0
	Total(B)=(1+2)	0	0	0	0	0
	TotalManagerialRemuneration	-	-	-	-	-
	OverallCeilingaspertheAct	-	-	-	-	-

C. **RemunerationtoKeyManagerialPersonnelOtherThan MD/Manager/WTD**

Sl. no.	Particularsof Remuneration	KeyManagerialPersonnel			
		CEO	Company Secretary	CFO	Total
1.	Grosssalary (a)Salaryasper provisions containedin section17(1)of theIncome-tax Act,1961 (b)Valueof perquisitesu/s 17(2)Income-tax Act,1961 (c)Profitsinlieuof salaryundersection 17(3)Income-tax Act,1961	- - -	- - -	- - -	- - -
2.	StockOption	-	-	-	-
3.	SweatEquity	-	-	-	-
4.	Commission - as%of profit -others,specify…	-	-	-	-
5.	Others,please specify	-	-	-	-
6.	Total	-	-	-	-

VII. PENALTIES /PUNISHMENT / COMPOUNDING OF OFFENCES: N.A.

Type	Section of the companies Act	Brief description	Details of Penalty/ Punishment/Compounding fees imposed	Authority[RD /NCLT/Court]	Appeal made. If any(give details)
A.Company					
Penalty	-	-	-	-	-
Punishment	-	-	-	-	-
Compounding	-	-	-	-	-
B.Directors					
Penalty	-	-	-	-	-
Punishment	-	-	-	-	-
Compounding	-	-	-	-	-
C.OtherOfficersInDefault					
Penalty	-	-	-	-	-
Punishment	-	-	-	-	-
Compounding	-	-	-	-	-

FOR & ON BEHALF OF THE BOARD OF DIRECTORS

DATE : AHMEDABAD
PLACE: 31/08/2018

SD/-
(SANDEEP MATHUR)
DIRECTOR
DIN: 08173027

SD/-
(SEJAL SHAH)
DIRECTOR
DIN: 07489588

FRONTLINE FINANCIAL SERVICES LIMITED

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

1. Overall Review

The Growth rate has been on the downward trend as compared to the previous year as very less business activities was conducted in the year.

2. Financial Review

During the year the company has continue its business activities and earned the profit of Rs. 0.65 lacs.

3. Risk and Concern

Bullish trend in Equity Markets, Commodities and Real estate will effect volume and profitability of Government Securities business. Changes in rate of Interest will effect Company's Profitability.

4. Internal Control System and their adequacy

The internal control system is looked after by Directors themselves, who also looked after the day to day affairs to ensure compliance of guide lines and policies, adhere to the management instructions and policies to ensure improvements in the system. The Internal Audit reports are regularly reviewed by the management.

5. Environmental Issues

As the company is not in the field of manufacture, the matter relating to produce any harmful gases and the liquid effluents are not applicable.

6. Financial Performance with Respect to Operation Performance

The Company has all the plans for tight budgetary control on key operational performance indication with judicious deployment of funds without resorting to any kind borrowing where ever possible.

7. Cautionary Statement

Statement in this report on Management Discussion and Analysis may be forward looking statements within the meaning of applicable security laws or regulations. These statements are based on certain assumptions and expectations of future events. Actual results could however, differ materially, from those expressed or implied. Important factors that could make a difference to the company's operations include global and domestic demand supply conditions, finished goods prices, raw material cost and availability and changes in government regulation and tax structure, economic development within India and the countries with which the company has business contacts and other factors such as litigation and industrial relations.

The Company assumes no responsibility in respect of forward - looking statements, which may be amended or modified in future on the basis of subsequent developments, information or events.

FRONTLINE FINANCIAL SERVICES LIMITED

LIST OF COMMITTEE MEETINGS HELD DURING THE YEAR

Serial No.	Type of meeting	Dates on which the Meeting was held	Total Strength of the Board	No. of Directors Present
1	AUDIT COMMITTEE	30/05/2017	3	3
2	AUDIT COMMITTEE	14/08/2017	3	3
3	AUDIT COMMITTEE	14/11/2017	3	3
4	AUDIT COMMITTEE	14/02/2018	3	3
5	NOMINATION COMMITTEE	29/04/2017	3	3
6	NOMINATION COMMITTEE	30/06/2017	3	3
7	NOMINATION COMMITTEE	30/09/2017	3	3
8	NOMINATION COMMITTEE	30/12/2017	3	3
9	NOMINATION COMMITTEE	31/03/2018	3	3
10	STAKEHOLDERS RELATIONSHIP COMMITTEE	29/04/2017	3	3
11	STAKEHOLDERS RELATIONSHIP COMMITTEE	30/06/2017	3	3
12	STAKEHOLDERS RELATIONSHIP COMMITTEE	30/09/2017	3	3
13	STAKEHOLDERS RELATIONSHIP COMMITTEE	30/12/2017	3	3
14	STAKEHOLDERS RELATIONSHIP COMMITTEE	31/03/2018	3	3

Khushbu Trivedi& Associates

Company Secretary

B. Com., F.C.S.

308, Maurya complex
B/h. C. U. Shah College,
Income Tax, Ashram Road
Ahmedabad - 380009
(O): 079-27542504
(M): +91-8980432945
Email: khushbucs.186@gmail.com

Form No. MR-3

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

SECRETARIAL AUDIT REPORT
FOR THE FINANCIAL YEAR ENDED ON 31-03-2018

To,
The Members,
M/s. Frontline Financial Services Limited.
Ahmedabad

I have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by M/s Frontline Financial Services Limited, (hereinafter called the company). Secretarial Audit was conducted in a manner that provided me a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing my opinion thereon.

Based on my verification of the company's books, papers, minute books, forms and returns filed and other records maintained by the company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, I hereby report that in my opinion, the company has, during the audit period covering the financial year ended on 31-03-2018, complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

I have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on 31st March, 2018 according to the provisions of:

KHUSHBU TRIVEDI & ASSOCIATES * COMPANY SECRETARIES * FCS. 9151 C.P. No. 9115

(i) The Companies Act, 2013 (the Act) and the rules made there under;

(ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made there under;

(iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed there under.

