

INTERACTIVE FINANCIAL SERVICES LIMITED

ANNUAL REPORT

2017-2018

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

Name of Directors	Designation
Mr. Udayan Mandavia	Managing Director
Mr. Saurabh Gangadia	Independent Director
Mr. Kishor Vekariya	Independent Director
Ms. Sejal K. Mandavia	Director
Key Managerial Personnel:	
Mr. Anant Bhatt	Company Secretary
Mr. Hitesh Joshi	CFO

Name of Stock Exchange:

Bombay Stock exchange

Script Code: 539692

ISIN: INE064T01018

Registrar & Share Transfer Agent:

Satellite Corporate Services Pvt. Ltd.

B – 302, Sony Apartment,

Opp. St. Jude High School,

Off. Andheri Kurla Road,

Jarimari, Sakinaka,

Mumbai – 400072

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Auditors:**Statutory Auditor:**

M/s. KPND & Co

Chartered Accountants

044, Ground Floor, Shree naman

Plaza, Opp. Sankar lane, S.V. Road,

Kandivali, Mumbai-400067.

M/s. K.A. Shukla & Associates

Practicing Company Secretary

F-506, Titanium City Center, Nr.Sachin

Tower,100 ft Road, Anand Nagar,

Satellite, Ahmedabad- 380015

Bankers:

Axis Bank Limited Nehrunagar Branch Abhishree Avenue Near Nehrunagar cross road Nehrunagar, Ambavadi Ahmedabad – 380 015	Union Bank of India Dr. S.R. Marg-Ahmedabad Ganesh Chmabers, Nr. Darpan Rasta, Ahmedabad-380014	Federal Bank Limited P B No. 4073, Ashram Road, Navarangpura P.O, Ahmedabad-380009
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NOTICE

NOTICE is hereby given that the 24th Annual General Meeting of the members of **Interactive Financial Services Limited** will be held on Friday 14th September, 2018, at 4.00 PM at B-1005, Premium House, Behind Handloom House, Ashram Road, Ahmedabad – 380009, to transact the following business, with or without modification.

ORDINARY BUSINESSES:

ITEM NO. 1:

To receive, consider and adopt the audited financial Statement of the company for the financial year ended on 31st March, 2018 and the reports of the Board of the Directors and Auditors thereon.

ITEM NO.2:

To appoint a Director in place of Mr. Udayan Mandavia (DIN: 00740615), Managing Director who retires by rotation and being eligible offers himself for re-appointment.

ITEM NO. 3:

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

“RESOLVED THAT pursuant to the provisions of Section 139, 142 and other applicable provisions if any of the Companies Act, 2013 and the Companies (Audit and Auditors) Rules, 2014 (including any statutory modification(s) ore re-enactment thereof for the time being in force), M/s, KPND & Co., Chartered Accountants, Mumbai (having Firm’s registration Number:133861W) be and is hereby appointed as Auditors of the company to hold office from the conclusion of this Annual General Meeting (“AGM”) for his remaining tenure of 4(Four) Years subject to ratification of the appointment by the members at every intervening Annual General Meeting held after this Annual General Meeting at such remuneration as may be mutually agreed between the Board of Directors of the company and the Auditors.”

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

SPECIAL BUSINESSES:

ITEM NO. 4:

To consider and if thought fit, to pass with or without modification, the following resolution as **Special Resolution**:

“RESOLVED THAT pursuant to the provisions of Section 5 and 14 and other applicable provisions of the Companies Act, 2013 read with rules made thereunder (including any statutory modification(s) or re – enactment thereof, for the time being in force), the draft regulations contained in the Articles of Association submitted to this meeting, be and are hereby approved and adopted in substitution, and to the entire exclusion, of the regulations contained in the existing Articles of Association of the Company.”

“RESOLVED FURTHER THAT the Board of Directors of the Company, be and is hereby authorized to do all acts and take all such steps as may be necessary, proper or expedient to give effect to this resolution.”

ITEM NO.5

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

“RESOLVED THAT pursuant to provision of Section 13 (2) and other applicable provisions, if any, of the Companies Act, 2013 and rules framed thereunder, including any statutory modification(s) or re-enactment thereof, for the time being in force and subject to the approval of the Central Government and

other necessary approvals, consents, permissions and sanctions, required, if any, in this regard from any appropriate authority and subject to such terms, conditions, amendments or modifications as may be required or suggested by statutory authorities, consent of the members be and is hereby given for changing the name of the company from "Interactive Financial Services Limited" to "**Quontic Technologies Limited**" or any other name as may be approved by the statutory authorities, whether under the Companies Act, 2013 or any other rules, laws, acts, statutes or regulations as may be applicable to the Company.

ITEM NO.6

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

"RESOLVED THAT pursuant to Section 188(1)(d) and other applicable provisions, if any of the Companies Act, 2013 and relevant rules made there under (including any statutory modification(s) or re – enactment thereof, for the time being in force) the consent of the members be and is hereby accorded to the Board (hereinafter referred to as "the Board" which term shall be deemed to include any Committee which the Board may constitute for this purpose or any person(s) authorized by the Board) to enter into the transaction(s) with iPatientCare Private Limited on arm's length Price with respect to availing or rendering of any services for the price consideration of upto Rs. 3,00,00,000 (Rupes Three crores only)."

"RESOLVED FURTHER THAT any of the Directors and / or Managing Director and / or Key Managerial Personnel of the Company, be and hereby authorized to do such act, deeds and things and to file forms and necessary documents with the concerned authorities to give effect to the aforementioned resolution."

ITEM NO.7

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

"RESOLVED THAT pursuant to Section 188(1)(d) and other applicable provisions, if any of the Companies Act, 2013 and relevant rules made there under (including any statutory modification(s) or re – enactment thereof, for the time being in force) the consent of the members be and is hereby accorded to the board (hereinafter referred to as "the Board" which term shall be deemed to include any Committee which the Board may constitute for this purpose or any person(s) authorized by the Board) to enter into the transaction(s) with Information Technology Consultants on arm's length Price with respect to availing or rendering of any services for the price consideration of upto Rs. 2,00,00,000 (Rupes Two crores only)."

"RESOLVED FURTHER THAT any of the Directors and / or Managing Director and / or Key Managerial Personnel of the Company, be and hereby authorized to do such act, deeds and things and to file forms and necessary documents with the concerned authorities to give effect to the afore mentioned resolution."

ITEM NO.8

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

"RESOLVED THAT pursuant to Section 186(3) and other applicable provisions, if any, of the Companies Act, 2013 and the Rules made thereunder (including any statutory modification thereof for the time being in force and as may be enacted from time to time), and in terms of Articles of Association of the Company and subject to such approvals, consents, sanctions and permissions as may be necessary, the consent of the members be and is hereby accorded to the Board of Directors (hereinafter referred to as "the Board" which term shall be deemed to include any Committee which the Board may constitute for this purpose or any person(s) authorized by the Board) for making investment(s) in excess of limits specified under section 186 of Companies Act, 2013 from time to time in acquisition of securities of any body corporate or for giving loans, guarantees or providing securities to any body-corporate or other person / entity whether in India or outside India, as may be considered appropriate for an amount not exceeding Rs. 25,00,00,000 (Rupees Twenty five Crores Only), notwithstanding that such investment and acquisition together with the Company's existing investments in all other bodies corporate, loans and guarantees given and securities provided shall be in excess of the limits prescribed under section 186(3), of the Companies Act, 2013.

RESOLVED FURTHER THAT for the purpose of giving effect to the above, any of the Directors and /or Managing Director and / or Key Managerial Personnel of the Company be and is hereby authorized to finalize and execute all agreements, documents and writings and to do all acts, deeds and things in this connection and incidental thereto as they may in their absolute discretion deem fit to give effect to this resolution."

For, Interactive Financial Services Limited

Date: 14/08/2018

Place: Ahmedabad

SD/-

Mr. Udayan Mandavia

Managing Director

DIN: 00740615

Notes:

- 1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE ON HIS/HER BEHALF AND THE PROXY NEED NOT BE A MEMBER OF THE COMPANY.**
2. A person can act as a proxy on behalf of member not exceeding fifty (50) and holding in the aggregate not more than ten (10) percent of the total share capital of the Company carrying voting rights. A member holding more than ten (10) percent of the total share capital of the company carrying voting rights may appoint a single person as proxy and such person shall not act as a proxy for any other person or shareholder.
- 3. THE INSTRUMENT APPOINTING THE PROXY, IN ORDER TO BE EFFECTIVE, MUST BE DEPOSITED AT THE COMPANY'S REGISTERED OFFICE, DULY COMPLETED AND SIGNED, NOT LESS THAN FORTY-EIGHT HOURS BEFORE THE COMMENCEMENT OF THE MEETING. PROXIES SUBMITTED ON BEHALF OF LIMITED COMPANIES, SOCIETIES, ETC., MUST BE SUPPORTED BY APPROPRIATE RESOLUTIONS/AUTHORITY, AS APPLICABLE.**
4. Corporate Members intending to send their authorized representative to attend the meeting are requested to send a certified copy of the board resolution to the company, authorizing their representative to attend and vote on their behalf at the meeting.
5. Members/proxies/authorized 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 **Saturday, 08/09/2018 to Friday, 14/09/2018 (both days inclusive)** for determining the names of members eligible for the purpose of AGM.
8. We urge members to support our commitment to environmental protection by choosing to receive their shareholding communication through email. You can do this by updating your email address with your depository participants.
9. The Statement pursuant to Section 102 of the Companies Act, 2013 and/or Regulation 36(3) of SEBI (Listing Obligation & Disclosure Requirement) Regulation, 2016 is annexed hereto and forms part of this Notice.
10. The Companies Act, 2013 provides nomination facility to the members. As Members of the Company, you have an option to Nominate any person as your Nominee to whom your shares shall vest in the unfortunate event of your death. It is advisable to avail of this facility especially by the members who currently hold shares in their single name. Nomination can avoid the process of acquiring right in shares through transmission by law. In case of nomination for the shares held by the joint holders, such nomination will be effectively only on death of all holders. In case the shares are held in dematerialized forms, the nomination form needs to be forwarded to your depository participant.
11. Trading in equity shares of the company is compulsory in dematerialized mode by all the investors. In view of the above, members are therefore advised to convert their shareholding in dematerialized forms.

12. Members seeking any information or clarification on the account are requested to send written queries to the company, at least 10 days before the date of the meeting to enable the management to keep the required information available at the meeting.
13. All Documents referred to in the accompanying notice and explanatory statement will be open for inspection at the registered office of the company during normal business hours (10 A.M to 6 P.M) on all working days, except Saturday & Sunday up to the date of Annual General Meeting of the Company and also will be available for inspection by the members at the AGM.
14. Physical 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 is being sent to all the members is being sent by the permitted mode.
15. With a view to conserve natural resources, we requested shareholders to update and register their email address with their depository participants or with the company, as the case may be, to enable the company to send communication including Annual Report, Notices, Circulars, etc. electronically.
16. Members who hold shares in physical form in multiple folios in identical names or joint holding in the same order of names are requested to send the share certificate to the share transfer Agent for Consolidation into a single folio.
17. Voting rights shall be reckoned on the paid up value of shares registered in the name of the member/ beneficial owner (in case of electronic shareholding) as on the cut-off date i.e **Friday 07/09/2018**.
18. In terms of Section 108 of the Companies Act, 2013 read with the companies (Management and administration) Rules, 2014 as amended, and Regulation 44 of SEBI(Listing Obligation & Disclosure Requirement)Regulation,2015, the Company is 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. **Friday 07/09/2018** to exercise their right to vote by electronic means on any or all of the business specified in the accompanying notice (the "Remote e-voting"). It is hereby clarified that it is not mandatory for a member to vote using the e-voting facility and a member may avail of the facility at his/her discretion, subject to compliance with the instruction for e-voting.
19. Members whose names are recorded in the Register of Members or in the Register of Beneficial Owners maintained by the Depositories as on the Cut-off date i.e **Friday 07/09/2018** will be entitled to avail the facility of remote e-voting as well as voting at the AGM. Any recipient of the Notice, who has no voting rights as on the cut-off date, shall treat this notice as intimation only.
20. A person who has acquired the shares and has become a member of the Company after the dispatch of the notice of the AGM and prior to the cut-off date i.e. **Friday 07/09/2018** shall be entitled to exercise his/her vote either electronically i.e. remote e-voting or through the poll paper at the AGM by following the procedure mentioned in this part.
21. The remote e-voting will commence on **Sunday 09/09/2018** at **10:00 a.m.** and will end on **Thursday 13/09/2018** 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. i.e. **Friday 07/09/2018** my cast their vote electronically. The members will not be able to cast their vote electronically beyond the date and time mentioned above and the remote e-voting module shall be disabled for voting by CDSL thereafter.
22. The Annual Report 2017-2018, the Notice of 24th AGM and Instructions for e-voting, along with the attendance slip and proxy form sent to the members by the permitted mode.
23. The company has issued letter on August 02, 2018 to all the physical shareholders as per SEBI vide circular No. SEBI/HO/MIRSD/DOP1/CIR/P/2018/73 dated April 20,2018 under Registered post/speed post for seeking PAN and Bank Details.
24. The SEBI has mandated the submission of the Permanent Account Number (PAN) by every participant in the security market. Member holding shares in electronic are, therefore, requested to submit their PAN to their depository Participant(s). Members holding shares in physical form are required to submit their PAN details to the Registrar and share Transfer Agents.
25. 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.
26. The facility for voting through poll paper would be made available at the AGM and the members attending the meeting who have not already cast their votes by remote e-voting shall be able to exercise their right at the meeting through poll paper. The members who have already cast their vote by remote e-voting prior to the meeting, may also attend the meeting, but shall not be entitle to cast their vote again.

