

INTERACTIVE FINANCIAL SERVICES LIMITED

ANNUAL REPORT

2015-2016

INTERACTIVE FINANCIAL SERVICES LIMITED

CIN: L65910GJ1994PLC023393

Registered Office: 4 Saujanya Raw Houses,Nr. Darpan Six Road,Navrangpura,Ahmedabad-380009

Email ID: info@iFinServices.com Website: www.ifinservices.com

Board of Directors:

Name of Directors	Designation	Name of Stock Exchange
Mr. Ashok Vithalani	Chairman Cum Managing Director	Ahmedabad Stock Exchange Bombay Stock exchange Script Code:539692 ISIN:INE064T01018
Mr. Prashant Parikh	Independent Director	Statutory Auditor M.R. Pandhi& Associates Chartered Accountants 101,Panchdeep Complex, Mayur Complex, Near Mithakhali Six Road,Navrangpura, Ahmedabad-380009
Mr. Ashvin Popat	Independent Director	
Mrs. SejalbenMandavia (w.e.f 30.09.2015)	Independent Director	

Key Managerial Personnel

Paresh Shah (w.e.f 19.06.2015)-	Company Secretary	Secretarial Auditor Umang Lalpurwala 4410, Shree Swaminarayan, Bhuwan Padav, Dahod, Gujarat
Mr. Hitesh Joshi (w.e.f 19.06.2015)	CFO	

Registrar & Share Transfer Agent

Satellite Corporate Services Pvt. Ltd.

B – 302, Sony Apartment,

Opp. St. Jude High School,

Off. Andheri Kurla Road,

Jarimari, Sakinaka,

Mumbai - 400072

Notice

NOTICE is hereby given that the 22th Annual General Meeting of the members of **Interactive Financial Service Limited** will be held on Friday, 30th day of September, 2016, at 4.00 PM at, B – 1005, Premium House, Ahmedabad-380009, to transact the following business, with or without modification.

ORDINARY BUSINESS:

ITEM NO. 1 ADOPTION OF AUDITED ACCOUNTS

To Consider and adopt the audited balance sheet as at 31st March, 2016, profit and Loss Accounts for the year ended on that date and the Reports of the Board of Directors and Auditors thereon.

ITEM NO.2RE-APPOINTMENT OF DIRECTOR

To Re-appoint Mr. Ashok Vithalani (DIN:00023247), Director who retires by rotation and being eligible offers himself for re-appointment.

ITEM NO. 3: APPOINTMENT OF AUDITOR

To consider and if thought fit, to pass the following resolution as an **Ordinary Resolution;**

“**RESOLVED THAT** pursuant to Section 139 and 142 of Companies Act,2013 and rules made their under, to appoint of M/s. Devadiya & Associates, Chartered Accountants, as statutory Auditors of the Company, in place of M/s. M. R. Pandhi & Associates (retiring auditor), for the term period of 5 (five) Year, from the conclusion of this Annual General meeting until the conclusion of the 26thAnnual General Meeting subject to ratification in every Annual general meeting and Authorize the board to fix their remuneration.”

For and behalf of the Board,

Date: 02/09/2016

Place: Ahmedabad

Ms. Sejal Mandavia
Director
DIN:03468579

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 the proxy need not be a member of the company.
2. A person can act as a proxy on behalf of member not exceeding fifty (50) and holding in the aggregate not more than ten (10) percent of the total share capital of the Company carrying voting rights.A member holding more than ten (10) percent of the total share capital of the company carrying voting rights may appoint a single person as proxy and such person shall not act as a proxy for any other person or shareholder.
3. The Instrument of proxy should however be deposited with at the registered office of the company not less than 48 hours before the meeting.

4. Corporate Members intending to send their authorised representative to attend the meeting are requested to send a certified copy of the board resolution to the company, authorizing their representative to attend and vote on their behalf at the meeting.
5. Members/proxies/authorised representative are requested to bring the attendance slip sent herewith, duly filed in, for attending the meeting.
6. In case of joint holders attending the meeting, only such joint holder who is higher in the order of names will be entitled to vote.
7. The register of members and share transfer books of the company will remain closed from **27th September, 2016 to 30th September,2016 (both days inclusive)** for determining the names of members eligible for the purpose of AGM.
8. The Statement pursuant to Section 102 of the Companies Act, 2013 and/or Regulation 36(3) of SEBI(Listing Obligation & Disclosure Requirement)Regulation,2016 is annexed hereto and forms part of this Notice.
9. The Companies Act, 2013 Provides nomination facility to the members. As Members of the Company, you have an option to Nominate any person as your Nominee to whom your shares shall vest in the unfortunate event of your death. It is advisable to avail of this facility especially by the members who currently hold shares in their single name. Nomination can avoid the process of acquiring right in shares through transmission by law. In case of nomination for the shares held by the joint holders, such nomination will be effectively only on death of all holders. In case the shares are held in dematerialized forms, the nomination form needs to be forwarded to your depository participant.
10. Trading in equity shares of the company is compulsory in dematerialized mode by all the investors. In view of the above, members are therefore advised to convert their shareholding in dematerialized forms.
11. Members seeking any information or clarification on the account are requested to send written queries to the company, at least 10 days before the date of the meeting to enable the management to keep the required information available at the meeting.
12. All Documents referred to in the Accompanying notice and the statement shall be open for inspection at the registered office of the company during normal business hours (10 A.M to 6 P.M) on all working days, except Saturday upto the date of Annual General Meeting of the Company and also will be available for inspection by the members at the AGM.
13. Hard copy of the notice of the Annual General meeting of the Company along with Annual Report inter alia indicating the process and manner of e-voting, attendance slip and proxy form along with the Annual Report is being sent to all the members as per the address registered with the Company. Depository Participants(s) for communication purpose unless any member has specifically requested for a hard copy of the same.
14. With a view to Conserve natural resources, we requested shareholders to update and register their email address with their depository participants or with the company, as the case may be, to enable the company to send communication including Annual Report, Notices, Circulars, etc. electronically.
15. Members who hold shares in physical form in multiple folios in identical names or joint holding in the same order of names are requested to send the share certificate to the share transfer Agent for Consolidation into a single folio.
16. Voting rights shall be reckoned on the paid up value of shares registered in the name of the member/beneficial owner (in case of electronic shareholding) as on the cut-off date i.e **24th September, 2016**
17. In terms of Section 108 of the Companies Act, 2013 read with the companies (Management and administration) Rules, 2014 as amended, and Regulation 44 of SEBI(Listing Obligation & Disclosure Requirement)Regulation,2015, the Company is leased to provide the e-voting facility through Central Depository Services Limited (CDSL) to its members holding shares in physical or dematerialized form, as on the cutoff date **i.e.24th September,2016**, to exercise their right to vote by electronic means on any or all of the business specified in the accompanying notice (the "Remote e-voting"). It is hereby clarified that it is not mandatory for a member to vote using the e-voting facility and a member may avail of the facility at his/her discretion, subject to compliance with the instruction for e-voting.

18. Members whose names are recorded in the Register of Members or in the Register of Beneficial Owners maintained by the Depositories as on the Cut-off date i.e. **24th September, 2016** shall be entitled to avail the facility of remote e-voting as well as voting at the AGM. Any recipient of the Notice, who has no voting rights as on the cut-off date, shall treat this notice as intimation only.
19. A person who has acquired the shares and has become a member of the Company after the dispatch of the notice of the AGM and prior to the cut-off date i.e. **24th September, 2016** shall be entitled to exercise his/her vote either electronically i.e. remote e-voting or through the poll paper at the AGM by following the procedure mentioned in this part.
20. The remote e-voting will commence on **27th September, 2016 at 10:00 a.m.** and will end on **29th September, 2016 at 05:00p.m.** During this period, the members of the Company holding shares either in physical form or in demat form as on the cutoff date i.e. **24th September, 2016** may cast their vote electronically. The members will not be able to cast their vote electronically beyond the date and time mentioned above and the remote e-voting module shall be disabled for voting by CDSL thereafter.
21. Once the vote on a resolution is cast by the member, he/she shall not be allowed to change it subsequently or cast the vote again.
22. The facility for voting through poll paper would be made available at the AGM and the members attending the meeting who have not already cast their votes by remote e-voting shall be able to exercise their right at the meeting through poll paper. The members who have already cast their vote by remote e-voting prior to the meeting, may also attend the meeting, but shall not be entitled to cast their vote again.
23. The Voting rights of the members shall be in proportion to their shares of the paid up equity share capital of the company as on the cut-off date.
24. Mrs. Kajal Shukla, Practicing Company Secretary, proprietor of M/s. K. A. Shukla & Associates has been appointed as the Scrutinizer to scrutinize the remote e-voting process in a fair and transparent manner.
25. The scrutinizer shall within a period not exceeding 48 hours of the conclusion of the AGM make a consolidated scrutinizer's report of the votes cast in favour or against, if any, and submit the same to the chairman of the meeting or a person so authorized by him in writing, who shall countersign the same.
26. The result shall be declared forthwith by the chairman of the meeting or a person so authorized by him in writing on receipt of Consolidated report from scrutinizer, The Result declared along with Scrutinizer report shall be placed on the Company's Website www.ifinservices.com and on the website of CDSL and shall also be communicated to the BSE Limited..
27. Details of concern person regarding query to the notice:
Name: Paresh Shah – Company Secretary, Compliance Officer Email ID: info@iFinservices.com

The instructions for shareholders voting electronically are as under:

- i. The voting period begins on **27th September, 2016 at 10:00 a.m.** and will end on **29th September, 2016 at 05:00p.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 **24th September, 2016**, 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) <ul style="list-style-type: none"> 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.
DOB	Enter the Date of Birth as recorded in your demat account or in the company records for the said Demat account in dd/mm/yyyy format.
Dividend Bank Details	Enter the Dividend Bank Details as recorded in your demat account or in the company records for the said demat account or folio. <ul style="list-style-type: none"> 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 Number of Shares in the Dividend Bank details field.

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 **Interactive Financial Service 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. Note for Non-Individual Shareholders & Custodians:
- Non-Individual shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodians are required to log on to www.evotingindia.com and register themselves as Corporates and Custodians respectively.

- A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to helpdesk.evoting@cdslindia.com
 - After receiving the login details they have to create 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.
 - 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.
- xix. 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.
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ANNEXURE TO NOTICE

EXPLANATORY STATEMENT UNDER SECTION 102 OF THE COMPANIES ACT, 2013

Item No. 3

Appointment of Auditor:

M/s. M. R. Pandhi & Associates who has given unwillingness letter for the purpose appointment as Statutory auditor of Company in this Proposed 22nd Annual General Meeting. So Board has proposed to appoint M/s. Devadiya & Associates, Chartered Accountant as statutory Auditors of the Company for the period of 5 year, to hold office from the conclusion of this Annual General meeting until the conclusion of the 26th Annual General Meeting, subject to the ratification by the members at every Annual General Meeting and Authorize the board to fix their remuneration.

None of the Directors/ Key Managerial Personnel/ their relatives is interested in this resolution.

For and behalf of the Board,

Date: 02/09/2016

Place: Ahmedabad

Ms. Sejal Mandavia

Director

DIN:03468579

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

Name of Director	Mr. Ashok Vithalani
DIN	00023247
Date of Birth	16/08/1949

Date of Appointment	02/01/2014
Occupation	Business
List of Companies (including non – public companies) in which Directorship is held	10
No. of Shares held in the Company	3,32,600

Expertise in Specific Functional Area

Mr. Ashok Purshottam Vithlani has spent an impressive 40 years in the industry, finding his way through the ladders up to the top.

Having started off as a selling agent for a variety of products, his hard work and dexterity earned him the CEO position of Rasna, a highly popular soft drink concentrate in India. The marvels of Rasna and its expansion from being a local brand to having existed in the conscience of the national and international masses have all been through the strategic finesse of Ashok.

He has been instrumental in launching marketing communications plans for different consumer products and brands. Today, he is an eminent speaker and many premier business institutes employ his esteemed services to let their students learn the ropes of marketing communications and branding. He is on board of several companies and consults various national and international organizations.

He has a very rich experience in financing business as well. He has a vast experience in various other industries is also associated with other Companies which includes recruitment & job placement Agency, trading services and various other fields.

DIRECTOR'S REPORT

To,
The Members
Interactive Financial Service Limited
Ahmedabad

Your directors have pleasure in presenting their 22th Director's Report on the business and operations of the company together with the Audited results for the financial Year ended on 31st March, 2016.