(iv) Foreign Exchange Management Act, 1999 and the rules and regulations made there under to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings; NOT APPLICABLE

(v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):-

(a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;

(b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 1992;

(c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009

(d) The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999 (Not Applicable to the Company during the Audit Period);

(e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008(Not Applicable to the Company during the Audit Period);-

(f) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;

(g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009 (Not Applicable to the Company during the Audit Period); and

(h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998(Not Applicable to the Company during the Audit Period);-

(i) Other laws applicable to the company are

1. Income Tax Act, 1961
2. Professional Tax
3. Local Authority Registration at Municipal Corporation

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

(i) Secretarial Standards issued by The Institute of Company Secretaries of India.

(ii) Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

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

KHUSHI TRIVEDI & ASSOCIATES * COMPANY SECRETARIES * FCS 9151 C.P. No. 9115

- The Company was required to appoint CFO & CS during the year.

- Woman director was required to get appointed as per Rule 3 of Companies Rules, 2014 as on 31.03.2018. However the company has appointed woman director as on 22.05.2018.

- The company has filled the application to the Stock Exchange for revocation of suspension of trading. However the trading of the company is suspended at BSE.

- Company was in default in following applicable SEBI (LODR) compliances.

- E- Voting facilities was not given to the members of the company for purpose of Annual General Meeting of the company.

I further report that

The Board of Directors of the Company is not duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act.

Adequate notice is given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent at least seven days in advance, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.

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

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

KHUSHBU TRIVEDI & ASSOCIATES COMPANY SECRETARIES FCS. 9151 C.P. No. 9115

Place: Ahmedabad
Date : 31.08.2018

Signature:
Khushbu Trivedi & Associates
FCS NO- 9151.
C P No-9115

APPENDIX - A

To,
The Members
M/s. Frontline Financial Services Limited

Our report of even date is to be read along with this letter.

1. Maintenance of Secretarial records is the responsibility of the management of the Company. Our responsibility is to express an opinion on these secretarial records based on our audit as presented by management to us.

2. We have followed the audit practices and process as were appropriate to obtain reasonable assurance about the correctness of the contents of the Secretarial records. The verification was done on test basis to ensure that correct facts are reflected in Secretarial records. We believe that the process and practices, we followed provide a reasonable basis for our opinion.

3. We have not verified the correctness and appropriateness of financial records and Books of Accounts of the Company.

4. Wherever required, we have obtained the Management representation about the Compliance of laws, rules and regulations and happening of events etc.

5. The Compliance of the provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of the management. Our examination was limited to the verification of procedure on test basis.

6. The Secretarial Audit report is neither an assurance as to the future viability of the Company nor of the efficacy or effectiveness with which the management has conducted the affairs of the Company.

Place: Ahmedabad
Date : 31.08.2018

Signature:
Khushbu Trivedi & Associates
FCS NO- 9151
C P No-9115

Independent Auditor's Report

To the Members of M/s. Frontline Financial Services Limited

Report on the Standalone Financial Statements

Opinion

We have audited the financial statements of Frontline Financial Services Limited ("the Company"), which comprise the balance sheet as at 31st March 2018, and the statement of Profit and Loss, (statement of changes in equity) and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

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, of the state of affairs of the Company as at March 31, 2018, and profit/loss, (changes 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

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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.

Key Audit Matters

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

[Description of each key audit matter in accordance with SA 701.]

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 of these financial statements that give a true and fair view of the financial position, financial performance, (changes in equity) 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. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate implementation and maintenance of accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

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Auditor's Responsibilities for the Audit of the Financial Statements

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

Report on Other Legal and Regulatory Requirements

As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the Annexure a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

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, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.

e) 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.

f) On the basis of the written representations received from the directors as on 31st March, 2018 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2018 from being appointed as a director in terms of Section 164 (2) of the Act.

g) 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 A".

KAMLESH BHOJANI & ASSOCIATES
AHMEDABAD
M. No. 119808
FRN. 127505W
CHARTERED ACCOUNTANTS

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

i. The company does not have any pending litigations which would impact its financial statement.

ii. The company did not have any long term contracts including derivative contracts; as such the question of commenting on any material foreseeable losses thereon does not arise.

iii. There has not been an occasion in case of the company during the year under report to transfer any sums to the Investors Education and Protection Fund. The question of delay in transferring such sums does not arise.

For, Kamlesh Bhojani & Associates
Chartered Accountants
(Firm's Registration No.127505W)

KAMLESH BHOJANI & ASSOCIATES * CHARTERED ACCOUNTANTS * AHMEDABAD M. No. 119808 FRN. 127505W

(KAMLESH BHOJANI)
(PROPRETOR)
(M No. 119808)

Place : Ahmedabad
Date : 30/05/2018

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ANNEXURE TO INDEPENDENT AUDITORS' REPORT Annexure 'A'

Referred to in Paragraph 1 under the heading of "Report on other Legal and Regulatory Requirements" of our report of even date

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

i.
   a. There is no Fixed Asset at year end.

ii. There is no Inventory at year end.

iii. According to the information and explanations given to us and on the basis of our examination of the books of account, the Company has not granted any loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or other parties listed in the register maintained under Section 189 of the Companies Act, 2013.Consequently, the provisions of clauses iii (a), (b) and (c)of the order are not applicable to the Company.

iv. In our opinion and according to the information and explanations given to us, company has complied with the provision of section 185 and 186 of the Companies Act, 2013 In respect of loans, investment, guarantees, and security.

v. The company has not accepted any deposits from the public and hence the directives issued by the Reserve Bank of India and the provision of sections 73 to 76 or any other relevant provisions of the Act and the Companies (Acceptance of Deposit) Rules,2015 with regards to the deposits accepted from the public are not applicable.

vi. As per information & explanation given by the management, maintenance of cost records has not been specified by the Central Government under sub-section (1) of section 148of the Companies Act, 2013.

vii. According to information and explanations given to us and on basis of our examination of the books of account, and records, the company has been generally regular in depositing undisputed statutory dues including Income-tax, Sales-tax, Service Tax, Custom Duty, Excise Duty, value added tax,cess and any other statutory dues with the appropriate authorities. According to the information and explanations given to us there were no outstanding statutory dues as on 31st of March, 2018 for a period of more than six months from the date they became payable.

viii. In our opinion and according to the information and explanations given by the management, we are of the opinion that, the Company has not defaulted in repayment of dues to a financial institution or bank. The Company has not taken any loan either from financial institutions or from the government and has not issued any debentures.

ix. Based on our audit procedures and according to the information given by the management, the company has not raised any money by way of initial public offer or further public offer (including debt instruments) or taken any term loan during the year.

x. According to the information and explanations given to us, we report that no fraud by the company or any fraud on the Company by its officers or employees has been noticed or reported during the year.