27. 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.
28. Mrs. Kajal Shukla, proprietor of M/s. K. A. Shukla & Associates, Practicing Company Secretary has been appointed as the Scrutinizer to scrutinize the -voting process in a fair and transparent manner.
29. 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.
30. The result shall be declare forthwith by the chairman of the meeting or a person so authorized by him in writing on receipt of Consolidated report from scrutinizer, The Result declared along with Scrutinizer report shall be placed on the Company's Website www.ifinservices.com and on the website of CDSL and shall also be communicated to the BSE Limited.
31. The Route map of the venue of the meeting is given in the Notice. The Prominent Landmark for the venue is, it is behind the" Handloom House".
32. Details of concern person regarding query to the notice:
Name: Mr. Anant Bhatt – Company Secretary, Compliance Officer Email ID: info@ifinservices.com
33. Process and manner for members opting for voting through Electronic means:
 - i. The voting period begins on **Sunday, 09/09/2018** at **10:00 a.m.** and will end on **Thursday, 13/09/2018** at **05:00 p.m.** During this period shareholders' of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date (record date) of **Friday 07/09/2018** may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.
 - ii. The shareholders should log on to the e-voting website www.evotingindia.com.
 - iii. Click on Shareholders.
 - iv. Now Enter your User ID.
For CDSL: 16 digits beneficiary ID,
For NSDL: 8 Character DP ID followed by 8 Digits Client ID,
Members holding shares in Physical Form should enter Folio Number registered with the Company.
 - v. Next enter the Image Verification as displayed and Click on Login.
 - vi. If you are holding shares in demat form and had logged on to www.evotingindia.com 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.
Dividend Bank Details OR Date of Birth (DOB)	Enter the Dividend Bank Details or Date of Birth (in dd/mm/yyyy format) as recorded in your demat account or in the company records in order to login, If both the details are not recorded with the depository or company please enter the member id / folio number in the Dividend Bank details field as mentioned in instruction (vii).

- viii. After entering these details appropriately, click on "SUBMIT" tab.
- ix. Members holding shares in physical form will then directly reach the Company selection screen.
- x. However, members holding shares in demat form will now reach 'Password Creation' menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the demat holders for voting for resolutions of any other company on which they are eligible to vote, provided that company opts for e-voting

- through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.
- xi. For Members holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.
 - xii. Click on the EVSN for the relevant **Interactive Financial Services Limited** on which you choose to vote.
 - xiii. On the voting page, you will see “RESOLUTION DESCRIPTION” and against the same the option “YES/NO” for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.
 - xiv. Click on the “RESOLUTIONS FILE LINK” if you wish to view the entire Resolution details.
 - xv. After selecting the resolution you have decided to vote on, click on “SUBMIT”. A confirmation box will be displayed. If you wish to confirm your vote, click on “OK”, else to change your vote, click on “CANCEL” and accordingly modify your vote.
 - xvi. Once you “CONFIRM” your vote on the resolution, you will not be allowed to modify your vote.
 - xvii. You can also take out print of the voting done by you by clicking on “Click here to print” option on the Voting page.
 - xviii. If Demat account holder has forgotten the same password then Enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system
 - xix. Shareholders can also cast their vote using CDSL’s mobile app m-Voting available for android based mobiles. The m-Voting app can be downloaded from Google Play Store, Apple and Windows phone. Please follow the instructions as prompted by the mobile app while voting on your mobile.
 - xx. Note for Non-Individual Shareholders & Custodians:
 - Non-Individual shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodians are required to log on to www.evotingindia.com 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 compliance user should be created using the admin login and password. The Compliance user would be able to link the account(s) for which they wish to vote on.
 - A scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.
 - The list of accounts linked in the login should be mailed to helpdesk.evoting@cdslindia.com and on approval of the accounts they would be able to cast their vote.
 - xxi. In case you have any queries or issues regarding e-voting, you may refer the Frequently Asked Questions (“FAQs”) and e-voting manual available at www.evotingindia.com under help section or write an email to helpdesk.evoting@cdslindia.com.

CONTACT DETAILS

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

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

Ordinary Business:

ITEM NO. 2

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

Name of Director	Mr. Udayan K. Mandavia
DIN	00740615
Date of Birth	11/12/1962
Date of Appointment	01/10/2016
Qualification	M.S., M. Tech.
List of Companies in which Directorship is held	1
Chairman/Member of the Committee of other Companies	-
Inter- se Relationship	Ms. Sejal K. Mandavia Non Executive director Relation-Sister

None of the Directors / Key Managerial Personnel and their relatives is interested in this resolution except for Ms. Sejal K. Mandavia concerned or interested in the said resolution.

EXPLANATORY STATEMENT UNDER SECTION 102 OF THE COMPANIES ACT, 2013

ITEM NO: 4

The existing Articles of Association ("AoA") of the Company are based on the Companies Act, 2013 but several regulations in the existing AoA contain references to specific sections of the Companies Act, 2013 and some regulations in the existing AoA are no longer in conformity and certain regulations of the existing AoA of the company require alteration or deletions in several articles. Given this position, it is considered expedient to wholly replace the existing AoA by a new set of Articles. The board of director proposes this resolution for your approval.

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

ITEM NO.5

The company was previously engaged in the business of Finance and Investment for which the company had availed Licence for Non- Banking Finance Company ("NBFC") from the Reserve Bank of India ("Regulatory Authority"). In the year 2004, the company had voluntarily surrendered the certificate of registration and requested bank to cancel the certificate of registration as the company had changed its object clause to the effect the company is not intends to carry on non-banking financial activities. The Regulatory authority had passed order as requested by the company on 7th December, 2004.

Currently, as per the new promoter's educations background and professional experience of more than 30 years, the company has been pursuing ONLY software development and information technology activities and the revenue has been generated from the said activity. As per the Companies Act, 2013 company needs to keep its name sync with its object and hence the management has passed board resolution for change of name of the company on 30th May, 2018.

By virtue of the above change in the Name clause of the company, it is required to alter its Memorandum of Association and Articles of Association accordingly. As per the provision of the Companies Act, 2013, approval of the members is required to be accorded for changing the name of the Company by way of passing a Special Resolution, hence resolution is put up for members approval.

None of the Directors or Key Managerial Personnel of the Company or their respective relatives is in any way concerned or interested, financially or otherwise, in the Resolution set out at Item No. 5 of this Notice.

ITEM NO.6

Members of the Company are requested to note that Section 188(1)(d) of the Companies Act, 2013, read with the relevant Rules made there under requires any transaction entered into between related parties

for “Rendering or availing of Services”, where the amount involved exceeds Rs. 50,00,00,000/- (Rupees Fifty Crores only) or 10% of Turnover, whichever is lower, to be approved by the members of the Company by way of an Ordinary resolution.

The third proviso to Section 188(1) of the Companies Act, 2013, states that Section 188(1) shall not apply to any transactions entered into by the Company in its ordinary course of Business, at an arm’s length basis.

The amended Listing Agreement with Stock Exchanges contains for the material related party transaction approval. However, in pursuance to the provision of Regulation 15 of the SEBI (Listing Obligations and Disclosures Requirements) Regulation, 2015 (the “Regulations”), the provisions of Regulation 17 to Regulation 27 is not being applicable to the Company.

The Company wants to enter into Rent Agreement with iPatientCare Private Limited which is a group company for using its property. Hence, to do this transaction, the Board hereby propose to seek your approval for the transactions of Availing or rendering of Services. The details of the Related Party transactions are mention below:

Name of the Related Party	Name of the related persons	Nature of Relationship	Nature and Particulars of the contract/ Arrangement
iPatientCare Private Limited	Mr. Hitesh Joshi-CFO Mr. Kedar Mehta - Promoter	Associated with both the companies	Availing or rendering of Services

The Board proposes the aforesaid resolution for your approval.

None of the Directors and Key Managerial Personnel is interested in this resolution except for Mr. Hitesh Joshi a Chief Financial Officer of the Company and Mr. Kedar Mehta - Promoter.

ITEM NO.7

Members of the Company are requested to note that Section 188(1)(d) of the Companies Act, 2013, read with the relevant Rules made there under requires any transaction entered into between related parties for “ Rendering or availing of Services”, where the amount involved exceeds Rs. 50,00,00,000/- (Rupees fifty Crores only) or 10% of Turnover, whichever is lower, to be approved by the members of the Company by way of an Ordinary resolution.

The third proviso to Section 188(1) of the Companies Act, 2013, states that Section 188(1) shall not apply to any transactions entered into by the Company in its ordinary course of Business, on an arm’s length basis.

The amended Listing Agreement with Stock Exchanges contains for the material related party transaction approval. However, in pursuance to the provision of Regulation 15 of the SEBI (Listing Obligations and Disclosures Requirements) Regulation, 2015 (the “Regulations”), the provisions of Regulation 17 to Regulation 27 is not being applicable to the Company.

The Company wants to enter into Rent Agreement with M/s Information Technology Consultants which is proprietorship of Udayan Mandavia for using its property. Hence, to do this transaction, the Board hereby propose to seek your approval for the transactions of Availing or rendering of Services. The details of the Related Party transactions are mention below:

Name of the Related Party	Name of the related persons	Nature of Relationship	Nature and Particulars of the contract/ Arrangement
M/s Information Technology Consultants	Mr. Udayan Mandavia – Promoter and Managing Director Ms. Sejal K. Mandavia - Director	Proprietor of information Technology Consultants	Availing or rendering of Services

The Board proposes the aforesaid resolution for your approval.

None of the Directors and Key Managerial Personnel is interested in this resolution except for Mr. Udayan Mandavia – Promoter and Managing Director, Ms. Sejal K. Mandavia - Director.

ITEM NO.8

Pursuant to Section 186 of the Companies Act, 2013, the Board of Directors of the Company can make any loan, investment or give guarantee or provide any security beyond the prescribed ceiling 15 of **i)** Sixty per cent of the aggregate of the paid – up capital and free reserves and securities premium account or **ii)** Hundred per cent of its free reserves and securities premium account, whichever is more, if special resolution is passed by the members of the Company. Permission is sought to the provisions of Section 186 of the Companies Act, 2013 to give powers to the Board of Directors, for making further investment, providing loans or give guarantee or provide security in connection with loans for an amount not exceeding Rs.25,00,00,000 (Rupees Twenty five Crores) to achieve greater financial flexibility and to enable optimal financial structure of the Company. None of the Directors / Key Managerial Personnel and their relatives is interested in this resolution in any way, concerned or interested in the said resolution.