Particular	2015-2016	2014-2015
Total Revenue from Operation	4635774	2279479
Other Income	69288	4350
Total Income	47,05,062	2,283,829
Expenses	62,92,630	20,42,318
Total Expenses	62,92,630	(20,42,318)
Profit/loss before Tax	(1587568)	2,41,511
Current Tax	-----	----
Previous year adjustment of Income Tax	(10)	3174
Deferred Tax	-----	73811
Balance of Profit/(Loss) for the year	(1587578)	318496

REVIEW OF OPERATION:

The Company has earned total revenue of Rs. 47,05,062/- which is quit Higher than the previous year revenue. At the other side company has incurred expenses of Rs. 62,92,631 (Previous Year: 2042318) which is higher compare to the previous year due to such reason Company's profit after tax is to be reduced. Board of director of the Company trying to increase Income and decrease Expenses

COMPANY OUTLOOK:

As per the main object, the business of the company is of financial, leasing, and software solutions.

DIVIDEND:

As the company incurred Loss during the year, the Board of Directors have not recommended dividend for the year.

CAPITAL STRUCTURE:

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

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

- The Capital of the Company consist only Equity shares.

DEPOSITS:

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

LISTING AT STOCK EXCHANGE:

The Equity Shares of the Company is listed on Ahmedabad Stock Exchange Limited (ASE). The Equity Share of the Company got Listed on BSE (Bombay Stock Exchange) platform in the Financial Year 2015-16 by the rout of Direct Listing.

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNING/ OUTGO:

1. Conservation of Energy and technology Absorption:
During the year under review, there are no manufacturing activities undertaken by the company. However, the company has made necessary endeavor to conserver the non-renewable resources and Energy and has taken utmost care to use the latest technology to conserve the energy
2. Foreign Exchange Earnings: NIL
Foreign Exchange Outgo: NIL

PARTICULARS OF LOAN, GUARANTEES OR INVESTMENTS:

The details of Loans, Guarantees or Investments made by the Company pursuant to section 186 of the Companies Act, 2013 are given in the notes to the Financial Statements.

PARTICULARS OF EMPLOYEES:

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

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

Name of the Directors	Ratio
Mr. Ashok Vithalani (Managing Director)	0.02:1

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

Name of the Key Managerial Personnel & Director	% Increase/Decreases
Mr. Ashok Vithalani (Managing Director)	NIL
Ms. Paresh Shah (Company Secretary)	N.A
Mr. Hitesh Joshi (CFO)	N.A.

- b. The number of permanent employees on the rolls of the Company: 2
- c. The total remuneration of the Directors was Rs.4,50,000 in previous year which is Same to Rs.4,50,000 during the review period.
- d. Comparison of the remuneration of the key managerial personnel against the performance of the Company:

Average remuneration of key managerial personnel (KMP) in FY- 2016	Amount (Per Month)
Mr. Ashok Vithalani (Managing Director)	37,500
Mr. Hitesh Joshi (CFO)	10,000
Mr. Paresh Shah (Company Secretary)	26,200

- e. Variation in the market capitalization of the Company, price earnings ratio as at the closing date of current financial year and previous financial year:

(Rs in Lacs)

Particulars	March 31, 2016	March 31, 2015	% Change
Market capitalization	0	N.A	--
Price Earnings Ratio	0	N.A	--

- f. Percentage increase over decrease in the market quotation of the shares of the Company in comparison to the rate at which the Company come out with the last Public Offer. :-N.A.
- g. Average percentile increase already made in the salaries of the employee other than the managerial personnel in the last financial year and its comparison with the percentile increase in the managerial remuneration and justification thereof and point out if there are any exceptional circumstances for increase in the managerial remuneration:

There has been no increase in the salary of the employees.

- h. Average Percentile increase already made in the salaries of employees other than the managerial personnel in the last financial year and its comparison with the percentile increase in the Managerial remuneration and justification thereof and point out if there are any exceptional circumstances for increase in the managerial remuneration:: N.A
- i. The Key parameters for any variable component of remuneration availed by the Directors: Services provided to the company.

- j. The ratio of the remuneration of the highest paid director to that of the employees who are not directors but receive remuneration in excess of the highest paid director during the year: No Employees are there who are receiving any amount in excess of remuneration paid to the director
- k. Affirmation that the remuneration is as per the remuneration policy of the Company.

We affirm that the remuneration paid to the Managerial personnel is as per the remuneration policy of the Company.

There is no employee covered under section 197(12) of the Companies Act, 2013 read with Rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

EQUAL OPPORTUNITY TO EMPLOYEES:

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

CORPORATE SOCIAL RESPONSIBILITY (CSR):

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

EXTRACT OF ANNUAL RETURN:

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

CORPORATE GOVERNANCE REPORT:

As per the criteria mention in the regulation 15 of SEBI Listing Obligation (Disclosure & Requirements) Regulations, 2015, company is not falling under the same. Hence company has not provided corporate governance report as a part of this report, however, the details as being applicable in pursuance to the Companies Act, 2013, have been disclosed in this report.

MANAGEMENT DISCUSSION & ANALYSIS REPORT:

The Management Discussion and Analysis Report as per the SEBI Listing Obligation (Disclosure & Requirements) Regulations, 2015 is part of the Annual Report as "**Annexure-III**".

MATERIAL CHANGES AND COMMITMENTS AFFECTING THE FINANCIAL POSITION OF THE COMPANY:

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

STATEMENT CONCERNING DEVELOPMENT AND IMPLEMENTATION OF RISK MANAGEMENT POLICY:

Considering the present condition of the company, the company has formulated the risk management policy. The board is being regularly provided with information which may have potential threat of risk as and when required.

PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES:

The Company has entered into transaction with the company in which our Directors are Interested, which are falling within the purview of Section 188 of the Act, for which requisite approval of Board is taken. However, transaction entered with Companies wherein Directors are interested is at arm's length basis and in ordinary course of business hence, no approval from the Board or Shareholders is required. Information on transactions with related parties pursuant to section 134 (3) (h) of the Act read with rule 8 (2) of the Companies (Accounts) Rules, 2014 are given in "Annexure I" in Form AOC-2 and the same forms part of this report.

DETAILS OF SUBSIDIARIES COMPANY/ASSOCIATE COMPANIES/ JOINT VENTURE:

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

PARTICULARS OF DIRECTORS AND KMP:

There are changes in the formation of the board of the directors of the company. Following changes have been taken place during the Year as per Section 203 of the Companies Act, 2013.

1. Mr. Paresh Shah has been appointed as a Company Secretary w.e.f 19th June, 2015.
2. Mr. Hitesh Joshi has been appointed as a CFO of the Company w.e.f 19th June, 2015.
3. Ms. Sejalben Mandavia (DIN: 03468579) has been appointed as a Independent Director of the Company w.e.f 30th September, 2015.

DIRECTOR'S RESPONSIBILITY STATEMENT:

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

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

VI. The Directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

DECLARATION OF INDEPENDENT DIRECTORS:

The Company do have formation of board as per Companies Act, 2013 as well as per Listing Agreement and SEBI Listing Obligations (Disclosures & Requirements) Regulations, 2015 (w.e.f 2nd December, 2015) all the independent director attending the meetings of the Company and have given declaration to the Company stating their independence pursuant to Section 149(6) of the Companies Act, 2013. There has been no change in the circumstances which may affect their status as independent director during the year.

BOARD MEETINGS:

During the Year 2015-2016, Five Board Meeting was held as mention below.

Sr. No	Date and Day of the Board Meeting	Sr. No	Date and Day of the Board Meeting
1.	Saturday, 30 th May, 2015	4.	Thursday, 3 rd September, 2015
2.	Friday, 19 th June, 2015	5.	Monday, 5 th October, 2015
3.	Tuesday, 28 th July, 2015	6.	Monday, 1 st February, 2016

The Board meets at least once in every quarter to review and approve the quarterly financial result on compliance with Regulation 33 of SEBI Listing Obligations (Disclosures & Requirements) Regulation, 2015.

The draft minutes of the Proceeding of the Board of Directors are circulated in advance and the observation, if any, received from the Directors are incorporated in the minutes in consultation with the chairman and signed at the subsequent meeting upon confirmation.

Details of the Directors who attended Board meeting and General Meeting for the Year 2015-2016

Name of the Director	Category of the Director	No. of Board Meetings Attended	Attendance at Last AGM
Mr. Ashok Vithalani	Managing Director	6	30.9.2015
Mr. Prashant Parikh	Independent Director	6	30.9.2015
Mr. Ashvin Popat	Independent Director	6	30.9.2015
Ms. Sejalben Mandavia	Independent Director	2	-

AUDIT COMMITTEE MEETINGS:

The Formation of the Audit Committee is as per the Section 177 of the Companies Act, 2013. During the Year under review the committee has meet four times as mention below.

Sr. No	Date and Day of the Board Meeting	Sr. No	Date and Day of the Board Meeting
1.	30th May, 2015	3.	Saturday,26 th September,2015
2.	Monday,20 th July,2015	4.	Saturday,23 rd January,2016

Name	Designation	Category	Number of meetings attended
Mr. Ashwin V. Popat	Independent Director	Chairman	4
Mr. Prashant D. Parikh	Independent Director	Member	4
Mr. Ashok P. Vithalani	Executive Director	Member	4

NOMINATION AND REMUNERATION COMMITTEE MEETINGS:

The Formation of the Audit Committee is as per the Section 178 of the Companies Act, 2013. During the Year under review the committee has meet one time mention below.

Sr. No.	Date and Day of the Meeting
1.	Friday,19 th June,2015

Name	Designation	Category	Number of meetings attended
Mr. Ashwin V. Popat	Independent Director	Chairman	1
Mr. Prashant D. Parikh	Independent Director	Member	1
Mr. Ashok P. Vithalani	Executive Director	Member	1

REMUNERATION POLICY

The Company has adopted Remuneration policy in which the criteria for appointment of independent director, executive and non-executive directors are mentioned along with the payment of remuneration and sitting fees to the director. The said policy is also available on the Website of the Company i.e. [www. ifinservices.com](http://www.ifinservices.com).

STAKEHOLDERS RELATIONSHIP COMMITTEE:

As per the Section 178(5) of the Companies Act, 2013, a Company consisting of more than 1 (one) thousands Shareholders, debenture-holders, deposit-holders and any other security holders at any time during a financial year shall constitute a Stake Holders Relationship Committee. So to comply with the Companies Act, company has formed Stakeholders Relationship Committee. The object of the committee to look into complaints if any and redress the same expeditiously.

Besides, the committee approves allotment, transfer & Transmission of shares, Debentures, issue of any new certificates on split \ consolidation \ renewal etc.as may be referred to it. Details of the Said Committee meeting are mentioned below:

Sr. No.	Date and Day of the Meeting	Sr. No	Date and Day of the Meeting
1.	Tuesday, 05 th May, 2015	4.	Wednesday,30 th September,2015
2.	Monday,20 th July,2015	5.	Monday,12 th October,2015
3.	Thursday,23 th July,2015	6.	Thursday,04 th February,2016

Name	Designation	Category	Number of meetings attended
Mr. Prashant D. Parikh	Independent Director	Chairman	6
Mr. Ashwin V. Popat	Independent Director	Member	6
Mr. Ashok P. Vithalani	Executive Director	Member	6

WHISTLE BLOWER POLICY & VIGIL MECHANISM:

The Company has established a “Whistle Blower and Vigil Mechanism Policy” for Directors and employees to report the genuine concerns. The provisions of this policy are in line with the provisions of Section 177(9) of the Companies Act, 2013 and the SEBI (LODR) Regulations, 2015

DISCLOSURE OF DEMAT SUSPENSE ACCOUNT / UNCLAIMED SUSPENSE ACCOUNT:

With the advent of the new Securities & Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (enforced w.e.f. December 01, 2015), the listed entities are required to make disclosure in the Annual Report about the details of share in Demat Suspense Account / Unclaimed Suspense Account. The Details of the same is mentioned below:

Aggregate number of shareholders and the outstanding shares in the Suspense Account lying at the beginning of the year	NIL
Number of shareholders who approached listed entity for transfer of shares from suspense account during the year	NIL

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

BOARD EVALUATION:

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

The evaluation framework for assessing the performance of Directors comprises of the following key areas:

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

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

ANNUAL EVALUATION OF BOARD’S PERFORMANCE:

The information pertaining to Annual Evaluation of Board’s performance as required to be stated in terms of section 134(3)(p) of the Companies Act, 2013 read with Rule 8(4) of the Companies (Accounts) Rules, 2014 have been provided on the website of the company at www.iFinservices.com

INTERNAL CONTROL SYSTEMS:

The Company has an adequate system of internal control procedures which is commensurate with the size and nature of business. Detailed procedural manuals are in place to ensure that all the assets are safeguarded, protected against loss and all transactions are authorized, recorded and reported correctly.