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xi. According to the information and explanations given to us, we report that managerial remuneration has been paid or provided in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Companies Act.

xii. The company is not a Nidhi Company. Therefore clause (xii) of the order is not applicable to the company.

xiii. According to the information and explanations given to us,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 etc. as required by the applicable accounting standards.

xiv. Based upon the audit procedures performed and the information and explanations given by the management, the company has made preferential allotment during the year under review.

xv. Based upon the audit procedures performed and the information and explanations given by the management, the company has not entered into any non-cash transactions with directors or person connected with him. Accordingly, the provision of clause 3 (xv) of the Order are not applicable to the Company and hence not commented upon.

xvi. In our opinion, the company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. And accordingly, the provisions of clause 3 (xvi) of the Order are not applicable to the Company and hence not commented upon.

For, Kamlesh Bhojani & Associates
Chartered Accountants
(Firm's Registration No.127505W)

(KAMLESH BHOJANI)
(PROPRETOR)
(M No. 119808)

Place : Ahmedabad
Date : 30/05/2018

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M/s FRONTLINE FINANCIAL SERVICES LIMITED

NOTES ANNEXED TO AND FORMING PART OF ACCOUNTS FOR THE YEAR ENDED 31ST MARCH, 2018

Notes to Balance sheet and Profit & Loss Account

1. **Significant Accounting Policies-**

i) Basis of Accounting:

Financial Statement is prepared under historical cost convention on a accrual basis in accordance with the requirements of the Companies Act. 2013.

ii) Fixed Assets and Depreciation

a) The Fixed assets are stand at cost of acquisition inclusive of freight, duties, taxes, and inclusive of expenses.

b) Depreciation:

(i) Depreciation on fixed assets is provided on "Written down Value Method" at the rate and in the manner prescribed in Schedule II of the Companies Act, 2013.

ii) INVENTORIES

Inventories are stated at Cost or NRV whichever is lower.

iii) MISCELLANEOUS EXPENSES

Balance of Preliminary Expenditure at the year end is Nil.

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iv) CONTINGENT LIABILITIES

No provision is made for liabilities, which are contingent in nature but, if material the same is disclosed by way of notes to the accounts.

2. Deferred Tax

Deferred Tax is calculated at the tax rate and laws that have been enacted or subsequently enacted as of the Balance Sheet date and is recognized on timing difference that originate in one period and are capable of reversing in one period and are capable of reversing in one or more subsequent period. Deferred Tax, subject to consideration of prudence are recognized and carried forward only to the extent that they can be realized

Deferred Tax Assets

On account of Depreciation on Fixed Assets Rs. NIL/-

3. None of the employees of the Company has crossed the Limits Prescribed u/s. 217 (2A) of the Companies (Particulars of Employees) Amendment Rules, 1988 during the year.

4. (a) Value of Import calculates on CIF basis

		Current year	Previous year
1.	Raw Material	N.A.	(N.A.)
2.	Components & Spare Parts	N.A.	(N.A.)
3.	Capital Goods	N.A.	(N.A.)
(b)	Expenditure in Foreign Currency	Nil	Nil
(c)	Amount remitted in foreign currency On account of divided to Non Resident	Nil	Nil

KAILESH BHOJANI & ASSOCIATES * CHARTERED ACCOUNTANTS * AHMEDABAD M. No. 119808 FRN. 127505W

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M/s FRONTLINE FINANCIAL SERVICES LIMITED

5. Auditors Remuneration

	As at 2017-2018	As at 2016-2017
a) Audit Fees	15,000.00	15,000.00

6. In the opinion of the Board, Current Assets, Loans and Advances have the value at which they are stated in the Balance Sheet, if realised in the ordinary course of business and are subject to confirmation.

7. Additional Information under Schedule III of the Companies Act, 2013: Nil

8. Previous Year's figure have been re-grouped / rearranged wherever essential.

9. All the Balances of Sundry Creditors, and Sundry Debtors are subject to confirmation and realized in the ordinary course of business.

10. Cash on hand at the year end certified by the management. Moreover we are not physically verified the Cash Balance as on 31-03-2018.

FOR, KAMLESH BHOJANI & ASS.
CHARTERED ACCOUNTANTS

(KAMLESHBHOJANI)
PROPRIETOR
Membership # 119808
FRN No. 127505W

KAMLESH BHOJANI & ASSOCIATES * CHARTERED ACCOUNTANTS * AHMEDABAD M. No. 119808 FRN. 127505W

Place: Ahmedabad
Date: 30th May, 2018

FOR, FRONTLINE FINANCIAL SERVICES LTD

DIRECTOR
VIKI SHAH

DIRECTOR
PRADEEP SHAH

Place: Ahmedabad
Date: 30th May, 2018

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Frontline Financial Services Limited
Balance Sheet as at 31st March, 2018

in Rs.