For, Interactive Financial Services Limited

Date: 14/08/2018

Place: Ahmedabad

SD/-

Mr. Udayan Mandavia

Managing Director

DIN: 00740615

DIRECTOR'S REPORT

To,
The Members
Interactive Financial Services Limited
Ahmedabad

FINANCIAL RESULTS:

The Board of Directors hereby submits the report of the business and operations of your company along with the audited financial statements, for the financial year ended March 31, 2018.

Particular	2017-2018	2016-2017
Total Revenue from Operation	2,54,61,492	42,86,022
Other Income	20,36,716	46,56,864
Total Expenses	2,08,67,392	86,64,811
Profit before Tax	66,30,815	2,78,075
Current Tax	18,88,099	1,45,000
Deferred Tax	(75,649)	14,789
Tax Expense for earlier years	(1,43,605)	-
Balance of Profit/(Loss) for the year	49,61,970	1,18,286
Equity Instruments designated through other comprehensive income	1,16,65,236	1,68,10,116
Total comprehensive Income for the year	1,66,27,206	1,69,28,402

INDIAN ACCOUNTING STANDARDS:

The Ministry of Corporate Affairs (MCA) vide its notification in the Official Gazette dated February 16, 2015 notified the Indian Accounting Standards applicable to certain classes of companies. Ind AS has been replaced the existing Indian GAAP prescribed under Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014. For our Company Ind AS applicable from April 1, 2017 hence there is effect for this year Audit Report and Accounting treatments.

REVIEW OF OPERATION:

The Total income from the operations is Rs. 2,54,61,492 and the expenditure incurred during the year is Rs. 2,08,67,392 which is quite higher than the previous year. Further Net profit of the company is Rs. 1,66,27,206 which is slight lower than the previous year.

FUTURE OUTLOOK:

The company as a strategy has preferred to remain focused on building core competencies of developing healthcare domain based software implementation and Revenue Cycle Management (RCM) services capabilities. The results of following such a strategy based on its core competencies have shown in company's initiation of high-potential performance.

Revenue Cycle Management (RCM) being the fundamental constituent to the profitability of healthcare providers in the United States, great opportunities exist for our company.

DIVIDEND:

The Board of Directors of the Company is of the opinion to retain the profits in to the business of the Company for future investment therefore does not recommend any dividend for the financial year 2017 - 18.

RESERVES:

During the period under review, the company has not transferred any sum to the reserve funds of the Company except for the Profit earned during the year has been transferred to the Surpluses Head of the Reserves & Surpluses.

SHARE CAPITAL:

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

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

The Capital of the Company consist only Equity shares.

DEPOSITS:

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

LISTING AT STOCK EXCHANGES:

The Equity shares of your company are listed on BSE (Bombay Stock Exchange). The Listing fees for the Year 2017-2018 have been paid to the Stock Exchanges.

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

Conservation of Energy and Technology Absorption:

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

Foreign Exchange Earnings : 2,54,61,492/- (Previous Year:42,86,022/-)

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

PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS:

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

Particulars	2017-2018	2016-2017
Investment in Equity Instrument of Other Listed Companies	5,31,67,796	3,22,24,955
Investment in Mutual Funds	-	9,16,967
Total	5,31,67,796	3,31,41,922

PARTICULARS OF EMPLOYEES:

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

Section 197 read with Rule 5 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 in respect of employees of the Company will be provided upon request.

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

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

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

EQUAL OPPORTUNITY EMPLOYER:

The Company has always provided a congenial atmosphere for work to all employees that are free from discrimination and harassment including sexual harassment. It has provided equal opportunities of employment to all without regard to their caste, religion, colour, 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) INITIATIVES:

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

MANAGEMENT DISCUSSION & ANALYSIS REPORT:

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

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

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

MATERIAL EVENTS OCCURRED BETWEEN THE END OF THE FINANCIAL YEAR AND THE DATE OF THIS REPORT:

The company is already under the process of change of name and company had filed various applications with Central Registry Center for proper name dated 12/06/2018. As and when company will get the name approved by CRC, will proceed further for the same.

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 submitted corporate governance report with the stock exchange for the period under review. However necessary details regarding Corporate Governance is mentioned in the Annual report whenever it is necessary and Separate Corporate Governance report is annexed herewith as “**Annexure- VI**”

STATEMENT CONCERNING DEVELOPMENT AND IMPLEMENTATION OF RISK MANAGEMENT POLICY OF THE COMPANY:

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

CONTRACT OR ARRANGEMENT WITH RELATED PARTIES:

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

EXTRACT OF THE ANNUAL RETURN:

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

SUBSIDIARIES / JOINT VENTURES / ASSOCIATES:

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

CHANGE IN DIRECTORS AND KEY MANAGERIAL PERSONNEL DURING THE FINANCIAL YEAR END UPTO THE DATE OF THIS REPORT:

1. Appointments

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

2. Change in Designation

Regularization of Mr. Kishor Vekariya in the last Annual General meeting dated 27/07/2017 who was appointed by the board of the directors as additional director (Independent Director)dated 01/10/2016.

Regularization of Mr. Saurabh Gangadia in the last Annual General meeting dated 27/07/2017 who was appointed by the board of the directors as additional (Independent Director) dated 01/10/2016.

Regularization of Mr. Udayan Mandavia in the last Annual General Meeting dated 27/07/2017 who was appointed by the board of the directors as an additional director and Managing Director dated 01/10/2016

3. Resignation:

None of the director has resigned from the company during the year under review.

4. Retirement

Mr. Udayan Mandavia (DIN: 00740615), Managing Director who retires by rotation and being eligible offers himself for re-appointment.

COMMITTEES OF THE BOARD

- **Audit committee**

The Company has constituted an Audit Committee in accordance with Section 177(1) of the Companies Act, 2013, meeting details and composition of the committee have been provided in the Corporate Governance Report forming part of this Annual Report. There has been no instance where the Board of Directors had not accepted any recommendation of the Audit Committee.

- **Nomination and remuneration committee**

The Nomination and Remuneration Committee of the Board has been constituted as per the requirements of Section 178(1) of the Companies Act, 2013, meeting details and composition of the committee have been provided in the Corporate Governance Report forming part of this Annual Report.

- **Stakeholders relationship committee**

The Stakeholders Relationship Committee has been constituted as per the requirements of Section 178(5) of the Companies Act, 2013, meeting details and composition of the committee have been provided in the Corporate Governance Report forming part of this Annual Report.

MEETINGS OF BOARD OF DIRECTORS:

During the financial year the Company has mainly 3 (three) Committees, namely Audit Committee, Nomination & Remuneration Committee and Stakeholders Relationship Committee. During the period under review, 6 (Six) Board Meeting were held by the Board of Directors to transact various business items. The detailed report on the Board of Directors has been provided in the Corporate Governance Report, which being annexed to this report.

During the Year 2017-2018, Six Board Meetings were held as mention below.

Sr. No	Date and Day of the Board Meeting	Sr. No	Date and Day of the Board Meeting
1	Tuesday, 30 th May, 2017	4	Thursday, 14 th September, 2017
2	Friday, 30 th June, 2017	5	Tuesday, 05 th December, 2017
3	Monday, 21 st August, 2017	6	Wednesday, 14 th February, 2018

Independent Directors' Meeting:

The Independent Directors of the Company met during the year on 14/02/2018 without the attendance of non – Independent Directors and members of the Board. The Independent Directors reviewed the performance of the non-independent Directors and Board as whole. the performance of the Chairman taking into account the views of executive Directors and non-executive Directors and assessed the quality, quantity and timeline of flow of information between company management and Board.

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 details of board evaluation have been provided in the Corporate Governance Report, which being annexed to this report as Annexure VI.

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 in the Corporate Governance Report forming part of this Annual Report.

POLICY ON DIRECTOR'S APPOINTMENT AND REMUNERATION;

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

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

WHISTLE BLOWER POLICY & VIGIL MECHANISM:

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

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 all the independent director attending the meetings of the Company have given declaration under section 149(7) of the companies Act, 2013, that he meets the criteria of independence laid down in section 149(6) of the companies Act, 2013 and Regulation 25 of the Listing Regulations.

DISCLOSURE OF DEMAT SUSPENSE ACCOUNT / UNCLAIMED SUSPENSE ACCOUNT

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

Aggregate number of shareholders and the outstanding shares in the Suspense Account lying at the beginning of the year	NIL
Number of shareholders who approached listed entity for transfer of shares from suspense account during the year	NIL
Number of shareholders to whom shares were transferred from suspense account during the year	Nil
Aggregate number of shareholders and the outstanding shares in the suspense account lying at the end of the year	Nil
The voting rights on these shares shall remain frozen till the rightful owner of such shares claims the shares	Not Applicable

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. The internal control systems of the Company are monitored and evaluated by internal auditors and their audit reports are periodically reviewed by the Audit Committee of the Board of Directors. The observations and comments of the Audit Committee are also generally placed before the Board. Some key features of the company's internal controls systems have been provided in the Management discussion and Analysis Report as Annexure - V, which being annexed to this report.

AUDIT REPORTS AND AUDITORS:

Internal Auditor:

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

Statutory Auditor:

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

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

Secretarial Auditor:

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

Explanation to the observations given in the Secretarial Audit report:

1. In respect to the observation made by the secretarial Auditor in the report with regards to point (i) the company has already converted 100% shares of the promoters into dematerialized but in Public Shareholding there is less than 50% of shares are in demat, however, company has also requested to all the physical shareholders to dematerialized their shares.
2. In respect to the observation made by the secretarial Auditor in the report with regards to point (ii) the company has given proposal to its members in ensuing Annual General Meeting to adopt new set of Article as per Companies Act, 2013.
3. In respect to the observation made by the secretarial Auditor in the report with regards to point (iii) the company is already under the process of change of name and company had filed various applications with CRC for proper name dated 12/06/2018 As and when company will get the name approved by CRC, will proceed further 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 construction business, and the Companies (Cost Records and Audit) Amendment Rules, 2014 (the Rules) are applicable to the Company but company does not fall under the criteria mentioned in the Rules.

SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORY:

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

DETAILS IN RESPECT OF FRAUDS REPORTED BY AUDITORS OTHER THAN THOSE WHICH ARE REPORTABLE TO THE CENTRAL GOVERNMENT:

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

BRIEF DESCRIPTION OF SHAREHOLDING OF THE COMPANY:**a) Distribution schedule as on 31/03/2018**

Shareholding Nominal Value	Number of Shareholders	% to Total Numbers	Shareholding Amount	% of Total Amount
Up to – 2500	194	13.80	261950	0.86
2501 – 5000	746	53.09	2440560	8.10
5,001 – 10,000	286	20.356	2025760	6.72
10,001 – 20,000	57	4.057	921340	3.05
20,001 – 30,000	56	3.986	1417500	4.70
30,001 – 40,000	14	0.996	532100	1.76
40,001 – 50,000	11	0.783	519530	1.72
50,001 – 1,00,000	18	1.28	1393000	4.6
1,00,000 and above	3	1.63	20619260	68.43
Total	1405	100	30131000	100

b) SHARE HOLDING PATTERN AS ON 31/03/2018

Category	No. of shares	% of equity
Promoter Group	13,17,150	43.71
Others	16,95,950	56.29

DIRECTORS' 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.

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 Bankers and various State Governments for the valuable support extended to the Company.

For, Interactive Financial Services Limited

Date: 30/05/2018

Place: Ahmedabad

SD/-

Mr. Udayan Mandavia
Chairman & Managing Director
DIN: 00740615

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

PARTICULARS OF EMPLOYEES

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

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

Name of the Directors	Category	Ratio
Mr. Udayan Mandavia	Managing Director	10.97:1
Mr. Sejal K. Mandavia	Non-Executive Director	NIL
Mr. Kishor Vekariya	Non-executive Independent Director	NIL
Mr. Saurabh Gangadia	Non-executive Independent Director	NIL

None of the directors are being paid the sitting fees.