INTERNAL AUDITOR:

As per Section 138 of the Companies Act, 2013 read with the Companies (Accounts) rules, 2014, the company yet to Appoint Internal Auditor of the Company.

STATUTORY AUDITOR:

Pursuant to provisions of Section 139 of the Companies Act, 2013 and the rules framed there under, M/s. M. R. Pandhi & Co., has given their unwillingness to re – appoint as the Statutory Auditor of the company. Hence, the Board has proposed to appoint M/s. Devadiya & Associates, Chartered Accountant, Ahmedabad as statutory auditors of the Company for a period of Five year, from the conclusion of this Annual General Meeting till the conclusion of 26thAGM.

COMMENT ON AUDITOR'S REPORT:

The report of the Auditor is Self-explanatory and no further comments required for the same.

COST AUDIT REPORT:

As per section 148 of the Companies Act, 2013 read with the Companies (Audit and Auditors) Rules, 2014, Company is in Financial business, and the Companies (Cost Records and Audit) Amendment Rules, 2014 (the Rules) are not applicable to the Company.

SECRETARIAL AUDITOR:

The provisions of Section 204 of the Companies Act, 2013 mandates Secretarial Audit of the Company to be done from the financial year commencing on or after 1st April, 2015 by a Company Secretary in Practice. The Board of Directors of the Company has appointed Umang Lalpurawala, Practicing Company Secretaries, Ahmedabad to conduct the Secretarial Audit of the Company for the financial year 2015-16 and her Secretarial Audit Report is appended to this Report in MR – 3 which forms part of the Board's Report "**Annexure-IV**".

The explanations to the observation given in the Secretarial Audit report of the Company isSelf explanatory.

CAUTIONARY STATEMENT:

Statements in the Boards' Report and the Management Discussion and Analysis describing the Company's objectives, explanations and predictions, may be forward looking within the meaning of applicable securities laws and regulations. Actual results may differ materially from those expressed in the statement. Important factors that could influence the company's operations include: global and domestic demand and supply conditions affecting selling prices, new capacity additions, availability of critical materials and their cost, changes in government policies and tax laws, economic development of the country, and other factors which are material to the business operations of the Company.

APPRECIATION:

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

For and behalf of the Board of Director,

Place: Ahmedabad

Date: 02/09/2016

Mr. Ashok Vithalani
Chairman Cum Managing Director
DIN:00023247

Form No. AOC-2

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

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

1. Details of contracts or arrangements or transactions not at arm's length basis:

a.	Name(s) of the related party and nature of relationship	-	-
b.	Nature of contracts arrangements/ transactions	-	-
c.	Duration of the contracts / Arrangements / transactions	-	-
d.	Salient terms of the contracts or arrangements or transactions including the value, if any	-	-
e.	Date(s) of approval by the Board	-	-
f.	Justification for entering into such Contractor arrangements or transactions	-	-
g.	Amount paid as advances, if any	-	-
h..	Date on which the special resolution was passed in general meeting as required under first proviso to section 188	-	-

2. Details of material contracts or arrangement or transactions at arm's length basis:

a.	Name(s) of the related party and nature of relationship	Polad Traders Pvt Ltd.; Polad Finance Ltd.; AAA IT Solutions Pvt. Ltd.; Cross Byrne Design Studios Pvt. Ltd.	Ashok Vithalani
----	---	--	-----------------

b.	Nature of contracts arrangements/ transactions	Repayment of Loan, Other Payment, Advances, Advances Received Back & Interest	Repayment of Loan
c.	Duration of the contracts / Arrangements / transactions	NIL	NIL
d.	Salient terms of the contracts or arrangements or transactions including the value, if any	N. A.	N. A.
e.	Date(s) of approval by the Board	N. A.	N. A.
f.	Amount paid as advances, if any	-	-
g.	Date on which the special resolution was passed in general meeting as required under first proviso to section 188	N. A.	N. A.

For and behalf of the Board of Director,

Place: Ahmedabad
Date: 02/09/2016

Mr. Ashok Vithalani
Chairman Cum Managing Director
DIN:00023247

Form No. MGT-9

EXTRACT OF ANNUAL RETURN

As on the financial year ended on 31/03/2016

Of

INTERACTIVE FINANCIAL SERVICES LIMITED[Pursuant to Section 92(3) of the Companies Act, 2013 &
Rule 12(1) of the Companies (Mgt. and Administration) Rules, 2014]**I. REGISTRATION AND OTHER DETAILS:**

i)	CIN:	L65910GJ1994PLC023393		
	Foreign Company Registration Number/GLN	Not Applicable		
ii)	Registration Date [DD/MM/YY]	24/10/1994		
iii)	Name of the Company	INTERACTIVE FINANCIAL SERVICES LIMITED		
	Category of the Company [Pl. tick]	<input checked="" type="checkbox"/> Public Company <input type="checkbox"/> Private Company		
iv)	Sub Category of the Company [Please tick whichever are applicable]	1.	Government Company	
		2.	Small Company	
		3.	One Person Company	
		4.	Subsidiary of Foreign Company	
		5.	NBFC	
		6.	Guarantee Company	
		7.	Limited by shares	<input checked="" type="checkbox"/>
		8.	Unlimited Company	
		9.	Company having share capital	
		10.	Company not having share capital	
		11.	Company Registered under Sec. 8	
V)	NAME AND REGISTERED OFFICE ADDRESS OF COMPANY AND CONTACT DETAILS:			
	Address	4,Saujanya Raw Houses Nr. darpan Six Roads, Navrangpura		
	Town / City	Ahmedabad		
	State	Gujarat		
	Pin Code:	380 009		
	Country Name :	India		
	Country Code	91		
	Telephone (With STD Area Code no)	079-26427428		
	Fax Number :			
	Email Address	ashokvithlani@polad.net		
Website	www.ifinservices.com			

	Name of the Police Station having jurisdiction where the registered office is situated	Navrangpura Police Station									
	Address for correspondence, if different from address of registered office:	N.A.									
vi)	Whether shares listed on recognized Stock Exchange(s) If yes, details of stock exchanges where shares are listed	Yes <table border="1"> <thead> <tr> <th>Sr. No.</th> <th>Stock Exchange Name</th> <th>Code</th> </tr> </thead> <tbody> <tr> <td>1.</td> <td>BSE Limited</td> <td>539692</td> </tr> <tr> <td>2.</td> <td>Ahmedabad Stock Exchange</td> <td>-</td> </tr> </tbody> </table>	Sr. No.	Stock Exchange Name	Code	1.	BSE Limited	539692	2.	Ahmedabad Stock Exchange	-
Sr. No.	Stock Exchange Name	Code									
1.	BSE Limited	539692									
2.	Ahmedabad Stock Exchange	-									
Vii)	Name and Address of Registrar & Transfer Agents (RTA):- Full address and contact details to be given.										
	Registrar & Transfer Agents (RTA):-	Satellite Corporate Services Pvt Ltd.									
	Address	B-302 Sony Apartment Opp. St. Jude's High School , 90Feet ,Jariman,Sakinaka,Mumbai-40072 Road Jariman,Sakinaka,Mumbai-40072									
	Town / City	Mumbai									
	State	Maharashtra									
	Pin Code:	400072									
	Telephone (With STD Area Code No.)	022-22654278/28520461-62									
	Fax Number :	022-22655210									
	Email-id	Service@satellitecorporate.com									

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

Sr. No.	Name and Description of main products / services	NIC Code of the Product/service	% to total turnover of the Company
1	Other Misc. Services	99979900	100%

III.PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES

1. Institutions	-	-	-	-	-	-	-	-	-
a) Mutual Funds	-	-	-	-	-	-	-	-	-
b) Banks / FI	-	-	-	-	-	-	-	-	-
c) Central Govt	-	-	-	-	-	-	-	-	-
d) State Govt(s)	-	-	-	-	-	-	-	-	-
e) Venture Capital Funds	-	-	-	-	-	-	-	-	-
f) Insurance Companies	-	-	-	-	-	-	-	-	-
g) FIIs	-	-	-	-	-	-	-	-	-
h) Foreign Venture Capital Funds	-	-	-	-	-	-	-	-	-
i) Others (specify)(Trusts)	-	-	-	-	-	-	-	-	-
Sub-total (B)(1):-	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-
2. Non-Institutions	-	-	-	-	-	-	-	-	-
a) Bodies Corp.	-	-	-	-	-	-	-	-	-
i) Indian	-	69600	69600	2.31	1500	65700	67200	2.23	-0.08
ii) Overseas	-	-	-	-	-	-	-	-	-
b) Individuals	-	-	-	-	-	-	-	-	-
i) Individual shareholders holding nominal share capital uptoRs. 1 lakh(2 Lakh for Mar'16)	-	1343400	1343400	44.59	15600	1132100	1147700	38.09	-6.50
ii) Individual shareholders holding nominal share capital in excess of Rs 1 lakh (2 Lakh for Mar ' 16)	-	194500	194500	6.46	-	1201050	1201050	39.86	33.40
c)Others - Non Resident Indians (Repartriates)	-	-	-	-	-	-	-	-	-
Sub-total (B)(2):-	-	1607500	1607500	53.35	17100	2398850	2415950	80.18	26.83

Total Public Shareholding (B)=(B)(1)+(B)(2)	-	1607500	1607500	53.35	17100	2398850	2415950	80.18	26.83
C. Shares held by Custodian for GDRs&ADRs	-	-	-	-	-	-	-	-	-
Grand Total (A+B+C)	-	3013100	3013100	100	17100	3013100	3013100	100	-

ii) Shareholding of Promoter-

Sr. No.	Shareholder's Name	Shareholding at the beginning of the year (01.04.2015)			Share holding at the end of the year (31.03.2016)			% change in share holding during the year
		No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	
1.	Mr. Ashok P. Vithalani	256600	8.52	-	332600	11.04	-	2.52
2.	Mr. Dharmesh B. Somaiya	32000	1.06	-	32000	1.06	-	0.00
3.	Mrs. Meenaben D. Somaiya	25500	0.85	-	25500	0.85	-	0.00
4.	Medrick Investment And Finance Pvt Ltd.	867400	28.79	-	29950	0.99	-	-27.8
5.	Polad Traders Pvt Ltd	92500	3.07	-	92500	3.07	-	0.00
6.	Polad Finance Limited	84600	2.81	-	84600	2.81	-	0.00
7.	Mr. Sanjay A. Popat	47000	1.56	-	-	-	-	-

ii) Change in Promoters' Shareholding (including Promoter Group)

Ashok P. Vithalani

Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
	No. of Shares	% of total shares	No. of Shares	% of total shares
01/04/2015	256600	8.52	256600	8.52
Purchase	-	-	76000	
31/03/2016	332600	11.04	332600	11.04

Medrik Investments & Finance Private Limited

Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
	No. of Shares	% of total shares	No. of Shares	% of total shares
01/04/2015	867400	28.79	867400	28.79
Sale	-	-	807500	
31/03/2016	29950	0.99	29950	0.99

Sanjay Popat

Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
	No. of Shares	% of total shares	No. of Shares	% of total shares
01/04/2015	47000	1.56	47000	1.56
Sale	-	-	47000	
31/03/2016	-	-	-	-

Since the Company being listed Company, the date wise changes in the promoter's shareholding is not possible

iii) Shareholding Pattern of top ten Shareholders:

(Other than Directors, Promoters and Holders of GDRs and ADRs):

1. Udayan Mandavya:

Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
	No. of Shares	% of total shares	No. of Shares	% of total shares
01/04/2015	-	-	-	-
Purchase	720000	23.90	720000	23.90
31/03/2016	720000	23.90	720000	23.90

2. Dimple Pandey:

Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
	No. of Shares	% of total shares	No. of Shares	% of total shares
01/04/2015	-	-		
Purchase	375550	12.46	375550	12.46
31/03/2016	375550	12.46	375550	12.46