Particulars	Note No	March 31, 2018	March 31, 2017	March 31, 2016
ASSETS				
(1) Non-Current Assets				
(a) Property, Plant and Equipment	2	-	436,016	436,016
(b) Capital Work-in-Progress		-	-	-
(c) Intangible Assets		-	-	-
(d) Financial Assets				
(i) Investments		-	-	-
(ii) Loans		-	-	-
(iii) Other financial assets		-	-	-
(e) Other Non-Current Assets	3	10,000,000	10,000,000	10,000,000
(2) Current Assets				
(a) Inventories		-	-	-
(b) Financial Assets				
(i) Investment		-	-	-
(ii) Trade Receivables	4	29,643	25,678	2,319,871
(iii) Cash and Cash Equivalents	5	470,299	21,759	288,808
(iv) Bank Balances (Other than (iii) above)	5	41,523	42,172	2,489
(v) Loans	6	53,107,497	53,039,525	50,750,525
(vi) Other financial assets		-	-	-
(c) Other Current Assets		-	-	-
TOTAL ASSETS		63,648,962	63,565,150	63,797,709
EQUITY AND LIABILITIES				
EQUITY				
(a) Equity Share Capital	7	59,011,000	59,011,000	59,011,000
(b) Other Equity	8	4,565,793	4,500,958	4,700,932
LIABILITIES				
(1) Non-Current Liabilities				
(a) Financial Liabilities				
(i) Borrowings		-	-	-
(ii) Other financial liabilities		-	-	-
(b) Provisions		-	-	-
(c) Deferred Tax Liabilities (net)		-	-	-
(2) Current Liabilities				
(a) Financial Liabilities				
(i) Borrowings		-	-	-
(ii) Trade Payables	9	34,684	23,451	-
(iii) Other financial liabilities		-	-	-
(b) Other current liabilities		-	-	-
(c) Provisions	10	37,485	29,741	85,777
(d) Current tax liabilities (Net)		-	-	-
TOTAL EQUITY & LIABILITIES		63,648,962	63,565,150	63,797,709

Significant Accounting Policies and other accompanying Notes (1 to 19) form an integral part of the Financial Statements
As per our report of even date

FOR, KAMLESH BHOJANI & ASSOCIATES
Chartered Accountants

KAMLESH BHOJANI
Proprietor
Membership No. 119808
Firm Registration No 127505W

KAMLESH BHOJANI & ASSOCIATES * AHMEDABAD M No. 119808 FRN. 127505W * CHARTERED ACCOUNTANTS

Place : Ahmedabad
Date : 30/05/2018

FOR AND ON BEHALF OF THE BOARD

VIKI SHAH
Director

PRADEEP SHAH
Director

Place : Ahmedabad
Date : 30/05/2018

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Frontline Financial Services Limited
Statement of Profit & Loss for the year ended 31st March, 2018

Particulars	Note No	For the year ended March 31, 2018	For the year ended March 31, 2017
Revenue from Operations	11	3,840,000.00	2,537,831.00
Other Income			
TOTAL INCOME		3,840,000.00	2,537,831.00
EXPENSES			
Purchase of Stock in Trade	12	3,400,000.00	2,205,369.00
Employee Benefits Expense	13	240,000.00	96,000.00
Other Expenses	14	112,680.00	187,112.00
TOTAL EXPENSES		3,752,680.00	2,488,481.00
Profit before tax		87,320.00	49,350.00
Tax Expense:			
(1) Current Tax		22,485.00	14,741.00
(2) Deferred Tax		-	-
Profit for the year		64,835.00	34,609.00
OTHER COMPREHENSIVE INCOME			
i. Items that will not be reclassified to profit or loss		-	-
ii. Income tax relating to items that will not be reclassified to profit or loss		-	-
Other Comprehensive Income for the year (net of tax)		-	-
Total Comprehensive Income for the year		64,835.00	34,609.00
Earning per equity share(Face Value Rs. 10/- each) Basic and Diluted (Rs.)			

Significant Accounting Policies and other accompanying Notes (1 to 19) form an integral part of the Financial Statements

As per our report of even date

FOR, KAMLESH BHOJANI & ASSOCIATES
Chartered Accountants

KAMLESH BHOJANI
Proprietor
Membership No. 119808
Firm Registration No 127505W

KAMLESH BHOJANI & ASSOCIATES * AHMEDABAD M. No. 119808 FRN. 127505W * CHARTERED ACCOUNTANTS

Place : Ahmedabad
Date : 30/05/2018

For and on behalf of the Board

FOR AND ON BEHALF OF THE BOARD

VIKI SHAH
Director

PRADEEP SHAH
Director

Place : Ahmedabad
Date : 30/05/2018

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Frontline Financial Services Limited
STATEMENT OF CASH FLOW FOR THE YEAR ENDED MARCH 31, 2018

	For the year ended March 31, 2018		For the year ended March 31, 2017	
A.CASH FLOW FROM OPERATING ACTIVITIES				
Profit before Tax		87,320		49,350
Add Depreciation and amortisation expenses	-		-	
Tranfer to Reserve	-		-	
Bad debts	-		-	
Miscellaneous Expenses Ammortized	-		-	
Impairment Allowances for doubtful debts	-		-	
Finance Cost	-	-	-	-
		87,320		49,350
Less Interest Income	-		-	
Dividend Income from Investments	-		-	
Net gain/(loss) on sale of Current Investments	-		-	
Net gain/(loss) on Fair Valuation of current investments	-		-	
Net gain/(loss) on Foreign Exchange fluctuation and translation	-		-	
Provisions / Liabilities no longer required written back	-		-234,583	
Profit/(Loss) on sale / discard of Fixed Assets (Net)	-	-	-	-234,583
Operating Profit before Working Capital changes		87,320		-185,233
Less: Increase/(Decrease) in Inventories				
Increase/(Decrease) in Trade Receivables	3,965		2,294,193	
Increase/(Decrease) in Loans & advances, other financial and non-financial assets	67,972		-2,289,000	
(Increase)/Decrease in Trade Payables, other financial and non-financial liabilities and provisions	-18,977	52,960	-32,585	-27,392
Cash generated from Operations		34,360		-212,625
Less: Direct Taxes paid (Net)		22,485		14,741
Net cash flow from Operating activities		11,875		-227,366
B. CASH FLOW FROM INVESTING ACTIVITIES				
Purchase of Property, Plant and Equipment, Intangible Assets and movements in Capital work in progress	-		-	
Fixed Assets sold/discarded	436,016		-	
(Purchase)/Sale of Investment (net)	-		-	
Advances and Loans to subsidiaries	-		-	
Interest received	-		-	
Dividend received	-		-	
Investment in bank deposits (having original maturity of more than 3 months)	-	436,016	-	-
Net Cash flow from Investing activities		436,016		-
C. CASH FLOW FROM FINANCING ACTIVITIES				
Proceeds/(Repayments) from short term borrowings (net)	-		-	
Proceeds/(Redemption / Repayment) of Long Term Debentures/Term Loan	-		-	
Interest and other borrowing cost paid	-		-	
Dividend paid	-		-	
Tax on Dividend	-	-	-	-
Net cash flow from Financing activities		-		-
Cash and Cash equivalents (A+B+C)		447,891		-227,366
Cash and Cash equivalents as at 1st April		63,931		291,297
Cash and Cash equivalents as at 31st March (refer note no. 4)		511,822		63,931

Note :

1. The above Statement of Cash Flows has been prepared under the 'Indirect Method' as set out in Ind AS 7, 'Statement of Cash Flows' as notified under Companies Act, 2013.