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

Name of the Directors & KMP	% Increase
Mr. Udayan Mandavia – Director & MD	100
Mr. Kishor Vekariya – Independent Director	NIL
Mr. Saurabh Gangadia – Independent Director	NIL
Ms. Sejal K. Mandavia – Director	NIL
Mr. Hitesh Joshi – CEO	10.05
Mr. Anant Bhatt – Company Secretary	10.51

- c. The percentage increase in the median of employees in the financial year: 36.29%
- d. The number of permanent employees on the rolls of the Company: 56
- e. Average percentile increase already made in the salaries of the employee other than the managerial personnel in the last financial year and its comparison with the percentile increase in the managerial remuneration and justification thereof and point out if there are any exceptional circumstances for increase in the managerial remuneration:

Average % increase in Remuneration of Employees	% increase in the Managerial Personnel
168.77%	433.91%

Reason for change:

- i) In the Previous year the company had not paid remuneration to its directors.
 ii) The Company is on the expansion mode and hence recruiting qualified employee

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

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

*In the Previous year, the company had appointed employee from January, 2017 and Hence there is extreme change in ratio.

For, Interactive Financial Services Limited

Date: 30/05/2018
Place: Ahmedabad

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

Form No. AOC-2

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

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

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	N.A
b) Nature of contracts/ Arrangements/transactions	N.A
c) Duration of the contracts /Arrangements / transactions	N.A
d) Salient terms of the contracts or arrangements or transactions including the value, if any	N.A
e) Justification for entering into such Contractor arrangements or transactions	N.A
f) Date(s) of approval by the Board	N.A
g) Amount paid as advances, if any	N.A
h) Date on which the special resolution was passed in general meeting as required under first proviso to section 188	N.A
2 . Details of contracts or arrangements or transactions at arm's length basis:	
a) Name(s) of the related party and nature of relationship	Medical Communication System INC- Associate Enterprise
b) Nature of contracts/ Arrangements/transactions	Sales
c) Duration of the contracts /Arrangements / transactions	N.A
d) Salient terms of the contracts or arrangements or transactions including the value, if any	N.A
e) Justification for entering into such Contractor arrangements or transactions	N.A
f) Date(s) of approval by the Board	30.06.2017
g) Amount paid as advances, if any	N.A
h) Date on which the resolution was passed in general meeting as required under first proviso to section 188	27.07.2017

For, Interactive Financial Services Limited

Date: 30/05/2018

Place: Ahmedabad

SD/-

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

Form No. MGT-9

**EXTRACT OF ANNUAL RETURN
As on the financial year ended on 31/03/2018
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	A-1006, Premium House, Behind Handloom House, Ashram Road.		
	Town / City	Ahmedabad		
	State	Gujarat		
	Pin Code:	380 009		
	Country Name :	India		
	Country Code	91		
	Telephone (With STD Area Code no)	+91-79-26581240		
	Fax Number :			
	Email Address	info@ifinservices.com		
	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)	Yes		
	If yes, details of stock exchanges where shares are listed	Sr. No.	Stock Exchange Name	Code
		1.	BSE Limited	539692
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
Town / City	Mumbai
State	Maharashtra
Pin Code:	400072
Telephone (With STD Area Code No.)	022-28520461-62
Fax Number :	022-28511809
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	Providing high end of software implementation and revenue cycle enhancement consulting services	62099	100%

III.PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES:

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

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

i) Category-wise Share Holding

Category of Shareholders	No. of Shares held at the beginning of the year[As on 01-04-2017]				No. of Shares held at the end of the year [As on 31-March-2018]				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
A. Promoter' s									
(1) Indian									
a) Individual/ HUF	1211700	105450	1317150	43.71	13,17,150	-	13,17,150	43.71	-
b) Central Govt	-	-	-	-	-	-	-	-	-
c) State Govt(s)	-	-	-	-	-	-	-	-	-
d) Bodies Corp.	-	-	-	-	-	-	-	-	-
e) Banks / FI	-	-	-	-	-	-	-	-	-
f) Any other	-	-	-	-	-	-	-	-	-
Sub-total(A)(1):-	1211700	105450	1317150	43.71	13,17,150	-	13,17,150	43.71	
(2) Foreign									
(a) NRIs- Individuals	-	-	-	-	-	-	-	-	-
(b) Other- Individuals	-	-	-	-	-	-	-	-	-
(c) Bodies Corp.	-	-	-	-	-	-	-	-	-
(d)Banks FI	-	-	-	-	-	-	-	-	-
(e) Any Other....	-	-	-	-	-	-	-	-	-
Sub-total(A)(2):-	-	-	-	-	-	-	-	-	-
Total Shareholding of Promoter(A)= (A)(1)+(A)(2)	1211700	105450	1317150	43.71	13,17,150	-	13,17,150	43.71	

B. Public Shareholding									
1. Institutions	-	-	-	-	-	-	-	-	-
a) Mutual Funds	-	-	-	-	-	-	-	-	-
b) Banks / FI	-	-	-	-	-	-	-	-	-
c) Central Govt	-	-	-	-	-	-	-	-	-
d) State Govt(s)	-	-	-	-	-	-	-	-	-
e) Venture Capital Funds	-	-	-	-	-	-	-	-	-
f) Insurance Companies	-	-	-	-	-	-	-	-	-
g) FIs	-	-	-	-	-	-	-	-	-
h) Foreign Venture Capital Funds	-	-	-	-	-	-	-	-	-
i) Others (specify)(Trusts)	-	-	-	-	-	-	-	-	-
Sub-total (B)(1):-	-	-	-	-	-	-	-	-	-
2. Non-Institutions									
a) Bodies Corp.									
i) Indian	1700	68100	69,800	2.32	5542	65700	71242	2.36	0.04
ii) Overseas	-	-	-	-	-	-	-	-	-
b) Individuals									
i) Individual shareholders holding nominal share capital upto Rs. 1 Lakh	109473	1055610	1165083	38.67	214750	876810	1091560	36.23	-2.44
ii) Individual shareholders holding nominal share capital in excess of Rs 1 Lakh	339066	113800	452866	15.03	422550	104900	527450	17.51	2.48
C) others (Specify)									
i) Non Resident Indians (Non - Repat)	-	5000	5000	0.17	-	5000	5000	0.17	-
ii) HUF	3201	-	3201	0.11	698	-	698	0.02	-0.09
Sub-total (B)(2):-	453440	1242510	1695950	56.29	643540	1052410	1695950	56.29	-
Total Public Shareholding (B)=(B)(1)+(B)(2)	453440	1242510	1695950	56.29	643540	1052410	1695950	56.29	-
C. Shares held by Custodian for GDRs & ADRs	-	-	-	-	-	-	-	-	-
Grand Total (A+B+C)	1665140	1347960	3013100	100	1960690	1052410	3013100	100	-

ii) **Shareholding of Promoter:**

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

iii) **Change in Promoters' Shareholding (including Promoter Group):**
No Change in Promoter Shareholding

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

1. **Dimple Pandey:**

Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
	No. of Shares	% of total shares	No. of Shares	% of total shares
01/04/2017	3,75,550	12.46	3,75,550	12.46
Sale during the year	(10,200)	(0.33)	3,65,350	12.13
31/03/2018	3,65,350	12.13	3,65,350	12.13

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

Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
	No. of Shares	% of total shares	No. of Shares	% of total shares
01/04/2017	50,000	1.66	50,000	1.66
No Change During the Year	-	-	-	-
31/03/2018	50,000	1.66	50,000	1.66

3. **Sheela Hansoti:**

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
01/04/2017	41900	1.39	41900	1.39
No Change During the Year	-	-	-	-
31/03/2018	41900	1.39	41900	1.39

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
01/04/2017	20,600	0.68	20,600	0.68
No Change During the Year	-	-	-	-
31/03/2018	20,600	0.68	20,600	0.68

5. Bosco Armando Menezes:

Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
	No. of Shares	% of total shares	No. of Shares	% of total shares
01/04/2017	10,916	0.36	10,916	0.36
Purchase During the Year			25,084	0.83
31/03/2018	36000	1.19	36000	1.19

6. Arnaz Keki Bharucha:

Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
	No. of Shares	% of total shares	No. of Shares	% of total shares
01/04/2017	11,700	0.39	11,700	0.39
Purchase During the Year			9500	0.31
31/03/2018	21,200	0.70	21,200	0.70

7. Shripal Shah

Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
	No. of Shares	% of total shares	No. of Shares	% of total shares
01/04/2017	21,200	0.70	21,200	21,200
No Change During the Year	-	-	-	-
31/03/2018	21,200	0.70	21,200	0.70

8. Vipul Patel:

Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
	No. of Shares	% of total shares	No. of Shares	% of total shares
01/04/2017	21,200	0.70	21,200	0.70
No Change During the Year	-	-	-	-
31/03/2018	21,200	0.70	21,200	0.70

9. Bhavna N Patel:

Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
	No. of Shares	% of total shares	No. of Shares	% of total shares
01/04/2017	20,000	0.66	20,000	20,000

No Change During the Year	-	-	-	-
31/03/2018	20,000	0.66	20,000	0.66

10. Shaikh Mohdadil Vahid:

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
01/04/2017	19,300	0.64	19,300	0.64
No Change During the Year	-	-	-	-
31/03/2018	19,300	0.64	19,300	0.64

11. Jay Vora

Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
	No. of Shares	% of total shares	No. of Shares	% of total shares
01/04/2017	18,400	0.61	18,400	0.61
No Change During the Year	-	-	-	-
31/03/2018	18,400	0.61	18,400	0.61

12. Emily Bosco Menezes:

Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
	No. of Shares	% of total shares	No. of Shares	% of total shares
01/04/2017	8549	0.28	8549	0.28
Purchase During the Year	9451	0.32	9451	0.32
31/03/2018	18000	0.60	18,400	0.61

iv) Shareholding of Directors and Key Managerial Personnel:

1. Mr. Udayan Mandavia: Managing Director

Particulars	Shareholding at the at the Time of Appointment of the year		Cumulative Shareholding during the Year	
	No. of shares	% of total Shares	No. of shares	% of total Shares
01/04/2017	11,75,000	39.00	11,75,000	39.00
No Changes During the Year	-	-	-	-
31/03/2018	11,75,000	39.00	11,75,000	39.00

2. Mr. Kishor Vekariya: Independent Director

Particulars	Shareholding at the at the Time of Appointment of the year		Cumulative Shareholding during the Year	
	No. of shares	% of total Shares	No. of shares	% of total Shares
01/04/2017	-	-	-	-
No Changes During the Year	-	-	-	-
31/03/2018	-	-	-	-

3. Hitesh Joshi: CFO

Particulars	Shareholding at the at the Time of Appointment of the year		Cumulative Shareholding during the Year	
	No. of shares	% of total Shares	No. of shares	% of total Shares
01/04/2017	36,700	1.22	36,700	1.22
No Changes During the Year				
31/03/2018	36,700	1.22	36,700	1.22

4. Saurabh Gangadia: Independent Director

Particulars	Shareholding at the at the Time of Appointment of the year		Cumulative Shareholding during the Year	
	No. of shares	% of total Shares	No. of shares	% of total Shares
01/04/2017	-	-	-	-
No Changes During the Year	-	-	-	-
31/03/2018	-	-	-	-

5. Sejal K. Mandavia: Non Executive Director

Particulars	Shareholding at the at the Time of Appointment of the year		Cumulative Shareholding during the Year	
	No. of shares	% of total Shares	No. of shares	% of total Shares
01/04/2017	-	-	-	-
No Changes During the Year	-	-	-	-
31/03/2018	-	-	-	-

6. Mr. Anant Bhatt: Company Secretary

Particulars	Shareholding at the at the Time of Appointment of the year		Cumulative Shareholding during the Year	
	No. of shares	% of total Shares	No. of shares	% of total Shares
01/04/2017	-	-	-	-
No Changes During the Year	-	-	-	-
31/03/2018	-	-	-	-

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	-	25,69,520	-	25,69,520
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	-	-	-	-
Total (i+ii+iii)	-	25,69,520	-	25,69,520
Change in Indebtedness during the financial year				
* Addition	-	1,83,096	-	1,83,096

* Reduction	-	7,38,564	-	7,38,564
Net Change	-	-5,55,468	-	-5,55,468
Indebtedness at the end of the financial year			-	
i) Principal Amount	-	20,14,052	-	20,14,052
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	-	-	-	-
Total (i+ii+iii)	-	20,14,052	-	20,14,052

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL-

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

(Amount Rs.)