3. Sudhir Kanada:

Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
	No. of Shares	% of total shares	No. of Shares	% of total shares
01/04/2015	127500	4.23	127500	4.23
No Change During the Year	-	-	-	-
31/03/2016	127500	4.23	127500	4.23

4. Bharat M Shah

Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
	No. of Shares	% of total shares	No. of Shares	% of total shares
01/04/2015	53000	1.76	53000	1.76
No Change During the Year	-	-	-	-
31/03/2016	53000	1.76	53000	1.76

5. Harsiddh Equity & Stock Limited:

Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
	No. of Shares	% of total shares	No. of Shares	% of total shares
01/04/2015	50000	1.66	50000	1.66
No Change During the Year	-	-	-	-
31/03/2016	50000	1.66	50000	1.66

6. SheelaHansoti:

Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
	No. of Shares	% of total shares	No. of Shares	% of total shares
01/04/2015	41900	1.39	41900	1.39
No Change During the Year	-	-	-	-
31/03/2016	41900	1.39	41900	1.39

7. Madhusudan R. Patel

Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
	No. of Shares	% of total shares	No. of Shares	% of total shares
01/04/2015	40000	1.33	40000	1.33
No Change During the Year	-	-	-	-
31/03/2016	40000	1.33	40000	1.33

8. Hanifbhai Balim:

Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
	No. of Shares	% of total shares	No. of Shares	% of total shares
01/04/2015	29000	0.96	29000	0.96
No Change During the Year	-	-	-	-
31/03/2016	29000	0.96	29000	0.96

09. Bhavna Patel:

Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
	No. of Shares	% of total shares	No. of Shares	% of total shares
01/04/2015	20100	0.67	20100	0.67
No Change During the Year	-	-	-	-
31/03/2016	20100	0.67	20100	0.67

10. Pratik Gandhi:

Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
	No. of Shares	% of total shares	No. of Shares	% of total shares
01/04/2015	13600	0.45	13600	0.45
Sale	71	0	71	0
31/03/2016	13529	0.45	13529	0.45

iv) Shareholding of Directors and Key Managerial Personnel:**1. Ashok Vithalani :****Chairman Cum Managing Director:**

Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the Year	
	No. of shares	% of total shares	No. of shares	% of total shares
01/04/2015	256600	8.52	256600	8.52
Purchase	76000	2.52	76000	2.52
31/03/2016	332600	11.04	332600	11.04

2. Mr. Prashant Parikh: Director

Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the Year	
	No. of shares	% of total shares	No. of shares	% of total shares
01/04/2015	-	-	-	-
Date wise Increase / Decrease in Shareholding during the year specifying the reasons for increase /decrease	N.A			
31/03/2016	-	-	-	-

3. Hitesh Joshi: CFO

Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the Year	
	No. of shares	% of total shares	No. of shares	% of total shares
01/04/2015	-	-	-	-
Date wise Increase / Decrease in Shareholding during the year specifying the reasons for increase /decrease	N.A			
31/03/2016	-	-	-	-

* Appointed as a CFO w.e.f 19.06.2015

4. Ashvin Popat: Director

Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the Year	
	No. of shares	% of total shares	No. of shares	% of total shares
01/04/2015	-	-	-	-
Date wise Increase / Decrease in Shareholding during the year specifying the reasons for increase /decrease	N.A			
31/03/2016	-	-	-	-

5. Sejalben Mandavia: Director

Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the Year	
	No. of shares	% of total shares	No. of shares	% of total shares
01/04/2015	-	-	-	-
Date wise Increase / Decrease in Shareholding during the year specifying the reasons for increase /decrease	N.A			
31/03/2016	-	-	-	-

* Appointed as a Director w.e.f 30.09.2015

6. Mr. Paresh Shah: Company Secretary:

Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the Year	
	No. of shares	% of total shares	No. of shares	% of total shares
01/04/2015	-	-	-	-
Date wise Increase / Decrease in Shareholding during the year specifying the reasons for increase /decrease	N.A			
31/03/2016	-	-	-	-

* Appointed as a Company Secretary and Compliance officer w.e.f 19.06.2015

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

	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year				
i) Principal Amount	-	7798783	-	7798783
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	-	-	-	-
Total (i+ii+iii)	-	7798783	-	7798783

Change in Indebtedness during the financial year				
* Addition	-	-	-	-
* Reduction	-	7798783	-	7798783
Net Change	Nil	(7798783)	Nil	(7798783)
Indebtedness at the end of the financial year				
i) Principal Amount	-	-	-	-
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	-	-	-	-
Total (i+ii+iii)	-	-	-	-

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL-

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

(Rs. in lacs)

SN.	Particulars of Remuneration	Name of MD/WTD/ Manager	Total Amount
		Ashok Vithalani (Chairman cum Managing Director)	
1	Gross salary	450000	450000
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961		
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961		
	(c) Profits in lieu of salary under section 17(3) Income- tax Act, 1961	-	-
2	Stock Option	-	-
3	Sweat Equity	-	-
4	Commission - as % of profit - others specify		
5	Others, please specify	-	-
	Total (A)	4,50,000	4,50,000
	Ceiling as per the Act	As per Section 197 Schedule V of the Companies Act.	

B. Remuneration to other directors:

SN	Particulars of Remuneration	Mr.Prashant Parikh	Mr.AshvinPat	Mrs. SejalbenMandavia(From 30/09/2015)	Total
1	Independent Directors	Nil	Nil	Nil	Nil
	Fee for attending board committee meetings	Nil	Nil	Nil	Nil
	Commission	Nil	Nil	Nil	Nil
	Others, please specify				
	Total (1)	Nil	Nil	Nil	Nil
2	Other Non-Executive Directors	Nil	Nil	Nil	Nil
	Fee for attending board committee meetings				
	Commission	Nil	Nil	Nil	Nil
	Others, please specify				
Total (2)	Nil	Nil	Nil	Nil	
	Total (B)=(1+2)				
	Total Remuneration	Nil		Nil	Nil
	Overall Ceiling as per the Act				

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

SN	Particulars of Remuneration	Key Managerial Personnel			
		CEO	CS PareshShah (From 19.06.2015)	Hitesh Joshi CFO(From 19.06.2015)	Total
1	Gross salary	Nil	Nil	Nil	Nil
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	Nil	3,14,400	1,20,000	4,34,400
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	Nil	Nil	Nil	Nil
	(c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961	Nil	Nil	Nil	Nil
2	Stock Option	Nil	Nil	Nil	Nil
3	Sweat Equity	Nil	Nil	Nil	Nil

4	Commission	Nil	Nil	Nil	Nil
	- as % of profit				
	others, specify...				
5	Others, please specify	Nil	Nil	Nil	Nil
	Total	Nil	3,14,400	1,20,000	4,34,400

VII. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES:

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

For and behalf of the Board of the Director,

Date: 02/09/2016
Place: Ahmedabad

Mr. Ashok Vithalani
Chairman Cum Managing Director
DIN:00023247

MANAGEMENT DISCUSSION ANALYSIS REPORT

GLOBAL OVERVIEW REGARDING FINANCIAL MARKET:

The last five years have witnessed a resurgence of interest in the relationship between financial intermediation and economic growth. This issue had been extensively studied nearly two decades earlier by Goldsmith (1969), McKinnon (1973), Shaw (1973) and others, who produced considerable evidence that financial development correlates with growth. But their work, though insightful, lacked analytical foundations. In traditional growth theory, financial intermediation could be related to the level of the capital stock per worker or to the level of productivity, but not to their respective growth rates. The latter were ascribed to exogenous technical progress. The recent revival of interest in the link between financial development and growth stems mainly from the insights and techniques of endogenous growth models, which have shown that there can be self-sustaining growth without exogenous technical progress and that the growth rate can be related to preferences, technology, income distribution and institutional arrangements. This provides the theoretical underpinning that early contributors lacked: Financial intermediation can be shown to have not only level effects, but also growth effects. The resulting models have offered important insights into the effect of financial development on growth and vice versa. They have also provided new impetus to empirical research on these issues. This paper reviews the ground covered so far on the theoretical and empirical front and points to some still unresolved issues.

COMPANIES OUTLOOK:

Interactive Financial Services Limited is engaged in the business of Finance, Investment factor, and Software Solutions. In current situation, the Company has been executing IT outsourcing projects and have developed business competencies to pursue aggressive growth and expansion plans in the global IT services market. Instead of staying as a generic technology outsourced organization, the Company envisages focusing on a vertical, such as, healthcare, and evolve products/solutions to serve a particular vertical globally. The future outlook of the company appears very bright and promising with the impressive growth in healthcare IT products and services market in India, other emerging growth economies, and advanced economies of the United States and Europe

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

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

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

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

- Adequate documentation of policies & guidelines.
- Preparation & monitoring of annual budget for all functions

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

HUMAN RESOURCE DEVELOPMENT

The Company regards its human resources amongst its most valuable assets and process to attract and retain its substantial pool of technical and managerial resources through a work environment that encourage initiative, provides challenges and opportunities. Adequate facilities and opportunities are also being provided to the staffs to update themselves in the fast changing era of Market. The company enjoys harmonious employee relations which have been built over the years by taking various HR initiatives to enhance the employee morale.

FINANCIAL PERFORMANCE WITH RESPECT TO OPERATION PERFORMANCE:

1. The total Revenue of the Company for the year ended on 31st March, 2016 is Rs. 47,05,062 as compare to the previous year to Rs. 22,83,829 which is lower than the previous earning. The company is generating revenue from act as Financial Intermediation, Activities of commercial loan companies.
2. The profit of the Company during the previous year was Rs.3,18,496. However, during the current year, Company has loss Rs.1587578. The efficiency of the Directors in this field has always proved to be beneficial for the Company but due to Increase in Expenses during the Year as Compare to previous year, directors were not able to maintain the same earning. However Directors are working hard to generate higher profit as compare to the current year.
3. Price earning per shares as on 31.03.2016 is Rs. -0.53 on face value of Rs. 10/- each

INTERNAL CONTROL SYSTEMS AND ITS ADEQUACY:

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

ESTABLISHMENT OF INTERNAL MANAGEMENT INFORMATION SYSTEMS:

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

INFORMATION SYSTEM BETWEEN COMMITTEE AND THE BOARD:

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

INFORMATION SYSTEM BETWEEN THE COMPANY AND INVESTORS:

The Company is regularly taking on record the unaudited financial results on quarterly basis as per requirements of the Clause 41 of the listing Agreement / Clause 33 of the SEBI (Listing Obligations & Disclosures Requirements) Regulations, 2015 and the same are published in English and Gujarati News Papers in time. The Audited Financial Balance Sheet is being dispatched to every shareholder in time at their registered addresses in Compliance with the Companies Act, 2013.

STRENGTH AND WEAKNESS:

The company has strong promoter background with rich experience in the segment. Board of Directors of the company is well qualified in the specified field. Composition of Board consists of Executive Directors and Non-executive independent Directors adding value to the company. The Company has an extremely cost conscious culture that has resulted in multiple cost management, thus company is trying to cope up with inflationary pressure. The Company has extremely favorable organizational Culture. The Company has not borrowed money from the market since last two year and working with owned funds thus The company has limited fund to meet the challenges of the markets and to overcome the weakness company has define the strategies to meet the fund requirement.

OPPORTUNITIES AND THREATS:

As the business of the company had been stopped from last few years, the management is not searching any opportunities to restart any operation right now. Considering the present condition of the Company there is no threats to the company.