Significant Accounting Policies and other accompanying Notes (1 to 19) form an integral part of the Financial Statements
As per our report of even date

FOR, KAMLESH BHOJANI & ASSOCIATES
Chartered Accountants

KAMLESH BHOJANI
Proprietor
Membership No. 119808
Firm Registration No 127505W

KAMLESH BHOJANI & ASSOCIATES CHARTERED ACCOUNTANTS AHMEDABAD M. No. 119808 FRN. 127505W

Place : Ahmedabad
Date : 30/05/2018

FOR AND ON BEHALF OF THE BOARD

VIKI SHAH
Director

PRADEEP SHAH
Director

Place : Ahmedabad
Date : 30/05/2018

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Frontline Financial Services Limited

Statement of Changes in Equity for the year ended 31st March, 2018

(i) Equity Share Capital

Particulars	In Rs lakh
Balance as at April 1,2016	520.49
Changes during the year	-
Balance as at March 31,2017	520.49
Changes during the year	-
Balance as at March 31,2018	520.49

(ii) Other Equity
As at March 31,2018

Particulars	Reserves & Surplus				Items of Other Comprehensive Income	Equity Instrument through Other Comprehensive Income	Total
	Capital Reserve	Central State Subsidy	General Reserve	Retained Earnings	Remeasurements of the Defined Benefit Plans		
Balance as at March 31, 2017	-	-	4,500,958	-	-	-	4,500,958
Total comprehensive income for the	-	-		64,835	-	-	64,835
Transferred from Retained earnings to General Reserve	-	-	-	-	-	-	-
Transfer to Retained earning on disposal of Equity Instruments	-	-		-	-	-	-
Interim Dividend including tax thereon	-	-	-	-	-	-	-
Balance as at March 31, 2018	-	-	4,500,958	64,835	-	-	4,565,793
As at March 31, 2017							
Balance as at April 1, 2016	-	-	4,700,932	-	-	-	-
Total comprehensive income for the	-	-	-	34,609	-	-	34,609
Transferred from Retained earnings to General Reserve		-	-	-	-	-	-
Transfer to Retained earning on disposal of Equity Instruments	-	-	-	-	-	-	-
Final Dividend including tax thereon	-	-	-	-	-	-	-
Interim Dividend including tax thereon	-	-	-	-	-	-	-
Balance as at March 31, 2017	-	-	4,700,933	34,609	-	-	4,735,541

Significant Accounting Policies and other accompanying Notes (1 to 19) form an integral part of the Financial Statements
As per our report of even date

FOR, KAMLESH BHOJANI & ASSOCIATES
Chartered Accountants

KAMLESH BHOJANI
Proprietor
Membership No. 119808
Firm Registration No 127505W

Place : Ahmedabad
Date : 30/05/2018

KAMLESH BHOJANI & ASSOCIATES * AHMEDABAD M. No. 119808 FRN. 127505W * CHARTERED ACCOUNTANTS

FOR AND ON BEHALF OF THE BOARD

VIKI SHAH
Director

PRADEEP SHAH
Director

Place : Ahmedabad
Date : 30/05/2018

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Frontline Financial Services Limited

Notes: Forming Part of the Financial Statement as at 31st March, 2018
Note:-1

I. CORPORATE INFORMATION

M/s. Positive Electronics Limited is a public limited company incorporated under the provisions of Companies Act, 1956 and having its registered office at Kolkata in the state of West bengal.

II. STATEMENT OF COMPLIANCE :

The Company has adopted Indian Accounting Standards (referred to as "Ind AS") notified under the Companies (Indian Accounting Standards) Rules, 2015 (as amended) read with Section 133 of the Companies Act, 2013 ("the Act") with effect from April 1, 2017 and therefore Ind ASs issued, notified and made effective till the financial statements are authorized have been considered for the purpose of preparation of these financial statements.

These are the Company's first Ind AS Standalone Financial Statements and the date of transition to Ind AS as required has been considered to be April 1, 2017.

The financial statement up to the year ended March 31, 2018, were prepared under the historical cost convention on accrual basis in accordance with the Generally Accepted Accounting Principles and Accounting Standards as prescribed under the provisions of the Companies Act, 2013 read with the Companies (Accounts) Rules, 2014 then applicable (Previous GAAP) to the Company. Previous period figures in the Financial Statements have been re-casted/restated to make it comparable with current year's figure.

In accordance with Ind AS 101-"First Time adoption of Indian Accounting Standards" (Ind AS 101), the Company does not have any transition effect between Shareholders' equity as given earlier under Previous GAAP and those considered in these accounts as per Ind AS as at March 31, 2018, and April 1, 2017 and also the Net Profit as per Previous GAAP and those arrived at including Other Comprehensive Income under Ind AS for the year ended March 31, 2018.

III. SIGNIFICANT ACCOUNTING POLICIES :

1. BASIS OF ACCOUNTING:

The Financial Statements have been prepared under the historical cost convention on accrual basis excepting certain financial instruments which are measured in terms of relevant Ind AS at fair value/ amortized costs at the end of each reporting period and investment in one of its subsidiary which as on the date of transition have been fair valued to be considered as deemed cost.