SN.	Particulars of Remuneration	Udayan Mandavia- Chairman cum Managing Director	Total Amount
1	Gross salary		
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	15,94,800	15,94,800
	(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 (TDS, Professional tax)	2,48,400	2,48,400
	Total (A)	13,46,400	13,46,400
	Ceiling as per the Act	As Per Schedule V of the Companies Act, 2013.	

A. Remuneration to other directors:

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

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

SN	Particulars of Remuneration	Mr. Hitesh Joshi - CFO	Mr. Anant Bhatt- CS	Total
1	Gross salary			
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	9,43,200	2,54,241	11,97,441
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	Nil	Nil	Nil
	(c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961	Nil	Nil	Nil
2	Stock Option	Nil	Nil	Nil
3	Sweat Equity	Nil	Nil	Nil
4	Commission	Nil	Nil	Nil
	- as % of profit			
	others, (Professional Tax)	Nil	Nil	Nil
5	Others, please specify (provident Fund, TDS, Professional Tax)	1,01,000	14,506	1,15,506
	Total	8,42,200	2,39,735	10,81,935

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: 30/05/2018

Place: Ahmedabad

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

Form No. MR-3
SECRETARIAL AUDIT REPORT
FOR THE FINANCIAL YEAR ENDED on 31/03/2018

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

SECRETARIAL AUDIT REPORT
FOR THE FINANCIAL YEAR ENDED on 31/03/2018

To,
The Members,
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 31/03/2018 complied with the statutory provisions listed hereunder and also that the Company has proper Board – processes and compliance – mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

I have examined the books, papers, minutes’ books, forms and returns filed and other records maintained by **Interactive Financial Services Limited** for the financial year ending on 31/03/2018 according to the provisions of:

- (i) The Companies Act, 2013 (the Act) and the rules made thereunder;
- (ii) The Securities Contracts (Regulation) Act, 1956 (‘SCRA’) and the rules made thereunder;;
NOT APPLICABLE TO THE COMPANY DURING THE AUDIT PERIOD
- (iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;;
NOT APPLICABLE TO THE COMPANY DURING THE AUDIT PERIOD
- (iv) Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings;
- (v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 (‘SEBI Act’):-

- (a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011; - **NOT APPLICABLE TO THE COMPANY DURING THE AUDIT PERIOD**
 - (b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 1992;:- **NOT APPLICABLE TO THE COMPANY DURING THE AUDIT PERIOD**
 - (c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009;:- **NOT APPLICABLE TO THE COMPANY DURING THE AUDIT PERIOD**
 - (d) The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999;:- **NOT APPLICABLE TO THE COMPANY DURING THE AUDIT PERIOD**
 - (e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008;:- **NOT APPLICABLE TO THE COMPANY DURING THE AUDIT PERIOD**
 - (f) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;
 - (g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009; and: **NOT APPLICABLE TO THE COMPANY DURING THE AUDIT PERIOD**
 - (h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998; **NOT APPLICABLE TO THE COMPANY DURING THE AUDIT PERIOD**
- (vi) The Board of the directors of the company has not determined any laws specifically applicable to the company, hence no reporting is provided in this regards.

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

- a. Secretarial Standards issued by the Institute of Company Secretaries of India (ICSI);
- b. The Listing Agreements entered into by the Company with Bombay Stock Exchange (BSE) Limited. **NOT APPLICABLE TO THE COMPANY DURING THE AUDIT PERIOD**

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 non-compliances:

- 1) *In pursuance to the Regulation 31(2) of the SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015 read with the SEBI Circular CIR/CFD/CMD/13/2015 dated November 30, 2015, 50% of the non – promoter shareholding, are not being held in dematerialized form.*
- 2) *In pursuance to the article of association of the company, the company doesn't fulfill the condition mentioned in clause 127A of its Article of association regarding requirement of minimum number of directors in the board. However, the company being a public company fulfill the minimum requirement of the directors as per the companies Act, 2013.*

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

1. *As per Regulation 45 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, Company being listed entity yet not changed its name which reflects its business activities, within a period of six months from the change of activities in compliance of provisions as applicable to change of name prescribed under companies Act, 2013.*

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

I further report that the Board of Directors of the Company is duly constituted with proper balance of

Executive Directors, Non – Executive Directors and Independent Directors. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act.

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

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

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

Date: 30/05/2018

Place: Ahmedabad

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

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

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

Annexure-A of the Secretarial Audit Report

To,
The Members,
Interactive Financial Services Limited
Ahmedabad

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

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

Date: 30/05/2018

Place: Ahmedabad

K. A Shukla and Associates
Practicing Company Secretary

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

MANAGEMENT DISCUSSION ANALYSIS REPORT

GLOBAL OVERVIEW:

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

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

COMPANIES OUTLOOK:

Robustness and expansion were the key focus areas of the last year of operations. Continuing on building up your company's strength in the evergreen domain of healthcare, which remain immune to recession and inflation, the company has not only won assignments which are world-class and foundational to building up an impressive global delivery model for exporting software implementation and revenue cycle consulting services from India, it has established a successful track record of executing them within time and budget, thus winning the repeat business through the year.

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

While larger healthcare providers are likely to have the resources to implement a new payment model, smaller providers may have to outsource their RCM services to vendors to help navigate these industry changes. While most providers have not yet adopted an alternative payment model, it is only a matter of time before this becomes mainstream. The healthcare industry has the opportunity to leverage the efficiencies and economies of scale offered by RCM outsourcers so that healthcare companies can focus on their primary objective of providing care to their patients. This will pave the way for greater RCM outsourcing in the future.

The cost pressures are high for healthcare organizations in the US and they continue to look for ways to bring more efficiency. India-based RCM companies are positioned really well to leverage this opportunity. Any major changes in the market opportunity are not anticipated due to any policy changes because dynamics of outsourcing in the healthcare RCM space is purely driven by economics, business opportunities and value addition.

Like any other company, we need therefore, to invest in upgrading the skills of our people. This will require them to work closely with clients and get trained appropriately and in a timely manner. If we cannot do this, the quality of work will suffer and companies in India and other countries will slowly chip away at India's market share.

Hence, our goals are very clear. Gain competitive advantage by building strong people practices, developing robust and scalable processes, and using analytics to derive insights and deploying a technological framework for delivering efficient solutions.

PERFORMANCE OVERVIEW:

Last year of operations at IFSL has been quite eventful from the technology and organizational capabilities point of view. Continuing on building up your company's strength in the evergreen domain of healthcare, which remain immune to recession and inflation, IFSL has won assignments which are world-class and foundational to building up an impressive global delivery model for exporting software products and value-added services from India.

There has been a steady stream of professional assignments and commensurate cash flow in attending to these foundational project assignments undertaken by IFSL. IFSL has initiated building its competencies in healthcare domain by way of working on assignments related to Electronic Medical Record and also Practice Management. Smaller product focused organizations based in the United States have been an excellent niche market for IFSL. It bagged assignments involving design and development of Practice Management System (PMS) for some of the product vendors active in this market space. Considering the fact that EMR and PMS constitute one of the largest market segment in the US healthcare, IFSL stands excellent chances of growth and expansion.

Revenue Cycle Management constitutes one of the value-added services which ride on the high roads built by EMR and PMS within the US healthcare segment. IFSL won impressive work assignment for pursuing RCM services for some of the prestigious healthcare provider organization during the year.

COMPANY'S STRATEGY:

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

RCM is not the core competency of US healthcare providers: The US healthcare industry has witnessed the gradual transition from paper-heavy, labor-intensive tasks and inefficient administrative processes to the embracing of automated procedures. However, IT enabled systems and processes posed challenges of technical complexities, demanding disproportionately high amount of time and resources in managing them than focusing on their core competency of providing patient care. The best alternative for the US healthcare providers is to outsource what is not their core competencies, and RCM is one of those activities that requires to be outsourced to organizations whose core competencies are RCM.

Progressively lower margins are becoming a norm in US healthcare: The continued healthcare reforms in the US have resulted in decreased reimbursements to healthcare providers, while actually increasing their patient and billing volumes. This puts more burden on RCM operations. Hence, outsourcing RCM operations has been gaining grounds, and is also supported by recent statistics from a few healthcare providers reporting a growth in revenues of over 5% with some players due to outsourcing of RCM operations.

Increase in volume seeking healthcare is not adding to revenues to healthcare providers: This is a strange phenomenon indeed. However, considering the rise of baby boomers turning seniors, demanding more care as an aging population with two or more chronic diseases, has resulted in increased patient volume. This segment of patient population subscribes to more economical health insurance plans, resulting in reduced revenue-per-transaction for the healthcare providers. This one more factor prompting them to consider more cost-effective solutions to their RCM needs.

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

India: a major beneficiary of US healthcare outsourcing: In a burgeoning trend, a number of US healthcare payers and providers are moving their non-core processes to third-party service providers in many English speaking countries, with India being one of the leading destinations. The already rosy-

looking curve of the healthcare BPO business in India has a definite growth opportunity in the next decade. Upgrading the skillsets of the workforce offers long-term strategic advantage to Indian companies keen to grab a larger share of the exponentially-increasing RCM pie, across the next 10-15 years.

For all of the reasons mentioned above and many others, we look forward to growing our competencies in handling the RCM consulting and benefitting from the bright future outlook.

SEGMENT WISE PERFORMANCE

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

STRENGTH AND WEAKNESS:

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

OPPORTUNITIES AND THREATS:

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

RISK AND CONCERN:

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

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

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

A well-established multidisciplinary management Audit & Assurance services consists of professionally qualified accountants 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.
- Internal audit is carried out in accordance with auditing standards to review design effectiveness of internal control system & procedures to manage risks, operation of monitoring control compliance with relevant policies & procedure and recommend improvement in processes and procedure.
- The audit committee of the board of directors regularly reviews the adequacy & effectiveness of internal audit environment and monitor implementation of internal audit recommendations including those relating to strengthen of company's risk management policies & systems.

HUMAN RESOURCE DEVELOPMENT

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

FINANCIAL PERFORMANCE WITH RESPECT TO OPERATION PERFORMANCE:

1. The total Revenue of the Company for the year ended on 31st March, 2018 is Rs. 2,74,98,207 /- which are relatively higher than the revenue of the company in previous year of Rs.89,42,886/-.
2. The Net profit (loss) of the Company during the previous year was Rs. 1,18,286/- which has increased in the current year, it amounted to Rs.49,61,970 /-. The Directors are trying to achieve higher profit in the upcoming year.
3. Price earning per shares as on 31/03/2018 is INR 1.65/- on face value of INR 10/- each

ACCOUNTING TREATMENT:

The Ministry of Corporate Affairs (MCA) vide its notification in the Official Gazette dated February 16, 2015 notified the Indian Accounting Standards applicable to certain classes of companies. Ind AS has been replaced the existing Indian GAAP prescribed under Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014. For our Company Ind AS applicable from April 1, 2017 hence there is effect for this year Audit Report and Accounting treatments.

INTERNAL CONTROLS

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

ESTABLISHMENT OF INTERNAL MANAGEMENT INFORMATION SYSTEMS:

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

INFORMATION SYSTEM BETWEEN COMMITTEE AND THE BOARD:

Both Audit committee and Stakeholder Relationship Committees receive periodical regular information from the concerned function heads, and after resolution of all the problems re-communicate the same to

functional heads for further communications and implementation of any suggestions. The progress report and minutes of all meetings held of both the committees are being placed before the Board for information and taking the same on records.

INFORMATION SYSTEM BETWEEN THE COMPANY AND INVESTORS:

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

CAUTIONARY STATEMENT:

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

For and behalf of the Board of the Director,

Date: 30/05/2018

Place: Ahmedabad

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

CORPORATE GOVERNANCE REPORT

COMPANY’S PHILOSOPHY ON CODE OF GOVERNANCE:

Good governance facilitates efficient, effective and entrepreneurial management that can deliver stakeholder value over the longer term. It is about commitment to values and ethical business conduct. It is a set of laws, regulations, processes and customs affecting the way a company is directed, administered, controlled or managed. Good corporate governance underpins the success and integrity of the organizations, institutions and markets. It is one of the essential pillars for building an efficient and sustainable environment.