CAUTIONARY STATEMENT:

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

FORM NO MR – 3
SECRETARIAL AUDIT REPORT

[Pursuant to section 204(1) of the Companies Act, 2013 and Rule 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014]

Secretarial Audit Report for the financial year ending on 31st March, 2016

To,
The Members,
Interactive Financial Services Limited
Ahmedabad

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

Based on my verification of the **Interactive Financial Services Limited** books, papers, minute books, forms and return filed and other records maintained by the Company and also the information provided by the Company, its Officers, agents and authorized representatives during the conduct of secretarial audit, I hereby report that in my opinion, the company has, during the audit period covering the financial year ended on 31/03/2016 complied with the statutory provisions listed hereunder and also that the Company has proper Board – processes and compliance – mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

I have examined the books, papers, minutes’ books, forms and returns filed and other records maintained by **Interactive Financial Services Limited** for the financial year ending on 31/03/2016 according to the provisions of:

- i) The Companies Act, 2013 (the Act) and the rules made thereunder;
- ii) The Securities Contracts (Regulations) Act, 1956 (‘SCRA’) and the rules made thereunder;
- iii) The Depository Act, 1996 and the Regulations and Bye – laws framed thereunder;
- iv) Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder;
- 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 (Listing Obligations and Disclosure Requirements) Regulations, 2015
- vi) And other applicable laws like The Payment of Bonus Act, 1965, Professional Tax, The Payment of Gratuity Act, 1972, The Payment of Wages Act, 1947, Equal Remuneration Act, 1976, Minimum Wages Act, 1948 and Direct and Indirect Tax Laws;

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

- a. Secretarial Standards issued by the Institute of Company Secretaries of India (ICSI);
- b. The Listing Agreements entered into by the Company with Bombay Stock Exchange (BSE) Limited and Ahmedabad Stock Exchange Limited (ASEL).
- c. The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015

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

- i) The Company has not filed with the Registrar of Companies, Form AOC – 4 XBRL and Form MGT – 7 for the financial year 2014 – 2015.
- ii) The Company has not filed with the Registrar of Companies, Form MGT – 15 for the Report on Annual General Meeting for the financial year 2014 – 2015.
- iii) The Company has not yet appointed the Internal Auditor as per the provisions of Section 138 of the Companies Act, 2013.
- iv) The Company has not made advertisement as per the requirement of Clause 41 of the Listing Agreement / Regulation 47 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and Section 91 of the Companies Act, 2013.
- v) The company has not submitted with the stock exchange the outcome of the Annual General Meeting as stated in the Clause 35A of the Listing Agreement with the Ahmedabad Stock Exchange Limited.
- vi) There has been change in the top 10 Shareholders of the Company, but the company has not filed Form MGT – 10 with the Registrar of Companies in pursuance to the provisions of Section 93 of the Companies Act, 2013.
- vii) In pursuance to the Regulation 31(2) of the SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015 read with the SEBI Circular CIR/CFD/CMD/13/2015 dated November 30, 2015, the 100% of the promoters shareholdings and 50% of the non – promoter shareholding, are not being held in dematerialized form.
- viii) The Company has appointed M/s. M. R. Pandhi & Associates, Chartered Accountants as the Statutory Auditor. However, no information is being made available about the intimation of their appointment to the Registrar of Companies in Form ADT – 1.
- ix) No confirmation has been received by the company about the payment of Listing Fees with the Ahmedabad Stock Exchange Limited in pursuance to Clause 38 of the Listing Agreement.
- x) On our observation, we have found that the Extract / Certified True Copy of the Resolution filed with the Regulatory Authority are not in compliance with the Secretarial Standards.

I further report that I have not reviewed the applicable financial laws, direct and indirect laws since the same have been subject to review and audit by the auditors of the Company.

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

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

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

I / We 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.

I / We further report that during the audit period the company has:

- a) Appointment of Mr. Hitesh Joshi as the Chief Financial Officer (CFO) of the Company w.e.f. June 19, 2015.
- b) Appointment of Mr. Paresh Shah as the Company Secretary cum Compliance Officer w.e.f. June 19, 2015.
- c) Appointment of Mrs. Sejalben Mandavia as the Director of the Company w.e.f. June 30, 2015.
- d) Listing of the Company on the Bombay Stock Exchange Limited (BSE Limited) on March 03, 2016, through direct listing process.

Date: 30/05/2016

Place: Ahmedabad

Umang Lalpurwala
Practising Company Secretary
Mem. No: 38420
Firm Reg No.: 15403

M. R. PANDHI & ASSOCIATES
CHARTERED ACCOUNTANTS

101, Panchdeep Complex, Mayur Colony, Nr.Mithakhali Six Roads, Navrangpura, Ahmedabad - 380009.

Phones : (079) 26565949 • 26420994 • E-Mail: mrpandhi@gmail.com

INDEPENDENT AUDITORS' REPORT

To The Members

Interactive Financial Services Ltd.

Ahmedabad

Report on the Financial Statements

We have audited the accompanying financial statements of Interactive Financial Services Ltd., Ahmedabad which comprise the Balance sheet as at 31st March 2016 and the Statement of Profit and Loss and Cash Flow Statement for the year ended on 31st March 2016, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility for the Financial Statements

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on whether the Company has in place an adequate internal financial controls system over financial reporting and the operating effectiveness of such controls. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.

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

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the company as at 31st March 2016 and its loss and its cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements

- 1 As required by the Companies (Auditor's Report) Order, 2016, ("the order ") 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 paragraph 3 and 4 of the said Order to the extent applicable.

- 2 As required by section 143(3) of the Act, we report that:
 - (a) we have sought and obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purpose of our audit.
 - (b) in our opinion, the Company has kept proper books of account as required by law, so far, as appears from our examination of the books.
 - (c) the Balance Sheet, the Statement of Profit and Loss and Cash Flow Statement dealt with by this report are in agreement with the books of account.
 - (d) in our opinion, the aforesaid financial statements comply with the Accounting Standards specified under section 133 of the Act read Rule 7 of the Companies (Accounts) Rules, 2014.
 - (e) on the basis of written representations received from the directors as on March 31, 2016, taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2016, from being appointed as a director in terms of section 164 (2) of the Companies Act, 2013.
 - (f) With respect to the adequacy of the internal financial controls over financial reporting of Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure-A".
 - (g) with respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules ,2014 in our opinion and to the best of our information and according to the explanations given to us :-
 - (i) The company does not have any pending litigations which would impact its financial position.
 - (ii) The Company did not have any long term contracts including derivative contracts for which there were any material foreseeable losses.
 - (iii) There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

For, M. R. Pandhi & Associates
Chartered Accountants
Firm Registration No.112360W

Ahmedabad, 30th May, 2016

Sd/-
N. R. Pandit
Partner
Membership No.033436

**ANNEXURE - A TO THE INDEPENDENT AUDITOR'S REPORT OF EVEN DATE ON THE
FINANCIAL STATEMENTS OF Interactive Financial Services Ltd..**

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

We have audited the internal financial controls over financial reporting of Interactive Financial Services Ltd. (“the Company”) as of 31st March 2016 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management’s Responsibility for Internal Financial Controls

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

Auditors’ Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the “Guidance Note”) and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects. Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor’s judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company’s internal financial controls system over financial reporting.

Meaning of Internal Financial Controls Over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

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

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2016, based on , “the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

**For, M. R. Pandhi & Associates
Chartered Accountants
Firm Registration No.112360W**

**Sd/-
N. R. Pandit
Partner
Membership No.033436**

Ahmedabad, 30th May, 2016

Interactive Financial Services Ltd.
ANNEXURE TO AUDITORS' REPORT

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

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

- (i)
 - a. The Company has maintained proper records showing full particulars including quantitative details and location of the fixed assets.
 - b. As explained to us, the management during the year has physically verified all the fixed assets. According to the information and explanations given to us, there is a regular programme of verification which, in our opinion is reasonable having regard to the size of the Company and the nature of its assets. No material discrepancies were noticed on such verification.
 - c. Based upon the audit procedure performed and according to the records of the Company, the title deeds of the immovable properties are held in the name of the company.
- (ii) The company's nature of operation does not require it to hold inventories. Therefore, the provisions of clause 3(ii) of the Order are not applicable to the Company.
- (iii)
 - (a) The Company has granted unsecured loan aggregating to Rs. 34.63 lacs during the year to one company covered in the register maintained under section 189 of the Act. In our opinion and according to the information and explanations given to us, the rate of interest and other terms and conditions of grant of such loans are prima facie not prejudicial to the interest of the company.
 - (b) As per the information and explanations given to us, in respect of loan granted, repayment of principal amount is as stipulated and payment of interest has been regular.
 - (c) There is no overdue amount in respect of loan granted to the companies listed in the register maintained under Section 189 of the Act.
- (iv) In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of Section 185 and 186 of the Act in respect of loans granted. The Company has not given any guarantee or provided any security in connection with such loan or made any investment to the persons covered under section 185 and 186 of the Act.
- (v) According to the information and explanations given to us, the Company has not accepted any deposit from the public within the meaning of Sections 73 to 76 of the Act and the rules framed thereunder. Therefore, the provisions of clause 3(v) of the Order are not applicable to the Company.
- (vi) As per the information and explanations given to us, the provisions of maintenance of cost records specified by the Central Government under section 148(1) of the Companies Act, 2013 are not applicable to the company during the year under reference. Therefore, the provisions of clause 3(vi) of the Order are not applicable to the Company.
- (vii)
 - a. According to the information and explanations given to us and on the basis of our examination of the records of the Company, amounts deducted / accrued in the books of account in respect of undisputed statutory dues including Income Tax, Service tax, and other material statutory dues have been regularly deposited during the year by the Company with the appropriate authorities. As explained to us, the Company did not have any dues on account of employees' state insurance, provident fund, Sales tax, VAT, cess, duty of excise and duty of customs.
 - b. According to information and explanation given to us, there are no dues of income tax, sales tax, service tax, customs duty, excise duty and value added tax which have not been deposited on account of any dispute.

- (viii) In our opinion and according to information and explanations given to us, the Company has not borrowed funds from Banks, Financial Institution, Government or Debenture holders. Therefore the provisions of clause 3(viii) of the Order are not applicable to the Company.
- (ix) In our opinion and according to information provided to us, the Company has not raised any money by way of initial public offer or further public offer (Including Debt Instruments) and term loans during the year. Therefore the provisions of clause 3(ix) of the Order are not applicable to the Company.
- (x) To the best of our knowledge and belief and according to the information and explanations given to us, no fraud by the company or on the company by its officers or employees have been noticed or reported during the year. Nor we have been informed of such case by the management.
- (xi) In our opinion and according to information provided to us, the company has paid/provided managerial remuneration in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Act.
- (xii) In our opinion, the Company is not a Nidhi Company. Therefore the provisions of clause 3(xii) of the Order are not applicable to the Company.
- (xiii) In our opinion and according to information and explanation given to us, the company has complied with provisions of Section 177 of the Act with respect to transactions with related parties. and the company has not entered into any transactions with related parties which attract provisions of Section 188 of the Act.
- (xiv)
- In our opinion and according to information and explanations given to us, the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review. Therefore the provisions of clause 3(xiv) of the Order are not applicable to the Company.
- (xv) In our opinion and according to information and explanations given to us, the company has not entered into any non-cash transactions with directors or persons connected with him as specified under Section 192 of the Act.
- (xvi) In our opinion and according to information and explanation given to us, the company is required to be registered under Section 45-1A of the Reserve Bank of India Act, 1934. However the Company has not obtained the registration.