2. PLANT, PROPERTY & EQUIPMENT

Property, Plant and Equipment are stated at cost of acquisition, construction and subsequent improvements thereto less accumulated depreciation and impairment losses, if any. For this purpose cost include deemed cost on the date of transition and adjustment for exchange difference wherever applicable and comprises purchase price of assets or its construction cost including duties and taxes, inward freight and other expenses incidental to acquisition or installation and any cost directly attributable to bring the asset into the location and condition necessary for it to be capable of operating in the manner intended for its use. For major projects and capital installations, interest and other costs incurred on / related to borrowings to finance such projects or fixed assets during construction period and related pre-operative expenses are capitalized.

3. REVENUE RECOGNITION

Revenue from sale of goods rendered is recognised upon passage of title.

4.TAXATION OF INCOME

Tax expenses comprises of current and deferred tax. Current income tax is measured at the amount expected to be paid to the tax authorities in accordance with the Income Tax Act, 1961. Deferred taxes reflects the impact of current year timing diffrences between taxable income and accouting income for the year and reversal of timing diffrences of earlier year.

KAMLESH BAID & ASSOCIATES
AHMEDABAD
M No. 119808
FRN. 127505W
CHARTERED ACCOUNTANTS

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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 adjustment of all the effects of dilutive potential equity shares from the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period.

6. INVENTORIES

Inventories are valued at lower of cost or net realisable value.
Costs for the purpose of Raw materials, stores and spares and consumables comprise of the respective purchase costs including non-reimbursable duties and taxes. Cost for carriage, clearing and forwarding are included in

7. Provisions, Contingent Liabilities and Contingent Assets

Provisions involving substantial degree of estimation in measurement are recognized when there is a legal or constructive obligation as a result of past events and it is probable that there will be an outflow of resources and a reliable estimate can be made of the amount of obligation. Provisions are not recognised for future operating losses. The amount recognized as a provision is the best estimate of the consideration required to settle the present obligation at the end of the reporting period, taking into account the risks and uncertainties surrounding Contingent liabilities are not recognized and are disclosed by way of notes to the financial statements when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company or when there is a present obligation that arises from past events where it is either not probable that an outflow of resources will be required to settle the same or a reliable estimate of the amount in this respect cannot be made.
Contingent assets are not recognised but disclosed in the Financial Statements by way of notes to accounts when an inflow of economic benefits is probable.

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Frontline Financial Services Limited

Notes: Forming Part of the Provisional Financial Statement as at 31st March, 2018

Note : 3 Current Investments

Sr. No	Particulars	As at 31.03.2018	As at 31.03.2017
		Rs	Rs
	Plot at Sanand	5,220,000	5,220,000
	Premises	4,780,000	4,780,000
	Total	10,000,000	10,000,000

Note : 4 Trade Receivable

Sr. No	Particulars	As at 31.03.2018	As at 31.03.2017
		Rs	Rs
	Trade receivables oustanding for a period less than six months from the date they are due for payment		
	Secured, Considered Good	-	-
	Unsecured, Considered Good	29,643	25,678
	Doubtful	-	-
	Trade receivables oustanding for a period more than six months from the date they are due for payment		
	Secured, Considered Good	-	-
	Unsecured, Considered Good	-	-
	Doubtful	-	-
	Total	29,643	25,678

Note : 5 Cash and Cash Equivalents

Sr. No	Particulars	As at 31.03.2018	As at 31.03.2017
		Rs	Rs
1	Cash on Hand (As certified by Management)	470,299	21,759
2	Balances with Bank in current accounts	41,523	42,172
	Total	511,822	63,931

Note : 6 Short Term Loans & Advances

Sr. No	Particulars	As at 31.03.2018	As at 31.03.2017
		Rs	Rs
1	Others	53,107,497	53,039,525
	Total	53,107,497	53,039,525

KAMLESH BHOJANI & ASSOCIATES * AHMEDABAD M. No. 119808 F.R.N. 127505W * CHARTERED ACCOUNTANTS

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Frontline Financial Services Limited

Notes: Forming Part of the Provisional Financial Statement as at 31st March, 2018

Note : 7 Share Capital

Sl. No	Particulars	As at 31.03.2018		As at 31.03.2017	
		No of Shares	Amount in Rs	No of Shares	Amount in Rs
a)	AUTHORISED CAPITAL Equity Shares of Rs. 10/- each.	6,000,000	60,000,000	6,000,000	60,000,000
		6,000,000	60,000,000	6,000,000	60,000,000
b)	ISSUED , SUBSCRIBED & FULLY PAID UP Equity Shares of Rs 10/- Each , Fully paid up				
	Balance at the beginning of the year	5,901,100	59,011,000	5,901,100	59,011,000
	Balance at the end of the year	5,901,100	59,011,000	5,901,100	59,011,000
	Total	5,901,100	59,011,000	5,901,100	59,011,000

Rights, Preferences and Restrictions attached to Equity Shares

The Company has only one class of Equity Shares having a par Value of Rs 10 per share. Each Shareholder is eligible for one vote per share held. All Shares have equal rights in respect of distribution of dividend and repayment of capital. No shares have any restrictions in respect of distribution of dividend and repayment of capital.

Shares reserved for issued

No Equity Shares have been reserved for issue under option and contracts/commitments for sale of shares/disinvestment as at Balance Sheet date.

KAMLESH BHOJANI & ASSOCIATES
AHMEDABAD
M. No. 119608
FRN. 127505W
CHARTERED ACCOUNTANTS

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Frontline Financial Services Limited

Notes: Forming Part of the Provisional Financial Statement as at 31st March, 2018

Note : 8 Reserve & Surplus

Sr. No	Particulars	As at 31.03.2018	As at 31.03.2017
		Rs	Rs
1	Surplus in Statement of Profit & Loss		
	Balance at the beginning of the year	4,500,958	4,700,932
	Add: Profit for the year	64,835	34,609
	Balance at the end of the year	4,565,793	4,735,541
	Less: Appropriations	-	234,583
	Total	4,565,793	4,500,958

Note : 9 Trade Payables

Sr. No	Particulars	As at 31.03.2018	As at 31.03.2017
		Rs	Rs
	For Goods	-	-
	For Expenses	34,684	23,451.00
	Total	34,684	23,451.00

Note : 10 Short Term Provision

Sr. No	Particulars	As at 31.03.2018	As at 31.03.2017
		Rs	Rs
1	Provision for Expenses	15,000.00	15,000.00
2	Provision for Income Tax (Net)	22,485.00	14,741.00
	Total	37,485.00	29,741.00

KAMLESH BHOJANI & ASSOCIATES * CHARTERED ACCOUNTANTS * AHMEDABAD M. No. 119608 FRN. 127505W

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11 Revenue from operations

in Rs.