Corporate Governance is based on the principles of integrity, fairness, equity, transparency, accountability and commitment to values. Good governance practices stem from the culture and mind set of the organization. The effectiveness of corporate governance in the Company depends on regular review, preferably regular independent review. The Company considers fair and transparent corporate governance as one of its most core management tenets.

Corporate Governance is an integral part of the philosophy of the Company in its pursuit of excellence, growth and value creation. In addition to complying with the statutory requirements, effective governance systems and practices towards improving transparency, disclosures, internal control and promotion of ethics at work place have been institutionalized. The Company recognizes that good governance is a continuing exercise and reiterates its commitment to pursue highest standards of Corporate Governance in the overall interest of all its stakeholders.

BOARD COMPOSITION:

The constitution of the Board (as on 31/03/2018) and the attendance of the Directors are given below:

Name of the Director	Category of the Director	No. of other Directorship	No. of Board Meetings Attended	Details of Committee	
				Chairman	Member
Ms. Sejal K. Mandavia	Non – Executive Director	1	6	1	1
Mr. Udayan Mandavia	Managing Director	2	3	-	2
Mr. Saurabh Gangadia	Independent Director	1	6	-	3
Mr. Kishor Vekariya	Independent Director	2	6	2	1

Sr. No	Date and Day of the Board Meeting	Sr. No	Date and Day of the Board Meeting
1	Tuesday, 30 th May, 2017	4	Thursday, 14 th September, 2017
2	Friday, 30 th June, 2017	5	Tuesday, 05 th December, 2017
3	Monday, 21 st August, 2017	6	Wednesday, 14 th February, 2018

Independent Directors:

As on 31/03/2018, half of the Board Members consist of Independent Directors on Company’s Board having rich experience in their fields and they will add value to the management of the company. An enlightened Board consciously creates a culture of Board leadership to provide a long-term vision and policy thinking in order to improve the quality of governance. The Board’s actions and decisions are aligned with the Company’s best interests.

Independent Directors are non-executive directors as define under SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015. The maximum tenure of the independent directors is in compliance with Companies Act 2013. All Independent Directors confirmed that they meet the criteria as mentioned under the listing agreement and Sec 149 of the Companies Act 2013. The Meeting of all the Independent Directors were held on 14/02/2018.

a) Board Procedure:

The information as required under SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015 is made available to the Board. Detailed Agenda is circulated/ sent to the members of the Board in advance. The Board discusses / deliberate and decides on all the topics/ matters including those suggested in the Listing Agreement, as and when the requirement arises.

The attendance of each Director at the Board meeting and last Annual General Meeting held during the year under review is as under;

Name of the Director	Category of the Director	#No. of Securities Held	No of other Directorship	No. of Board Meetings Attended	Attendance at Last AGM
Ms. Sejal K. Mandavia	Non – Executive Director	-	1	6	Yes
Mr. Udayan Mandavia	Managing Director	11,75,000	2	3	Yes
Mr. Saurabh Gangadia	Independent Director	-	1	6	Yes
Mr. Kishor Vekariya	Independent Director	-	2	6	Yes

#The Company only has only one type of securities i.e. Equity Shares. Hence, the details of other securities are not provided.

b) Code of conduct:

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

c) Disclosure of relationship between directors inter se:

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

d) Familiarization Programme:

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

1. AUDIT COMMITTEE:**a) Brief Description**

The primary object of the Audit Committee is to monitor and provide an effective supervision of the Management's financial reporting process, to ensure accurate and timely disclosures with the highest levers of transparency, integrity and quality of financial reporting. The committee oversees the work

carried out in the financial reporting process by the Management, the internal auditor, the statutory auditor and notes the processes and safeguards employed by each of them.

b) Constitution and Composition of Audit Committee

The Company has in accordance with the Section 177 constituted the Audit Committee. The Audit Committee constituted and re constituted from time to time to comply with statutory requirement. The Audit Committee met 5 (Five) times during the last financial year on the following dates:

Sr. No.	Date and Day of the Meeting	Sr. No.	Date and Day of the Meeting
1.	Tuesday, 23 rd May, 2017	4.	Tuesday, 28 th November, 2017
2.	Tuesday, 27 th June, 2017	5.	Wednesday, 7 th February, 2018
3.	Thursday, 07 th September, 2017		

The constitution of the Committee (as on 31/03/2018) and the attendance of each member of the Committee are given below:

Name of the Member	Type of Director	Category	No. of Meetings	Attendance
Mr. Kishor Vekariya	Independent Director	Chairman	5	5
Mr. Udayan Mandavia	Managing Director	Member	5	3
Mr. Saurabh Gangadia	Independent Director	Member	5	5
Mr. Anant Bhatt	Company secretary	Member	5	5

2. NOMINATION & REMUNERATION COMMITTEE

a) Constitution & Composition of Nomination & Remuneration Committee:

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

The Nomination & Remuneration Committee met 1 (One) times during the last financial year on Monday, 26th June, 2017.

The constitution of the Committee as on 31/03/2018 is as under:

Name of the Member	Type of Director	Category	No. of Meetings	Attendance
Mr. Kishor Vekariya	Independent Director	Chairman	1	1
Ms. Sejal K. Mandavia	Non – Executive Director	Member	1	1
Mr. Saurabh Gangadia	Independent Director	Member	1	1
Mr. Anant Bhatt	Company Secretary	Member	1	1

b) Board Evaluation:

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

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

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

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

c) Remuneration policy:

Pursuant to the provisions of the Section 178 of the Companies Act, 2013, the Nomination & Remuneration Committee has suitably formulated the Board’s Familiarization & Remuneration Policy for determination of the Remuneration to the Board Members, Key Managerial Personnel and other employees of the company. The policy can be found at the website of the company www.ifinservices.com

Further, none of the Directors or Key Managerial Personnel or Senior Management is offer the stock options or securities by the Company.

3. STAKEHOLDERS RELATIONSHIP COMMITTEE:

The Company has formulated the Stakeholders Relationship Committee in accordance with the Section 178(5) of the Companies Act, 2013 and SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015 as entered into by the Company. The function of the Stakeholders Relationship Committee is to look into complaints if any and redress the same expeditiously. Besides, the committee approves allotment, transfer & Transmission of shares, Debentures, issue of any new certificates on split / consolidation / renewal etc. as may be referred to it. During the relevant financial year, 4 (Four) Committee Meetings were held on following dates:

Sr. No.	Date and Day of the Meeting	Sr. No.	Date and Day of the Meeting
1.	Tuesday, 23 rd May, 2017	3.	Tuesday, 28 th November, 2017
2.	Thursday, 07 th September, 2017	4.	Wednesday, 7 th February, 2018

The constitution of the Committee as on 31/03/2018 is as under:

Name of the Member	Type of Director	Category	No. of Meetings	Attendance
Ms. Sejal K. Mandavia	Non-Executive Director	Chairman	4	4
Mr. Udayan Mandavia	Managing Director	Member	4	2
Mr. Saurabh Gangadia	Independent Director	Member	4	4
Mr. Anant Bhatt	Company Secretary	Member	4	4

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

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

Compliance Officer:

Mr. Anant Bhatt, Company Secretary

Mail Id: info@ifinservices.com

Contact No.:079-26581240

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

Note: The Company had not received the investor complaint.

The company has taken action taken report on 12th April, 2017 against the complaint raised by the investor dated October, 2016. Further, company has submitted reply to the SEBI on 22nd June, 2017 and SEBI disposed of the complaint on 23rd June, 2017.

4. CORPORATE SOCIAL RESPONSIBILITY COMMITTEE

The 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.

5. OTHER DETAILS/INFORMATION

The details of Annual General Meeting held in last 3 years are as under:

Year Ended	Venue	Date	Time
31/03/2017	B – 1005, Premium House, Ashram road, Ahmedabad-380009	27/07/2017	04:00 PM
31/03/2016	B – 1005, Premium House, Ashram road, Ahmedabad-380009	30/09/2016	04:00 PM
31/03/2015	4, Saujanya Raw Houses Nrdarpan Six Roads ,Navrangpura, Ahmedabad, Gujarat- 380009	30/09/2015	11:00 AM

6. Means of communication:

The Company is regular in filings the entire quarterly / half yearly / annual results of the company with the Stock Exchanges and press release are made in English Newspapers and local vernacular language of the district of registered office of the Company as stipulated in the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. The company maintains the website as www.ifinservices.com. It also has not displayed in official news release and no presentations were made to institutional investors or to the analysts. We do not send half yearly financial reports to the shareholders.

7. General Shareholder's information

c) AGM, date, time, and venue

Venue: B-1005, Premium House, Behind Handloom House, Ashram Road, Ahmedabad – 380009

Date: Friday, 14th September, 2018

Time: 04.00PM

d) **Financial year:** 01/04/2017 to 31/03/2018

e) The Company has not proposed / declared any dividend during the year.

f) **Book closure date** Saturday, 08/09/2018 to Friday, 14/09/2018 **(both days inclusive)**

g) Listing on Bombay Stock Exchange Limited.

h) The shares are listed at Bombay Stock Exchange all the dues regarding the Listing Fee have been paid

l) **Stock Code** : 539692 (Bombay Stock Exchange);

i) Share price movements:

Month	Open	High	Low
April, 2017	32.80	55.70	32.80
May, 2017	41.25	41.25	35.25
June, 2017	38.90	39.00	36.10
July, 2017	37.90	37.90	31.00
August, 2017	29.45	29.45	27.55
September, 2017	27.50	27.50	24.50
October, 2017	25.00	28.90	25.00
November, 2017	28.50	34.45	28.45
December, 2017	33.00	41.85	33.00
January, 2018	43.90	47.50	38.70
February, 2018	39.90	43.70	34.05
March, 2018	35.20	36.40	31.80

m) Share Transfer Agents : Satellite Corporate Services Pvt. Ltd.
: B – 302, Sony Apartment, : Opp. St. Jude High School,
: Off. Andheri Kurla Road, : Jarimari, Sakinaka,
: Mumbai - 400072

j) Share Transfer System : The share transfer system is being handled by the
: Satellite Corporate Services Pvt. Ltd.

k) Distribution schedule as on 31/03/2018:

Shareholding Nominal Value	Number of Shareholders	% to Total Numbers	Shareholding Amount	% of Total Amount
Up to – 2500	194	13.80	261950	0.86
2501 – 5000	746	53.09	2440560	8.10
5,001 – 10,000	286	20.35	2025760	6.72
10,001 – 20,000	57	4.05	921340	3.05
20,001 – 30,000	56	3.98	1417500	4.70
30,001 – 40,000	14	0.99	532100	1.76
40,001 – 50,000	11	0.78	519530	1.72
50,001 – 1,00,000	18	1.28	1393000	4.62
1,00,000 and above	23	1.63	20619260	68.43
Total	1405	100	30131000	100

l) Share Holding Pattern As On 31/03/2018:

Category	No. of shares	% of equity
Promoter & Promoter Group	13,17,150	43.71
Individuals	1619010	53.74
Bodies Corporate	71242	2.36
HUF	698	0.02
NRI – NON – REPAT	5,000	0.17
Total	30,13,100	100.00

m) Dematerialization of Shares & liquidity:

Shares are in physical and DEMAT. The company's shares are compulsory traded in dematerialized form.

n) Address for correspondence:

- Regd. Office : A-1006, Premium House, Behind Handloom House,
: Ashram Road, Ahemedabad -380009
- E-mail id of the Company : info@ifinservices.com
- E-mail id of the Compliance Officer : info@ifinservices.com

n) Outstanding GDRs/ADRs/Warrants or any Convertible instruments, Conversion date and likely impact on equity - NIL

o) The disclosures on materially significant related party transactions that may have potential conflict with the interests of listed entity at large:

There are no materially significant related party transactions that may have potential conflict with the interests of listed entity at large. However, the details of the policy on Related Party Transactions are being displayed on the website of the company at www.ifinservices.com

p) Penalties or structures have been imposed on the Company by Stock Exchange or SEBI or any statutory authority on any matter related to capital markets during the period under review: NIL

DISCLOSURE OF DEMAT SUSPENSE ACCOUNT / UNCLAIMED SUSPENSE ACCOUNT

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

Aggregate number of shareholders and the outstanding shares in the Suspense Account lying at the beginning of the year	NIL
Number of shareholders who approached listed entity for transfer of shares from suspense account during the year	NIL
Number of shareholders to whom shares were transferred from suspense account during the year	Nil
Aggregate number of shareholders and the outstanding shares in the suspense account lying at the end of the year	Nil
The voting rights on these shares shall remain frozen till the rightful owner of such shares claims the shares	Not Applicable

Note: The Compliance Certificate from the Auditors / Practicing Company Secretaries regarding compliance of conditions of Corporate Governance is not attached to this report as the provisions of the Regulation 17 to Regulations 27 (Corporate Governance) of the SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015 are not being applicable to the Company. This Corporate Governance report forms as the voluntary part of disclosure from the company.