For, M. R. Pandhi & Associates
Chartered Accountants
Firm Registration No.112360W

Sd/-
N. R. Pandit
Partner
Membership No.033436
Place : Ahmedabad
Date : 30th May, 2016

INTERACTIVE FINANCIAL SERVICES LTD.
Statement of Profit and Loss for the year ended 31st March 2016

Particulars		Note No	2015-2016 Amount Rs.	2014-2015 Amount Rs.
Income from Operation				
I.	Revenue from operations	12	4,635,774	2,279,479
II.	Other Income	13	69,288	4,350
III.	Total Revenue		4,705,062	2,283,829
IV.	<u>Expenses:</u>			
	Employee benefit expense	14	966,936	892,262
	Financial costs	15	290,677	547,271
	Depreciation and amortization expense		29,822	8,521
	Other expenses	16	5,005,196	594,264
	Total Expenses		6,292,631	2,042,318
V.	Profit before tax (III - IV)		(1,587,569)	241,511
VI.	Tax expense:			
	(1) Current tax expense for current year		-	46,100
	(2) (Less) : MAT Credit for current year		-	(46,100)
	(3) Short/(Excess) Provi. of I. Tax (Earlier Year)		10	(3,174)
	(4) Net Current Tax Expense		10	(3,174)
	(5) Deferred tax		-	(73,811)
	NET TAX EXPENSE / (BENEFIT)		10	(76,985)
VIII.	Profit/(Loss) for the period (XI – XII)		(1,587,579)	318,496
IX.	Earning per equity share:			
	(1) Basic		(0.53)	0.11
	(2) Diluted		(0.53)	0.11
	Significant Accounting Policies and Notes on Financial Statements	A to M 1 to 30		

As per our report of even date

For. M. R. Pandhi & Associates
Chartered Accountants
Firm Registration No.112360W

Sd/-
N. R. Pandit
Partner

Membership No.033436
Ahmedabad, 30th May, 2016

For and on Behalf of the Board of Directors

Sd/-
Mr. Ashok P. Vithlani
Managing Director

Sd/-
Mr. A. V. Popat
Director

Sd/-
Mr. Hitesh Rasiklal Joshi
Chief Financial Officer

Sd/-
Mr. Paresh N. Shah
Company Secretary

Ahmedabad, 30th May, 2016

INTERACTIVE FINANCIAL SERVICES LTD.
CASH FLOW STATEMENT FOR THE YEAR ENDED ON 31ST MARCH 2016

[Amount in Rupees]

Particulars	2015-2016	2014-2015
A. CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit before taxation and extraordinary items	(1,587,569)	241,511
Adjustment for :-		
Depreciation and Amortization	29,822	8,521
Foreign Exchange Rate Fluctuation	-	-
Finance Costs	290,677	547,271
Advances Written off	1,373,522	-
provision for Doubtful Advance w/back, no longer required	(2,257,415)	-
MAT Credit Written off	280,275	-
Excess provision w/back for Taxation of earlier years	-	3,175
sub-total	(283,120)	558,967
Profit on sales of fixed assets	-	846
Loss on sales of fixed assets	-	(142,968)
Interest income	-	-
	(283,120)	701,089
Operating Profit before working capital changes	(1,870,688)	942,600
Change in working Capital :		
Adjustment for Decrease (Increase) in operating assets		
Inventories	-	-
Trade receivables	-	-
Short Term loans & advances	(39,392)	4,500
Long Term loans & advances	6,775,461	(4,269,479)
Other Current Assets	-	-
Other Non-current Assets	(3,524)	(3,504)
Adjustment for (Decrease) Increase in operating liabilities		
Trade payables	95,079	8,695
Other current liabilities	2,643,055	(64,867)
Other long term liabilities	-	-
Short term provision	-	(64,584)
Long term provision	-	-
Cash Generated from Operations	7,599,991	(3,446,639)
Direct tax Paid	10	-
Cash Flow before extraordinary items	7,599,981	(3,446,639)
Extraordinary Items/Prior Period Items	-	-
Net cash from Operating Activities	7,599,981	(3,446,639)
B. NET CASH FLOW FROM INVESTMENT ACTIVITIES		
Purchase of Fixed Assets	-	-
interest income	-	-
Proceeds from sale of fixed assets	-	15,000
Net Cash from Investment Activities	-	15,000
C. CASH FLOWS FROM FINANCING ACTIVITIES		
Interest Expense	(290,677)	(547,271)
Proceeds of long term borrowings	-	-
Repayment of long term borrowings	-	-
Repayment of short term borrowing	(7,798,783)	-
Proceeds of short term borrowings	-	4,362,142
Net Cash from financial activities	(8,089,460)	3,814,871
NET INCREASE /(-) DECREASE IN CASH AND CASH EQUIVALENTS	(489,479)	383,232
FOREIGN EXCHANGE RATE FLUCTUATION	-	-
OPENING BALANCE IN CASH AND CASH EQUIVALENTS	870,218	486,986
CLOSING BALANCE IN CASH AND CASH EQUIVALENTS	380,739	870,218

Notes on Cash Flow Statement:

- The above statement has been prepared following the "Indirect Method" as set out in Accounting Standard 3 on Cash Flow Statement issued by the Institute Of Chartered Accountants of India.
- Cash and Cash Equivalents represent Cash and Bank (excluding fixed deposits).

As per our report of even date attached.

For, M. R. Pandhi & Associates
Chartered Accountants
Firm Registration No.112360W

Sd-/
N. R. Pandit
Partner
Membership No.033436
Ahmedabad, 30th May, 2016

For and on behalf of Board of directors

Sd-/
Mr. Ashok P. Vithlani
Managing Director

Sd-/
Mr. A. V. Popat
Director

Sd-/
Mr.Hitesh Rasiklal Joshi
Chief Financial Officer

Sd-/
Mr.Paresh N. Shah
Company Secretary
Ahmedabad, 30th May, 2016

Interactive Financial Services Ltd.

: Significant Accounting Policies :

A Basis of preparation of financial statements and revenue recognition:-

- 1 The financial statements have been prepared under the historical cost convention in accordance with the generally accepted accounting principles and the provisions of the Companies Act, 2013 as adopted consistently by the company.
- 2 Accounting policies not specifically referred to otherwise are consistent with generally accepted accounting principles followed by the company.
- 3 Revenue in respect of insurance / other claims, interest, commission etc is recognized only when it reasonably certain that the ultimate collection will be made. Income on sub-standard assets is recognized as and when received. Sales is exclusive of Service tax and other government levies.

B Fixed Assets & Depreciation / Amortisation: -

- 1 Fixed assets are stated at cost of acquisition less accumulated depreciation. All cost, till commencement of commercial production is capitalized.
- 2 Depreciation is systematically allocated over the useful life of tangible assets as specified in part C of schedule II of Companies Act 2013. Intangible assets (except goodwill) are amortized equally over five years. Goodwill is tested for impairment annually.
- 3 Pursuant to accounting standard 28 “ Impairment of Assets” issued by the ICAI, The Company has a system to review the carrying cost of all the assets vis-à-vis recoverable value and impairment loss, if any is charged to Profit and Loss account in the year in which an asset is identified as impaired. The impairment loss recognized in prior accounting periods is reversed if there has been a change in estimate of recoverable amount.

C Employee Retirement Benefit :-

- a. The Provident Fund Act, Employee State Insurance Act and the payment of Gratuity Act are not applicable to the company. Therefore, the company has no such liability.
- b. Wages, salaries, paid annual leave, sick leave and bonuses are accrued in the year in which the services are rendered by the employees. The company does not permit accumulating of unused leaves.
- c. In view of the above, the disclosure as required under Accounting Standard - 15 (Revised) is not given.

D Taxation:-

Taxation expense comprises current tax and deferred tax charge or credit. Provision for income tax is made on the basis of the assessable income at the tax rate applicable to the relevant assessment year. Advance tax and tax deducted at source are adjusted against provision for taxation and balance, if any, are shown in the balance sheet under respective heads

E Deferred Taxation

Deferred tax resulting from timing differences between book and tax profit is accounted for under the liability method at the current rate of Income tax to the extent that the timing differences are expected to crystallize as deferred tax charge/ benefit in the profit and loss a/c and as deferred tax Assets/Liability in the Balance-Sheet.

F Insurance Claim

Insurance and other claims to the extent considered recoverable are accounted for in the year of claim based on the amount assessed by the surveyor. However, claims and refund whose recovery cannot be ascertained with reasonable certainty, are accounted for on acceptance/actual receipts basis.

G Dividend Income

Dividend income is recognised when the right to receive payment is established.

Interactive Financial Services Ltd.

: Significant Accounting Policies :

H Use of Estimates

In preparing Company's financial statements in conformity with accounting principles generally accepted in India, management is required to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosure of contingent liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period;; actual results could differ from those estimates.

I Impairment of Assets

An asset is treated as impaired when the carrying cost of assets exceeds its recoverable value. An impairment loss is charged to the profit & Loss account in the year in which an asset is identified as impaired. The impairment loss recognized in prior accounting period is reversed if there has been a change in the estimate of recoverable amount.

J Provision, Contingent Liabilities and Contingent Assets

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

K Related Party Transaction

Parties are considered to be related if at any time during the year; one party has the ability to control the other party or to exercise significant influence over the other party in making financial and / or operating decision.

L Earning Per Share (EPS)

The earning considered in ascertaining the company's EPS comprises the net profit/(Loss) for the period after tax attributed to equity shareholders. The number of shares used in computing basic EPS is the weighted average number of shares outstanding during the year.

M Investments

Investments are stated at cost. Cost is inclusive of brokerage, fees and duties.

Interactive Financial Services Ltd.
Notes forming part of the Financial Statements as at 31st March 2016

Note No	Particulars	As at 31st March 2016	As at 31st March 2015
1	Share Capital		
	Equity Share Capital		
	Authorised Share capital : 8,000,000 (Previous year 8,000,000) Equity Shares of Rs.10/-each	80,000,000	80,000,000
	Issued, subscribed & paid up: 3,013,100 (Previous year 3,013,100) Equity Shares of Rs.10/-each	30,131,000	30,131,000
	Total	30,131,000	30,131,000

Notes:

- i All the equity shares carry equal rights and obligation including for dividend and with respect to voting.
- ii The Reconciliation of the number of shares and amount outstanding as at the year end is set as below:

Particular	As at 31st March 2016		As at 31st March 2015	
	Number of shares	Amount Rs.	Number of shares	Amount Rs.
Equity shares at the beginning of the year	3,013,100	30,131,000	3,013,100	30,131,000
Add: Equity Shares issued during the year	-	-	-	-
Equity shares at the end of the year	3,013,100	30,131,000	3,013,100	30,131,000

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

Particulars	As at 31st March 2016		As at 31st March 2015	
Medrick Investment & Finance P Ltd	29,950	0.99%	867,400	28.79%
Udayan Mandavya	720,000	23.90%	-	0.00%
Dimple Pandey	375,550	12.46%	-	0.00%
Ashok P Vitlhani	332,600	11.04%	256,600	8.52%

- iv The company is neither Holding Company nor a subsidiary of any other company.
- v During preceding 5 years, neither any shares have been allotted for consideration other than cash, bonus shares nor any shares have been bought back

2	Reserves and Surplus		
	a. Other Reserve		
	Profit and loss account		
	Opening Balance	710,271	392,783
	Less: Depreciation written off on Assets whose useful life is over	-	1,008
	Add : net profit / (loss) after tax from continuing operations	(1,587,579)	318,496
	Closing balance	(877,307)	710,271
	Total	(877,307)	710,271

3	Deferred Tax Liabilities		
	Deferred Tax Liabilities		
	On timing differences on depreciation on fixed assets	35,896	37,536
	Deferred Tax (Assets)		
	Unabsorbed Depreciation & Business Losses	1,473,352	308,843
	Provision for Doubtful debts	-	-
	Net Deferred Tax Liability / (Asset) on the date of Balance Sheet	(1,437,456)	(271,307)
	Less :		
	Provided for in the previous years	-	73,811
	Deferred Tax Provided / (Reversed) during the year	-	(73,811)

The Company has provided for deferred tax in accordance with the Accounting Standard on " Accounting for Taxes on Income " (AS 22) issued by the Institute of chartered Accountants of India. The details deferred tax assets and liabilities of the company as on the date of balance sheet are as above. As on 31-03-2016 the company has net deferred tax asset and as per the general prudence, the Company has not provided for deferred tax asset in the absence of virtual certainty.

4	Short-terms borrowings		
	- Unsecured		
	Loans and advances from KMP	-	1,299,809
	Loans and advances from other companies	-	6,498,974
	Total	-	7,798,783

5	Trade Payable		
	A) Trade Payable		
	Sundry Creditors	606,030	510,952
	Total	606,030	510,952

Interactive Financial Services Ltd.
Notes forming part of the Financial Statements as at 31st March 2016

Note No	Particulars	As at 31st March 2016	As at 31st March 2015
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6	Other current liabilities		
	Outstanding Liabilities	3,102,221	449,118
	Statutory Liabilities	56,671	66,719
	Total	3,158,892	515,837

7 Fixed assets

Particulars	Gross Block				Depreciation Fund				Net Block		
	As On 01-Apr-15	Addition during the year	Deduction during the year	Total As on 31-Mar-16	Up To 31-Mar-15	Provided during the year	Assets Written off Whose Useful Life is Over	Deduction/Adjustment during the year	Total As on 31-Mar-16	Total As on 31-Mar-16	Total As on 31-Mar-15
<u>Tangible Assets</u>											
Office Building	501,900	-	-	501,900	157,948	29,822	-	-	217,605	284,295	314,117
Furniture Fixtures	1,050,340	-	-	1,050,340	1,018,129	-	-	-	997,823	52,517	52,517
Total Rs.	1,552,240	-	-	1,552,240	1,185,606	29,822	-	-	1,215,428	336,812	366,634

8	Long Term Loans and Advances		
	Sub Standard Asset		
	Other Advances	1,099,757	3,049,757
	Less : Advances W/off being not recoverable	(1,099,757)	2,257,415
	Net Other Advances	0	792,342
	Business Advances	31,438,168	35,727,384
	Less : Advances W/off being not recoverable	(273,765)	-
	Net Business Advances	31,164,403	35,727,384
	Advance for Capital Assets	-	625,000
	Balance with Government Authorities	1,024,662	1,216,182
	Total	32,189,065	38,360,908

Notes :

- i Loans & Advances includes due from a company in which one of director is director / member,

Particular	2015-2016	2014-2015
AAA IT Solutions P Ltd.	2,230,646	6,286,042
Total	2,230,646	6,286,042

9	Other non-current assets		
	Deposits	72,144	68,620
	Total	72,144.00	68,620.00

10	Cash and Bank Balances		
	<u>a. Cash and Cash Equivalents</u>		
	<u>Cash</u>		
	Cash on hand	44,548	828,219
	<u>Cash Equivalents</u>		
	Balances with banks - in current accounts	336,190	41,999
	Total	380,739	870,218

11	Short term loans and advances		
	Other Advances	39,857	465
	Total	39,857	465

INTERACTIVE FINANCIAL SERVICES LTD.