Particulars	For The Year Ended March 31, 2018	For The Year Ended March 31, 2017
Sale of Service	3,840,000.00	2,537,831.00
TOTAL	3,840,000.00	2,537,831.00

12 Cost of Material Consumed

in Rs.

Particulars	For The Year Ended March 31, 2018	For The Year Ended March 31, 2017
Opening Stock (Including Consumables)	-	-
Purchases During the Year	3,400,000.00	2,205,369.00
Less: Closing Stock (Including Consumables)	-	-
TOTAL	3,400,000.00	2,205,369.00

13 Employee Benefit Expenses

in Rs.

Particulars	For The Year Ended March 31, 2018	For The Year Ended March 31, 2017
Salaries, Wages and Bonus	240,000.00	96,000.00
TOTAL	240,000.00	96,000.00

14 Other Expenses

in Rs.

Particulars	For The Year Ended March 31 , 2018	For The Year Ended March 31, 2017
Accounting Fees	5,000.00	5,000.00
Bank Charges	1,645.00	1,500.00
Conveyance Expenses	17,294.00	14,663.00
Interest Expenses	2,675.00	2,000.00
Miscellaneous Expenses	37,832.00	12,336.00
Postage & Courier Expenses	9,425.00	29,663.00
Professional Fees	5,500.00	5,000.00
Site Expenses	-	80,336.00
Stationery Expenses	15,741.00	20,114.00
Telephone Expenses	2,568.00	1,500.00
Auditor's Remuneration		
Audit Fees	15,000.00	15,000.00
TOTAL	112,680.00	187,112.00

KAMLESH BHOJANI & ASSOCIATES * AHMEDABAD M. No. 119808 FRN. 127505W * CHARTERED ACCOUNTANTS *

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Frontline Financial Services Limited

Notes Forming Part of the Financial Statement as at 31st March, 2018

Note : 15 Earning Per Equity Share (EPS)

	Particulars	As at 31.03.2018 Amount in Rs	As at 31.03.2017 Amount in Rs
1	Basic EPS		
	a. Net Profit /(Loss) after Tax	64,835	34,608
		34,608	80,224
	b. Paid up Equity Capital (Rs. 10 each)	59,011,000	59,011,000
		(59,011,000)	52,049,000
	c. Basic EPS (a*10/b)	0.01	0.01
		0.01	(0.00)
2	Diluted EPS		
	a. Net Profit /(Loss) after Tax per Accounts	64,835	34,608
		34,608	80,224
	b. Paid up Equity Capital (Rs. 10 each)	59,011,000	59,011,000
		(59,011,000)	52,049,000
	c. Diluted EPS (a*10/b)	0.01	0.01
		0.01	(0.00)

Note : 16

Previous year's figures have been regrouped/ reclassified wherever necessary to correspond with the current year's classification/ disclosure.

Signature to Note No. 1 to 16

Significant Accounting Policies and other accompanying Notes (1 to 19) form an integral part of the Financial Statements

As per our report of even date

FOR, KAMLESH BHOJANI & ASSOCIATES
Chartered Accountants

KAMLESH BHOJANI
Proprietor
Membership No. 119808
Firm Registration No 127505W

KAMLESH BHOJANI & ASSOCIATES * AHMEDABAD M. No 119808 FRN. 127505W * CHARTERED ACCOUNTANTS

Place : Ahmedabad
Date : 30/05/2018

FOR AND ON BEHALF OF THE BOARD

VIKI SHAH
Director

PRADEEP SHAH
Director

Place : Ahmedabad
Date : 30/05/2018

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Frontline Financial Services Limited

Notes forming part of accounts

2 Property, Plant and Equipment

[Amount in Rs.]

Sr. No.	Particulars	GROSS BLOCK (At cost)				DEPRECIATION				NET BLOCK	
		As at 01/04/2017	Additions	Deduction	As at 31/03/2018	Up to 01/04/2017	For the year	Adjustments	Up to 31/03/2018	As at 31/03/2018	As at 31/03/2017
1	Air Conditioner	2 636	-	-	2 636	-	-	(2 636)	-	-	2 636
2	Car	4 22 320	-	-	4 22 320	-	-	(4 22 320)	-	-	4 22 320
3	EPABX	2 438	-	-	2 438	-	-	(2 438)	-	-	2 438
4	Furniture & Fixtures	6 310	-	-	6 310	-	-	(6 310)	-	-	6 310
5	Office Equipment	2 312	-	-	2 312	-	-	(2 312)	-	-	2 312
		4 36 016	-	-	**4 36 016**	-	-	**(4 36 016)**	-	-	**4 36 016**
		4 36 016	-	-	4 36 016	-	-	-	-	4 36 016	4 36 016

KAMLESH BHOJANI & ASSOCIATES * CHARTERED ACCOUNTANTS * AHMEDABAD M. No. 119808 FRN. 127505W

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Frontline Financial Services Limited

Notes forming part of accounts

2 **Property, Plant and Equipment**

[Amount in Rs.]