KPND & CO.

CHARTERED ACCOUNTANTS

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

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

INDEPENDENT AUDITORS' REPORT

To The Members

Interactive Financial Services Limited

Ahmedabad

Report on the Financial Statements

We have audited the accompanying financial statements of Interactive Financial Services Limited, Ahmedabad which comprise the Balance sheet as at 31st March 2018 and the Statement of Profit and Loss (including Other Comprehensive Income), Cash Flow Statement for the year then ended and the Statement of Changes in Equity for the year ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 (Act) with respect to the preparation of these Financial Statements that give a true and fair view of the financial position, financial performance(including other comprehensive income), cash flows and changes in equity of the Company in accordance with the Accounting Principles Generally Accepted in India, including the Indian Accounting Standards specified in the Companies (Indian Accounting Standards) Rules, 2015(as amended) under Section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial 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 the disclosures in the financial statements. The procedures selected depend on the auditors' 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. An audit also includes evaluating the appropriateness of the 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 2018 and its profit (including Other Comprehensive Income), its cash flows and the changes in equity for the year ended on that date.

Other Matters

The financial information of the Company for the year ended 31st March, 2017 and the transition date opening balance sheet as at 1st April 2016 included in these Standalone financial statements, are based on the previously issued statutory financial statements for the years ended 31st March, 2017 and 31st March, 2016 prepared in accordance with the Companies(Accounting Standards) Rules, 2006 (as amended) which were audited by M/s. Devadiya & Associates, Chartered Accountants and by M/s. M.R.Pandhi & Associates ,Chartered Accountants respectively on which they have expressed an unmodified opinion dated 30th May, 2017 and 30th May, 2016 respectively. The adjustments to those financial statements for the differences in accounting principles adopted by the Company on transition have been audited by us.

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 (including other comprehensive income), the Cash Flow Statement and the Statement of Changes in Equity dealt with by this Report are in agreement with the books of account
 - (d) in our opinion, the aforesaid financial statements comply with the Indian 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, 2018, taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2018, 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, KPND & Co.
Chartered Accountants
Firm Registration No.133861W

SD/-

Ketan Poojara
Partner

Membership No. 143643

Mumbai, 30th May, 2018

Interactive Financial Services Limited
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 (Service provider) does not require it to hold inventories. Therefore, the provisions of clause 3(ii) of the Order are not applicable to the Company.
- (iii) As the company has not granted any loans secured or unsecured, to companies, Firms or other parties covered in the register maintained u/s.189 of the Companies Act, 2013, paragraphs (iii), (a) and (b) of the order are not applicable.
- (iv) The Company has not granted any loans or given any guarantee or provided any security in connection with such loan or made any investment to the persons covered under section 185 and 186 of the Act.
- (v) According to the information and explanations given to us, the Company has not accepted any deposit from the public within the meaning of Sections 73 to 76 of the Act and the rules framed thereunder. Therefore, the provisions of clause 3(v) of the Order are not applicable to the Company.
- (vi) As per the information and explanations given to us, the provisions of maintenance of cost records specified by the Central Government under section 148(1) of the Companies Act, 2013 are not applicable to the company during the year under reference. Therefore, the provisions of clause 3(vi) of the Order are not applicable to the Company.
- (vii)
 - a. According to the information and explanations given to us and on the basis of our examination of the records of the Company, amounts deducted / accrued in the books of account in respect of undisputed statutory dues including Income Tax, Service tax, Goods and Services Tax, employees' state insurance, provident fund and other material statutory dues have been regularly deposited during the year by the Company with the appropriate authorities. As explained to us, the Company did not have any dues on account of Sales tax, VAT, cess, duty of excise and duty of customs.
 - b. According to information and explanation given to us, there are no dues of income tax, sales tax, service tax, customs duty, excise duty, GST and value added tax which have not been deposited on account of any dispute.

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

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

SD/-

Ketan Poojara
Partner
Membership No. 143643

Place : Mumbai

Date : 30th May, 2018

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

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

We have audited the internal financial controls over financial reporting of Interactive Financial Services Limited (“the Company”) as of 31st March 2018 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, 2018, based on , “the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

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

SD/-

**Ketan Poojara
Partner
Membership No. 143643**

Mumbai, 30th May, 2018

INTERACTIVE FINANCIAL SERVICES LIMITED
BALANCE SHEET AS AT 31ST MARCH 2018

Particulars	Note No	As at 31st March 2018	As at 31st March 2017	As at 1st April 2016
ASSETS				
Non-current assets				
(a) Property, plant and equipment	2	2,77,171	3,06,991	3,36,811
(b) Financial assets				
i. Investments				
ii. Loans	3	22,37,552	20,74,703	3,11,64,403
(c) Deferred tax assets (Net)				
(d) Other non-current assets	4	15,64,089	14,12,899	10,96,806
Total non-current assets		40,78,813	37,94,593	3,25,98,020
Current assets				
(a) Inventories				
(b) Financial assets				
i. Investments	5	5,31,67,796	3,31,41,922	-
ii. Trade receivables	6	-	4,79,956	-
iii. Cash and cash equivalents	7	61,83,668	13,67,582	3,80,739
iv. Bank balances other than (iii) above		-	-	-
v. Loans	3	43,79,678	1,21,73,205	39,857
(c) Current tax Assets (Net)				
(d) Other current assets		-	-	-
Total current assets		6,37,31,143	4,71,62,665	4,20,596
Total assets		6,78,09,955	5,09,57,258	3,30,18,616
EQUITY AND LIABILITIES				
Equity				
(a) Equity share capital	8	3,01,31,000	3,01,31,000	3,01,31,000
(b) Other equity	9	3,31,66,367	1,65,39,161	(4,96,600)
Total equity		6,32,97,367	4,66,70,161	2,96,34,400
LIABILITIES				
Non-current liabilities				
(a) Financial Liabilities				
(b) Provisions	10	1,79,833	-	-
(c) Deferred tax liabilities (Net)	15	1,09,384	1,85,033	1,70,244
(d) Other non-current liabilities				
Total non-current liabilities		2,89,217	1,85,033	1,70,244
Current liabilities				
(a) Financial liabilities				
i. Borrowings	11	20,14,052	25,69,520	13,96,449
ii. Trade payables	12	1,03,500	2,24,300	6,06,031
iii. Other financial liabilities				
(b) Other current liabilities	13	20,65,493	11,63,245	12,11,492
(c) Current year tax (Net)	14	40,327	1,45,000	-
Total current liabilities		42,23,372	41,02,065	32,13,972
Total liabilities		45,12,589	42,87,098	33,84,216
Total equity and liabilities		6,78,09,955	5,09,57,258	3,30,18,616
Significant accounting polices and notes forming part of Financial Statement	1 to 33	-	-	-

As per our report of even date

For, KPND & Co.

Chartered Accountants

Firm Registration No.133861W

SD/-

Ketan Poojara

Partner

Membership No. 143643

SD/-

Udayan Mandavia

Managing Director

DIN : 00740615

SD/-

Hitesh Joshi

Chief Financial Officer

SD/-

Sejalben Mandavia

Director

DIN : 03468579

SD/-

Anant Bhatt

Company Secretary

Mumbai, 30th May, 2018

Ahmedabad, 30th May, 2018

INTERACTIVE FINANCIAL SERVICES LIMITED
Statement of Profit and Loss for the year ended 31st March 2018

	Particulars	Note No	2017-2018 Amount Rs.	2016-2017 Amount Rs.
	Income from Operation			
I.	Revenue from operations	16	2,54,61,492	42,86,022
II.	Other Income	17	20,36,716	46,56,864
III.	Total Revenue		2,74,98,207	89,42,886
IV.	<u>Expenses:</u>			
	Employee benefit expense	18	1,89,23,994	29,75,223
	Financial costs	19	2,80,509	2,23,033
	Depreciation and amortization expense	2	29,820	29,820
	Other expenses	20	16,33,069	54,36,736
	Total Expenses		2,08,67,392	86,64,811
V.	Profit before tax (III - IV)		66,30,815	2,78,075
VI.	Tax expense:	15		
	(1) Current tax		18,88,099	1,45,000
	(2) Deferred tax		(75,649)	14,789
	(3) Short/(Excess) Provision of Tax of earlier years		(1,43,605)	-
	Net Tax Expense / (Benefit)		16,68,845	1,59,789
VIII.	Profit/(Loss) for the period (XI – XII)		49,61,970	1,18,286
IX.	Other Comprehensive Income	21		
	Items that will not be reclassified to profit or loss			
	(a) Remeasurements of the defined benefit plans		-	-
	(b) Equity Instruments designated through other comprehensive income		1,16,65,236	1,68,10,116
	(c) Income Tax on above			
	Items that will be reclassified to profit or loss			
	Other comprehensive income for the year, net of tax		1,16,65,236	1,68,10,116
X.	Total Comprehensive Income for the year (VIII+IX)		1,66,27,206	1,69,28,402
XI.	Earning per equity share:			
	(1) Basic		1.65	0.04
	(2) Diluted		1.65	0.04
	Significant Accounting Policies and Notes on Financial Statements	1 to 33		

As per our report of even date

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

SD/-
Ketan Poojara
Partner
Membership No. 143643

For and on Behalf of the Board of Directors

SD/- SD/-
Udayan Mandavia **Sejalben Mandavia**
Managing Director **Director**
DIN : 00740615 **DIN : 03468579**

SD/- SD/-
Hitesh Joshi **Anant Bhatt**
Chief Financial Officer **Company Secretary**

Mumbai, 30th May, 2018

Ahmedabad, 30th May, 2018

INTERACTIVE FINANCIAL SERVICES LIMITED
CASH FLOW STATEMENT FOR THE YEAR ENDED ON 31ST MARCH 2018

[Amount in Rupees]

Particulars	2017-2018	2016-2017
A. CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit before taxation and extraordinary items	66,30,815	2,78,075
Adjustment for :-		
Depreciation and Amortization	29,820	29,820
Long Term Capital Loss	1,94,250	-
Short Term Capital Loss	30,000	42,78,300
Foreign Exchange Rate Fluctuation	58,192	9,403
Finance Costs	2,80,509	2,23,033
sub-total	5,92,772	45,40,556
Short Term Capital Gain	96,942	44,25,667
Dividend Income	1,73,931	-
Interest income	17,18,641	2,31,197
	(13,96,742)	(1,16,308)
Operating Profit before working capital changes	52,34,073	1,61,766
Change in working Capital :		
Adjustment for Decrease (Increase) in operating assets		
Inventories	-	-
Trade receivables	4,79,956	(4,79,956)
Current - financial loans	77,93,527	(1,21,33,348)
Other Non-current Assets	(2,46,041)	(1,594)
Adjustment for (Decrease) Increase in operating liabilities		
Trade payables	(1,20,800)	(3,81,731)
Other current liabilities	9,02,248	(48,247)
Short term provision	-	1,45,000
Non current provision	1,79,833	-
Cash Generated from Operations	1,42,22,797	(1,27,38,110)
Direct tax Paid	17,54,317	3,14,499
Cash Flow before extraordinary items	1,24,68,480	(1,30,52,609)
Net cash from Operating Activities	1,24,68,480	(1,30,52,609)
B. NET CASH FLOW FROM INVESTMENT ACTIVITIES		
Increase in Current Investments	(83,60,638)	(1,63,31,806)
Long Term Capital Loss	(1,94,250)	-
Short Term Capital Loss	(30,000)	(42,78,300)
Short Term Capital Gain	96,942	44,25,667
Dividend Income	1,73,931	-
Interest income	17,18,641	2,31,197
Net Cash from Investment Activities	(65,95,375)	(1,59,53,242)
C. CASH FLOWS FROM FINANCING ACTIVITIES		
Finance Cost Expense	(2,80,509)	(2,23,033)
Foreign Exchange Rate Fluctuation	(58,192)	(9,403)
Non Current - financial loans	(1,62,849)	2,90,52,059
Repayment of current financial borrowing	(5,55,468)	11,73,071
Net Cash from financial activities	(10,57,019)	2,99,92,694
NET INCREASE /(-) DECREASE IN CASH AND CASH EQUIVALENTS	48,16,086	9,86,843
FOREIGN EXCHANGE RATE FLUCTUATION	-	-
OPENING BALANCE IN CASH AND CASH EQUIVALENTS	13,67,582	3,80,739
CLOSING BALANCE IN CASH AND CASH EQUIVALENTS	61,83,668	13,67,582

As per our report of even date attached.