Notes forming part of Statement of Financial Statements for the year ended on 31st March 2016

Note No	Particulars	2015-2016 Amount Rs.	2014-2015 Amount Rs.
12	Revenue from Operations		
	Operational Income	2,378,359	2,279,479
	Provision for Doubtful Advances Written Back	2,257,415	-
	Total	4,635,774	2,279,479
13	Othe Income		
	Other Income	69,288	3,504
	Profit on sale of Asset	-	846
	Total	69,288	4,350
14	Employee Benefits Expense		
	Salary, Bonus & Exgratia	257,314	174,746
	Leave Encashment Expenses	26,433	24,433
	Other Allowances	233,189	243,083
	Directors Remuneration	450,000	450,000
	Total	966,936	892,262
15	Finance Costs		
	Interest Expenses	288,987	546,189
	Bank Charges	1,690	1,082
	Total	290,677	547,271
16	Other Expenses		
	Advances Written off	1,373,522	-
	MAT Credit Written off	280,275	-
	Insurance Expenses	465	1,054
	Auditors Remuneration	69,845	37,079
	Electricity Expenses	47,578	36,394
	Listing Fees	3,109,400	26,097
	Loss On Sale of Assets	-	142,968
	Motor Car Petrol Exps.	-	7,228
	Administrative & General Expenses	124,111	343,444
	Total	5,005,196	594,264

Interactive Financial Services Ltd.
Schedule - C # Fixed Assets

Assets	Gross Block				Depreciation Fund					Net Block	
	As On	Addition during the year	Deduction during the year	Total As on	Up To	Provided during the year	Assets Written off Whose Useful Life is Over	Deduction/Adjustment during the year	Total As on	Total As on	Total As on
	31-Mar-15			31-Mar-16	31-Mar-15				31-Mar-16	31-Mar-16	31-Mar-15
Office Building	501,900	-	-	501,900	187,783	29,822	-	-	217,605	284,295	314,117
Furniture Fixtures	1,050,340	-	-	1,050,340	997,823	-	-	-	997,823	52,517	52,517
Total Rs.	1,552,240	-	-	1,552,240	1,185,606	29,822	-	-	1,215,428	336,812	366,634

Interactive Financial Services Ltd.
Sub-Schedule - A of Schedule - D of Fixed Assets 2015-16

Assets	Gross Block				Depreciation Fund					Net Block	
	Total As On	Addition During	Deduction During	Total As On	Up To	Provided During	Assets Written off Whose Useful Life is Over	Deduction/Adjustment During	Total As On	Total As On	Total As On
	01-Apr-15	The Year	The Year	31-Mar-16	31-Mar-15	The Year		The Year	31-Mar-16	31-Mar-16	31-Mar-15
Office Building											
Office Building	501,900	-	-	501,900	187,783	29,822	-	-	217,605	284,295	314,117
	501,900	-	-	501,900	187,783	29,822	-	-	217,605	284,295	314,117
Furniture Fixtures											
Furnitures	1,023,590	-	-	1,023,590	972,410	-	-	-	972,410	51,180	Minimum 5% Require
Electric Fitting	26,750	-	-	26,750	25,413	-	-	-	25,413	1,337	Minimum 5% Require
	1,050,340	-	-	1,050,340	997,823	-	-	-	997,823	52,517	-
Total Rs.	2,729,301	-	-	1,552,240	1,185,606	29,822	-	-	1,215,428	336,812	314,117

INTERACTIVE FINANCIAL SERVICES LTD.

Sub Notes forming part of the Balance Sheet as at 31st March 2016

Sub Note No	Particulars	As at 31st March 2016	As at 31st March 2015
1	<u>Share Capital</u>		
	<u>Authorised Share Capital</u>		
	8,000,000 Equity Shares of Rs. 10/- each	80,000,000	80,000,000
		80,000,000	80,000,000
	<u>Issued,Subscribed & Paid-up Share Capital</u>		
	30,13,100 Equity Shares of Rs. 10/- each	30,131,000	30,131,000
	Fully paid-up (Previous year 30,13,100. Equity Shares of Rs.10 /- each fully paid-up)		
	Total :	30,131,000	30,131,000
2	<u>Unsecured Loans :</u>		
2.01	<u>From Director</u>		
	Ashokbhai P Vithlani	-	1,299,809
		-	1,299,809
2.02	<u>From Inter-corporate Company</u>		
	Polad Traders Private Limited	-	6,498,974
		-	6,498,974
3	<u>Sundry Creditors</u>		
	Outstanding Salary & Allow.	146,000	33,500
	Directors Remuneration payable	450,000	450,000
	R. S. Desai & Co.	2,750	2,500
	Tushar Vora & Associates	-	20,472
	Professional Tax (Staff)	7,280	4,480
	Total :	606,030	510,952
4	<u>Other Current Liabilities</u>		
	Polad Finance Ltd.	70,000	145,000
	Udayan K. Mandavya	1,947,400	-
	Polad Traders Pvt. Ltd.	794,410	-
	Leave Encashment Payable	75,299	48,866
	Unpaid Electric Charges	-	3,885
	Unpaid Auditor's Remuneration	215,112	251,367
	Total :	3,102,221	449,118
5	<u>Statutory Liabilities</u>		
	Roc Filling Fees Advance	-	6,800
	TDS Payable	56,671	59,919
	Total :	56,671	66,719
6	<u>Provision</u>		
	MAT / Income Tax Payable Provisions	-	46,100
	Less :		
	Advance Tax / TDS Receivable	-	46,100
	Total :	-	-
7	<u>Provision for Doubtful Debts</u>		
	Opening Balance	2,257,415	2,257,415
	Less: Provision written back during the year	(2,257,415)	-
	Closing Balance	-	2,257,415

INTERACTIVE FINANCIAL SERVICES LTD.

Sub Notes forming part of the Balance Sheet as at 31st March 2016

Sub Note No	Particulars	As at 31st March 2016	As at 31st March 2015
8	<u>Long Term Loan and Advances</u>		
	<u>Business Advances</u>		
	<u>Standard Assets:</u>		
	Advance Caplease Pvt Ltd.	7,657,542	7,123,295
	Advance Construction Ltd.	2,564,916	2,385,968
	Polad Traders Pvt. Ltd.	3,463,171	-
	Ajitkumar Tulsidas Nagadia	-	1,000,000
	Amit Sharadchandra Gawande	-	1,000,000
	Anil B Raval	2,418,847	2,250,090
	Bharat Bagadia	3,524,781	3,278,866
	M.Mrugesan	-	473,033
	Murgan Non Trading Corporation	5,202,245	4,839,298
	Mudra Capital Services Pvt Ltd	-	600,000
	Overnight Photoretouching Pvt Ltd	1,485,177	1,485,700
	Sharadchandra C Gawande	-	300,000
	AAA IT Solutions P.Ltd.	2,230,646	6,286,042
	Cross Byrne Design Studios Pvt Ltd	2,617,078	2,381,327
	Shree Commodities	-	350,000
	Gross Total : [A]	31,164,403	33,753,619
	Viral A. Nagadia	148,770	1,248,770
	Zinal V. Nagadia	124,995	724,995
	Sub Total :	273,765	1,973,765
	Less: Advances W/off being not recoverable	(273,765)	-
	Gross Total : [B]	-	1,973,765
	Gross Total [A+B]	31,164,403	35,727,384
9	<u>Deposits</u>		
	Security Deposit - AEC	1,000	1,000
	Security Deposit - Surendra Auto	2,000	2,000
	Security Deposit - VAT	25,000	25,000
	Fd A/C No.44910-303-0195356	21,846	20,104
	Fd A/C No.44910-303-0195357	22,298	20,516
	Total :	72,144	68,620
10	<u>CASH AND BANK BALANCES</u>		
	Cash on hand	44,548	828,219
	<u>Balances with Scheduled Banks</u>		
	The Federal Bank Limited Current Account	191,650	35,807
	Union Bank of India	144,541	6,192
	Total	380,739	870,218
11	<u>Long Term Loan and Advances</u>		
	<u>Sub Standard Assets:</u>		
	Ajay Kumar Jayantilal Pala	358,858	358,858
	Deepa A.Pala	227,235	1,227,235
	Komal N.Pala	220,827	1,170,827
	Nalin Narottam Pala	292,837	292,837
	Total :	1,099,757	3,049,757
	Advances W/off being not recoverable	(1,099,757)	-
	Net Total :	0	3,049,757

INTERACTIVE FINANCIAL SERVICES LTD.

Sub Notes forming part of the Balance Sheet as at 31st March 2016

Sub Note No	Particulars	As at 31st March 2016	As at 31st March 2015
	<u>Advance for Capital Assets</u>		
	Shubh Developers	-	625,000
	Total :	-	625,000
	<u>Balance with Government Authorities</u>		
	MAT Credit Receivable - Asst. Year 2008-09	-	62,613
	MAT Credit Receivable - Asst. Year 2009-10	-	58,240
	MAT Credit Receivable - Asst. Year 2010-11	-	91,922
	MAT Credit Receivable - Asst. Year 2011-12	-	67,500
	MAT Credit Receivable - Asst. Year 2014-15	110,000	110,000
	MAT Credit Receivable - Asst. Year 2015-16	46,100	46,100
	TDS Receivable (Asst Year 2008-09)	257,050	257,050
	TDS Receivable (Asst. Year 2009-10)	429,391	429,391
	TDS Receivable (Assessment Year 2011-12)	2,252	2,252
	TDS Receivable (Assessment Year 2012-13)	19,837	19,837
	TDS Receivable (Assessment Year 2013-14)	42,251	42,251
	TDS Receivable (Assessment Year 2015-16) (Net of MAT)	29,026	29,026
	TDS Receivable (Assessment Year 2016-17) (Net of MAT)	88,755	-
	Total	1,024,662	1,216,182
12	<u>Other Advances</u>		
	Pre-Paid Exps.	-	465
	Satellite Corporate services Pvt. Ltd.	34,200	-
	Torrent Power Ltd.	5,657	-
	Total	39,857	465

INTERACTIVE FINANCIAL SERVICES LTD.

Sub Notes forming part of Statement of Profit & Loss Account for the year ended on 31st March 2016

Sub Note No	Particulars	2015-2016 Amount Rs.	2014-2015 Amount Rs.
1	<u>Income from Operations</u>		
	Interest from Others	2,378,359	2,279,479
	Provision for Doubtful Advances Written Back	2,257,415	-
	Total Rs.:	4,635,774	2,279,479
2	<u>Other Income</u>		
	Interest Received on I.Tax Refund	1,899	-
	I.Tax Refund Received	63,361	-
	Interest Received on Term Deposit	3,524	3,504
	Prior Period Adjustment	504	-
	Total Rs.:	69,288	3,504
3	<u>Administrative & General Expenses</u>		
	Advertisement	-	119,437
	Filing Fees	-	114
	Legal & Professional Fees	71,700	137,332
	Professional Tax (Company)	2,400	2,400
	Vehicle/Motor Car Repairing & Maint. Exps.	6,000	28,794
	Postage & Courier Expense	-	165
	ROC Filing Fees	3,600	55,200
	Depository fees	39,900	-
	Stationary, Stamping & Printing Exps.	171	-
	Round Off	-	1
	Sundry Balance W/off	340	1
	Total Rs. :	124,111	343,444

INTERACTIVE FINANCIAL SERVICES LTD.