Sr. No.	Particulars	GROSS BLOCK (At cost)				DEPRECIATION				NET BLOCK	
		As at 01/04/2017	Additions	Deduction	As at 31/03/2018	Up to 01/04/2017	For the year	Adjustments	Up to 31/03/2018	As at 31/03/2018	As at 31/03/2017
1	Air Conditioner	2 636	-	-	2 636	-	-	(2 636)	-	-	2 636
2	Car	4 22 320	-	-	4 22 320	-	-	(4 22 320)	-	-	4 22 320
3	EPABX	2 438	-	-	2 438	-	-	(2 438)	-	-	2 438
4	Furniture & Fixtures	6 310	-	-	6 310	-	-	(6 310)	-	-	6 310
5	Office Equipment	2 312	-	-	2 312	-	-	(2 312)	-	-	2 312
		4 36 016	**-**	**-**	**4 36 016**	**-**	**-**	**(4 36 016)**	**-**	**-**	**4 36 016**
		4 36 016	-	-	4 36 016	-	-	-	-	4 36 016	4 36 016

KAMLESH BHOJANI & ASSOCIATES * CHARTERED ACCOUNTANTS * AHMEDABAD M. No. 119803 FRN. 127505W

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ANNEXURE I

Statement on Impact of Audit Qualifications (for audit report with modified opinion) submitted along-with Annual Audited Financial Results - *(Standalone and Consolidated separately)*

FRONTLINE FINANCIAL SERVICES LIMITED

Statement on Impact of Audit Qualifications for the Financial Year ended March 31, 2018

[See Regulation 33 / 52 of the SEBI (LODR) (Amendment) Regulations, 2016]

I.	SL No.	Particulars	Audited Figures (In Rs.) (as reported before adjusting for qualifications)	Adjusted Figures (In Rs.) (audited figures after adjusting for qualifications)
	1.	Turnover / Total income	**3,840,000**	**3,840,000**
	2.	Total Expenditure	**3,752,680**	**3,752,680**
	3.	Net Profit/(Loss)	**64,835**	**64,835**
	4.	Earnings Per Share	**0.01**	**0.01**
	5.	Total Assets	**63,648,962**	**63,648,962**
	6.	Total Liabilities	**72,169**	**72,169**
	7.	Net Worth	**63,576,793**	**63,576,793**
	8.	Any other financial item(s) (as felt appropriate by the management)	**-**	**-**

II.	**Audit Qualification (each audit qualification separately):** **a. Details of Audit Qualification: N.A.** **b. Type of Audit Qualification: N.A.** **c. Frequency of qualification: N.A.** **d. For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views: N.A.** **e. For Audit Qualification(s) where the impact is not quantified by the auditor:** **(i) Management's estimation on the impact of audit qualification:** **(ii) If management is unable to estimate the impact, reasons for the same:** **(iii) Auditors' Comments on (i) or (ii) above**
III.	**Signatories:** • **Director** **Sd/-** **Mr. Sandeep Mathur** • **Statutory Auditor** **Sd/-** **Mr. Kamlesh Bhojani** **Place: Ahmedabad** **Date: 30.05.2018**

ATTENDANCE SLIP

I/We.....R/o…….. hereby record my/our presence at the Annual General Meeting of the Company on Saturday, 29th day of September, 2018 at 11.00 A.M at OFFICE NO 803, EIGHTH FLOOR WALLSTREET II, ELLISBRIDGE AHMEDABAD 380006 IN

DPID * :	Folio No. :
Client Id * :	No. of Shares :

* Applicable for investors holding shares in electronic form.

Signature of shareholder(s)/proxy

Note:

1. Please fill this attendance slip and hand it over at the entrance of the hall.

2. Please complete the Folio / DP ID-Client ID No. and name, sign this Attendance Slip and hand it over at the Attendance Verification Counter at the ENTRANCE OF THE MEETING HALL.

3. Electronic copy of the Annual Report for 2018 and Notice of the Annual General Meeting (AGM) along with Attendance Slip and Proxy Form is being sent to all the members whose email address is registered with the Company/ Depository Participant unless any member has requested for a hard copy of the same. Members receiving electronic copy and attending the AGM can print copy of this Attendance Slip.

4. Physical copy of the Annual Report for 2018 and Notice of the Annual General Meeting along with Attendance Slip and Proxy Form is sent in the permitted mode(s) to all members whose email is not registered or have requested for a hard copy.

PROXY FORM

Name of the member (s):	E-mail ld:
	No. of shares held
Registered address:	Folio No.
	DP ID*.
	Client ID*.

* Applicable for investors holding shares in electronic form.

I/We being the member(s) of the above named Company hereby appoint:

S.No.	Name	Address	Email address	
1				or failing him
2				or failing him
3				

as my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the Annual General Meeting of the Company on Saturday, 29th day of September, 2018 at 11.00 A.M at OFFICE NO 803, EIGHTH FLOOR WALLSTREET II, ELLISBRIDGE AHMEDABAD 380006, and at any adjournment thereof in respect of such resolutions as are indicated below:

** I wish my above Proxy to vote in the manner as indicated in the box below:

Sr. No.	Resolution	For	Against
ORDINARY REOLUTION			
1	Adoption of the Audited Profit and Loss Account And Balance sheet for the year ended 31st March, 2018		
2	Appointment of NIRAV KOTHARI & CO Chartered Accountants, as Auditor of the Company for the period of five financial years		
SPECIAL RESOLUTION			
3	To regularize the appointment of Mr. Sandeep Chhaganlal Mathur as Director of the Company.		
4	To regularize the appointment of Ms. Sejal Kaushikkumar Shah as Director of the Company.		

** It is optional to put a 'X' in the appropriate column against the Resolutions indicated in the Box. If you leave the 'For' or 'Against' column blank against any or all Resolutions, your Proxy will be entitled to vote in the manner as he/she thinks appropriate.

Signed this ..... day of..... 2018

Affix Revenue Stamp not less than Re.0.15

Signature of shareholder.....

Signature of Proxy holder(s) (1).....

Signature of Proxy holder(s) (2).....

Signature of Proxy holder(s) (3).....

Notes:

1. This form of proxy in order to be effective should be duly completed and deposited at the Registered Office of the Company, not less than 48 hours before the commencement of the Meeting.

2. A Proxy need not be a member of the company.

3. A person can act as a proxy on behalf of members not exceeding fifty and holding in the aggregate not more than 10% of the total share capital of the Company carrying voting rights. A member holding more than 10% of the total share capital of the Company carrying voting rights may appoint a single person as proxy and such person shall not act as a proxy for any other person or shareholder.

4. In case of joint holders, the signature of any one holder will be sufficient, but names of all the joint holders should be stated.

5. For the Resolutions, Explanatory Statement and Notes, please refer to the Notice of the Annual General Meeting.

6. Please complete all details including details of member(s) in above box before submission.