: General Notes forming the parts of Accounts:

- 17 Previous year's figures have been regrouped, reclassified and rearranged wherever necessary.
- 18 Figures have been rounded off to nearest of rupee.
- 19 In the opinion of the Board, the Current Assets, Loans and Advances are approximately of the value, if realized, during the ordinary course of business.
- 20 The balances of sundry debtors and sundry creditors are subject to confirmation from respective parties. Necessary adjustments, if any, will be made when accounts are reconciled / settled.

21 Payment to Auditors : (exclusive of service tax)

Particulars	2015-2016	2014-2015
i) For Audit Fees	50,000	25,000
ii) For Taxation services	11,000	8,000
Total Rs:	61,000	33,000

22 Value of Imports on C. I. F Basis in respect of

Particulars	2015-2016	2014-2015
Raw Material / Capital Goods etc.	NIL	NIL

23 Expenditure in Foreign currency

Particulars	2015-2016	2014-2015
Business Tour / Dividend etc.	NIL	NIL

24 Earnings in Foreign currency

Particulars	2015-2016	2014-2015
Exports at FOB value	NIL	NIL

- 25 As at 31st March 2016, no supplier has intimated the company about its status as Micro, Small and Medium Enterprise or its registration with the appropriate authority under the Micro, Small and medium enterprises development Act, 2006. In view of this Disclosure u/s 22 of the Micro, Small and medium enterprises development Act, 2006 is not furnished for the year ended 31st March 2016

26 Segment Reporting:

The Company is mainly engaged only one segment. The Services i.e. Interest Income & Rent Income, earned in indian markets only. Hence there are no reportable business segments and/or geographical segment.

27 Related party Disclosure. :-

Disclosures as required by Accounting Standard 18 "Related Party Disclosures" are given below.

A Key Management Personnel

- | | | |
|----------------------------|---|-------------------------|
| 1 Mr. Ashok P. Vithlani | - | Chairman |
| 2 Mr. Ashwin V. Popat | - | Director |
| 3 Mr.Hitesh Rasiklal Joshi | - | Chief Financial Officer |
| 4 Mr.Paresh N. Shah | - | Company Secretary |

B Related Parties

- | | |
|-----------------------------------|---|
| 1 Distribution Point | 6 Search Solutions P Ltd. |
| 2 Hemraj Nanji HUF | 7 AAA IT Solutions P Ltd. |
| 3 Polad Traders P Ltd. | 8 Interactive Manpower Solutions P Ltd. |
| 4 Polad Finance Ltd. | 9 Cross Bryne Design Studio P Ltd. |
| 5 Expression Advt. & Mktg. P Ltd. | 10 SAP Infotech P ltd. |

C Transactions with related parties :

Amount Rs. in lakhs

SN	Nature of Transaction	Related Parties		Key Management Personnel		Relative of KMP	
		2015-2016	2014-2015	2015-2016	2014-2015	2015-2016	2014-2015
1	Receipt of Loan	-	32.61	-	-	NIL	NIL
2	Repayment of Loan	64.99	1.00	17.50	NIL	NIL	NIL
3	Other Payment Received	0.69	0.08	2.60	2.60	NIL	NIL
4	Other Payment Repaid	1.37	NIL	2.60	NIL	NIL	NIL
5	Advance Given	34.63	10.65	NIL	NIL	NIL	NIL
6	Advance Received Back	45.00	NIL	NIL	NIL	NIL	NIL
7	Interest Paid	2.57	5.46	NIL	NIL	NIL	NIL
8	Interest Received	7.56	6.87	NIL	NIL	NIL	NIL
9	Remuneration Paid	NIL	NIL	8.84	7.64	NIL	NIL
10	Balance Outstanding						
a.	Short Term Borrowings	-	64.99	-	13.00	NIL	NIL
b.	Loan & Advances	83.11	86.67	NIL	NIL	NIL	NIL
c.	Sundry creditors for Expences	NIL	NIL	5.96	4.76	NIL	NIL
d.	Other Current Liabilities	7.94	NIL	NIL	NIL	NIL	NIL

INTERACTIVE FINANCIAL SERVICES LTD.**: General Notes forming the parts of Accounts:****28 Particulars of Earnings Per Share:**

Earning per share computed in accordance with Accounting Standard 20 issued by The Institute of Chartered Accountants of India.

Particulars	2015-2016	2014-2015
Net Profit attributable to Share Holders	(1,587,579)	318,496
Number of Equity shares/Weighted Equity Shares	3,013,100	3,013,100
Nominal value of share	(0.53)	0.11
Earning per share	(0.53)	0.11

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

29 Expenditure incurred by the company on employees

- i if employed throughout the financial year and were in receipt of remuneration for that year which in aggregate was not less than Rs.6,000,000/- Rs. Nil (Previous year Rs. Nil)
- ii if employed for a part of the financial year and were in receipt of remuneration for any part of that year at the rate, which in aggregate was not less than Rs.500,000/- per month Rs. Nil (Previous year Rs. Nil)

30 Additional Information pursuant to Note 5 of Part II of Revised Schedule VI of the Companies Act,1956:**A) TURNOVER:***Amount Rs. In Lakhs*

SL.	CLASS OF GOODS	Turnover for the year : 2015-2016	Turnover for the year : 2014-2015
A	Interest Income	2,378,359	2,279,479
		-	-
	TOTAL	2,378,359	2,279,479
		-	-

For and on behalf of the Board of Directors

For, M. R. Pandhi & Associates
Chartered Accountants
Firm Registration No.112360W

Sd/-
Mr. Ashok P. Vithlani
Managing Director

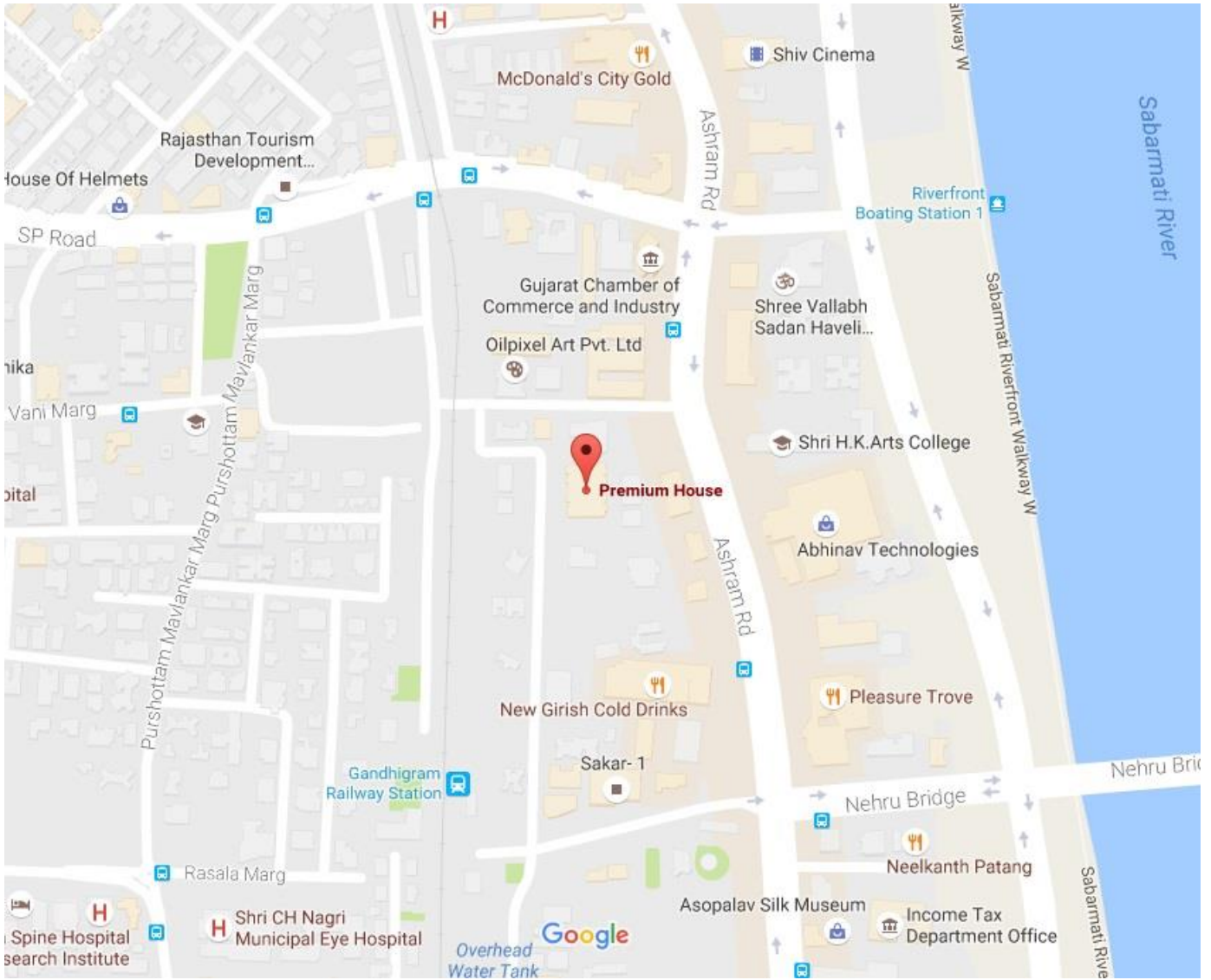
Sd/-
Mr. A. V. Popat
Director

Sd/-
N. R. Pandit
Partner
Membership No.033436
Ahmedabad, 30th May, 2016

Sd/-
Mr.Hitesh Rasiklal Joshi
Chief Financial Officer
Ahmedabad, 30th May, 2016

Sd/-
Mr.Paresh N. Shah
Company Secretary
Ahmedabad, 30th May, 2016

Map to the Venue of the AGM



INTERACTIVE FINANCIAL SERVICES LIMITED
CIN: L65910GJ1994PLC023393

Registered Office: 4 Saujanya Raw Houses, Nr. Darpan Six Road, Navrangpura, Ahmedabad-380009
 Email ID: info@iFinServices.com Website: www.ifinservices.com

22th Annual General Meeting on 30.09.2016 at 04.00 P.M. at B – 1005, Premium House, Ahmedabad-380009

DP. Id*		Name & address of the registered shareholder
Client Id*		
Regd. Folio No.		

* Applicable for shareholding in electronic form.

I/We certify that I/We am/are a Registered Shareholder / Proxy for the Registered Shareholder of the Company. I/We hereby record my/our presence at the 22th Annual General Meeting of the Company

Signature of Member(s)/ Proxy

NOTE: A member or his duly appointed Proxy willing to attend the meeting must fill-up this Admission Slip and hand over at the entrance.

✂-----Cut Here-----

PROXY FORM

Form No MGT-11

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

CIN	L65910GJ1994PLC023393
Name of Company	Interactive Financial Services Limited
Reg. Office Address	4 Saujanya Raw Houses, Nr. Darpan Six Road, Navrangpura, Ahmedabad-380009
Name of the Member	
Registered Address	
E Mail Id	
Folio No./Client ID	

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

Name			
Address			
E mail Id		Signature	

OR FAILING HIM

Name			
Address			
E mail Id		Signature	

OR FAILING HIM

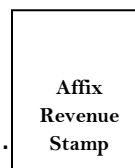
Name			
Address			
E mail Id		Signature	

As my/ our Proxy to attend and vote for me/us on my/ our behalf at the 22th Annual General Meeting of the Company to be held on 30.09.2016 at 04:00P.M. at B – 1005, Premium House, Ahmedabad-380009 and at any adjournment thereof and respect of such resolution mentioned below:

Resoluti on No.	Resolution	For	Again st
Ordinary Resolutions:			
01	Adaption of Financial Statement for the year ended 31.03.2016		
02	Appointment of Mr. Ashok Vithalani, liable to retire by rotation, and being eligible for re – appointment		
03	Appointment of M/s. Devadiya & Associates, Chartered Accountants, as the Statutory Auditor of the Company		

Signed on thisday of2016.

Signature of Shareholder/ Signature of Proxy



NOTE:

1. The Proxy need not be a Member.
2. The Proxy Form must be deposited at the Registered Office not less than 48 hours before the scheduled time for holding the meeting.

If undelivered, revert us at:

Interactive Financial Services Limited

4 Saujanya Raw Houses,

Nr. Darpan Six Road,

Navrangpura,

Ahmedabad-380009

CIN: L65910GJ1994PLC023393

E – Mail: info@ifinservices.com

Web: www.ifinservices.com