For, KPND & Co.

Chartered Accountants

Firm Registration No.133861W

SD/-

Ketan Poojara

Partner

Membership No. 143643

Mumbai, 30th May, 2018

For and on behalf of Board of directors

SD/-

Udayan Mandavia

Managing Director

DIN : 00740615

SD/-

Sejalben Mandavia

Director

DIN : 03468579

SD/-

Hitesh Joshi

Chief Financial Officer

SD/-

Anant Bhatt

Company Secretary

Ahmedabad, 30th May, 2018

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31ST MARCH 2018

(a) Equity Share Capital	As at 31st March, 2018		As at 31st March, 2017		As at 1st April, 2016	
	Number	Amount Rs.	Number	Amount Rs.	Number	Amount Rs.
Balance at the beginning of the reporting period	30,13,100	3,01,31,000	30,13,100	3,01,31,000	30,13,100	3,01,31,000
Changes in Equity Share capital during the year	-	-	-	-	-	-
Balance at the end of the reporting period	30,13,100	3,01,31,000	30,13,100	3,01,31,000	30,13,100	3,01,31,000

(b) Other Equity

Particulars	Reserve for equity instruments through OCI	Retained Earning	Total
Balance at 31st March, 2016	-	(8,77,307)	(8,77,307)
Effect of Transitional provisions as per Schedule II of Companies Act, 2013			
Add : Equity Portion of Unsecured Loan (Fair Valuation of Interest free Loan)		5,50,951	5,50,951
Defferred Tax Liability thereon		(1,70,244)	(1,70,244)
Total Effect of Transitional provisions as per Schedule II of Companies Act, 2013	-	3,80,707	3,80,707
Balance at 1st April, 2016	-	(4,96,600)	(4,96,600)
Add : Equity Portion of Unsecured Loan (Fair Valuation of Interest free Loan)		1,07,359	1,07,359
Profit for the year	-	1,18,286	1,18,286
Other Comprehensive Income for the year	1,68,10,116	-	1,68,10,116
Total Comprehensive Income for the year	1,68,10,116	1,18,286	1,69,28,402
Balance at 31st March, 2017	1,68,10,116	(2,70,955)	1,65,39,161
Profit for the year	-	49,61,970	49,61,970
Other Comprehensive Income for the year	1,16,65,236	-	1,16,65,236
Total Comprehensive Income for the year	1,16,65,236	49,61,970	1,66,27,206
Balance at 31st March, 2018	2,84,75,352	46,91,015	3,31,66,367

As per our report of even date
For, KPND & Co.
Chartered Accountants
Firm Registration No.133861W
SD/-
Ketan Poojara
Partner
Membership No. 143643

For and on Behalf of the Board of Directors

SD/-
Udayan Mandavia
Managing Director
DIN : 00740615
SD/-
Hitesh Joshi
Chief Financial Officer

SD/-
Sejalben Mandavia
Director
DIN : 03468579
SD/-
Anant Bhatt
Company Secretary

Mumbai, 30th May, 2018

Ahmedabad, 30th May, 2018

STATEMENT ON SIGNIFICANT ACCOUNTING POLICIES

BACKGROUND

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

1 BASIS OF PREPARATION AND SIGNIFICANT ACCOUNTING POLICIES

1.1 BASIS OF PREPARATION OF ACCOUNTS

a) Statement of compliance with Ind AS

In accordance with the notification issued by the Ministry of Corporate Affairs, the Company has adopted Ind AS notified under the Companies (Indian Accounting Standards) Rules, 2015 with effect from April 1, 2017. The transition from previous GAAP to Ind AS has been accounted for in accordance with the Ind AS 101 "First Time Adoption of Indian Accounting Standards", with April 1, 2016 being the transition date. The financial statements have also been prepared in accordance with the relevant presentation requirements of the Companies Act, 2013

In accordance with the Ind AS 101 "First time adoption of Indian Accounting Standard", the Company has presented a reconciliation [from the presentation of financial statements under accounting standards notified under the Companies (Accounting Standards) Rules, 2006 ("Previous GAAP") to Ind AS] of total equity as at April 1, 2016, March 31, 2017 and Statement of Profit and Loss for the year ended March 31, 2017.

These financial statements for the year ended 31st March, 2018 are the first financials with comparatives, prepared under Ind AS. For all previous periods including the year ended 31st March, 2017, the Company had prepared its financial statements in accordance with the accounting standards notified under Companies (Accounting Standard) Rule, 2006 (as amended) and other relevant provisions of the Act (hereinafter referred to as 'Previous GAAP') used for its statutory reporting requirement in India.

b) Functional and presentation currency

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

c) Basis of Measurement

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

- (i) Certain financial assets and liabilities that are measured at fair value.
- (ii) Assets held for sale- Measured at the lower of (a) carrying amount and (b) Fair Value less cost to sell.
- (iii) Net defined benefit plans- Plan assets measured at Fair Value less present value of defined benefit obligation.

(iv) Determining the Fair Value

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

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

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

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

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

d) Use of Estimates and Judgement

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

(i) Judgements

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

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

(ii) Assumptions and Estimations

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

1. Impairment test of non-financial assets

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

2. Allowance for bad debts

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

3. Recognition and measurement of Provisions and Contingencies

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

4. Recognition of Deferred Tax Assets

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

5. Measurements of Defined benefit obligations

The measurements are based on key actuarial assumptions.

1.2 SIGNIFICANT ACCOUNTING POLICIES

a) Property, Plant and Equipment

(i) Recognition and measurement

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

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

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

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

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

(ii) Transition to Ind AS

On transition to Ind AS, the Company has elected to continue with carrying value of all its property plant and equipment recognised as on April 1, 2016 measured as per the previous GAAP and use that carrying value as deemed cost of property plant and equipment.

(iii) Subsequent expenditure

On transition to Ind AS, the Company has elected to continue with carrying value of all its Subsequent expenditure is capitalised only if it is probable that the future economic benefits associated with the expenditure will flow to the Company.

(iv) Depreciation, Estimated useful life and estimated residual value

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

b) Intangible Assets

(i) Recognition and measurement

Computer softwares have finite useful lives and are measured at cost less accumulated amortisation and any accumulated impairment losses. As on transition date i.e. April 1, 2016 the same are measured at cost as per Ind AS. The same are tested for impairment, if any, at the end of each accounting period.

(ii) Subsequent expenditure

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

(iii) Amortisation

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

b) Financial Instruments

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

(i) Financial Assets

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

a) Classification

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

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

b) Measurement

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

In case of investments

i) In Equity instruments

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

- For Other than subsidiaries, associates and Joint venture - Investments are measured at FVTOCI.

ii) In Mutual fund

Measured at FVTPL.

iii) In Debt instruments

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

c) Derecognition of financial assets

A financial asset is derecognised only when:

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

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

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

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

d) Impairment of financial assets

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

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

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

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

The application of simplified approach does not require the Company to track changes in credit risk. Rather, it recognises impairment loss allowance based on lifetime ECLs at each reporting date, right from its initial recognition.

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

(ii) Financial Liabilities

a) Classification

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

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

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

b) Initial recognition and measurement

Financial liabilities are classified, at initial recognition, as financial liabilities at FVTPL or AC.

All financial liabilities are recognised initially at Fair Value and, in the case of loans and borrowings and payables, net of directly attributable transaction costs.

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

c) Financial liabilities at FVTPL

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

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

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

d) Loans and borrowings

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

e) Derecognition

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

f) Offsetting of financial instruments

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

g) Derivative financial instruments

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

c) Trade Receivable

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

d) Cash and Cash Equivalent

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

e) Contributed Equity

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

I) Dividends

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

II) Earnings per share

(i) Basic earnings per share

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

(ii) Diluted earnings per share

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

f) Borrowing

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

g) Trade and Other payables

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

h) Foreign Currency Transactions

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

i) Revenue

(i) Sale of Services

Revenue from supply of services is recognised on accrual basis as per the terms of contract with the customers when the related services are performed or agreed milestones are achieved and there is reasonable certainty about its recovery. Service income is exclusive of applicable taxes and other levies wherever applicable. Other revenue / cost is recognised on accrual basis except where the receipt of income is uncertain.

(ii) Other Income

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

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

j) Government Grants

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

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

k) Employee Benefits

(i) During Employment benefits

(a) Short term employee benefits

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

(ii) Post-Employment benefits

(a) Defined contribution plans

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

(b) Defined benefit plans

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

(c) Termination Benefits

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

l) Income Tax

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

(a) Current Tax

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

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

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

(b) Deferred Tax

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

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

Deferred tax assets and liabilities are offset only if:

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

m) Borrowing Costs

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

n) Leases

(i) Determining whether an arrangement contains a lease

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

As a lessee

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

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

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

As a lessor

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

o) Non- Current assets held for sale

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

p) Provisions and contingent liabilities

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

Interactive Financial Services Limited

Notes forming part of the Financial Statements as at 31st March 2018

2 Property, Plant and Equipment

As at 31st March, 2018

Particulars	Gross Block				Depreciation Fund				Net Block
	As On 31/03/2017	Addition during the year	Deduction during the year	Total As on 31-Mar-18	Up To 31/03/2017	Provided during the year	Deduction/A djustment during the year	Total As on 31-Mar-18	Total As on 31-Mar-18
Property, Plant and Equipment									
Office Building	2,84,294	-	-	2,84,294	29,820	29,820	-	59,640	2,24,654
Furniture & Fixtures	52,517	-	-	52,517	-	-	-	-	52,517
Total Rs.	3,36,811	-	-	3,36,811	29,820	29,820	-	59,640	2,77,171

As at 31st March, 2017

Particulars	Gross Block				Depreciation Fund				Net Block
	As On 01/04/2016	Addition during the year	Deduction during the year	Total As on 31/03/2017	Up To 31/03/2016	Provided during the year	Deduction/A djustment during the year	Total As on 31/03/2017	Total As on 31/03/2017
Property, Plant and Equipment									
Office Building	2,84,297	-	-	2,84,297	-	29,820	-	29,820	2,54,477
Furniture & Fixtures	52,517	-	-	52,517	-	-	-	-	52,517
Total Rs.	3,36,814	-	-	3,36,814	-	29,820	-	29,820	3,06,994

As at 1st April, 2016

Particulars	Gross Block				Depreciation Fund				Net Block
	As On 01/04/2015	Addition during the year	Deduction during the	Total As on 31/03/2016	Up To 01/04/2015	Provided during the year	Deduction/A djustment	Total As on 31/03/2016	Total As on 01/04/2016
Property, Plant and Equipment									
Office Building	5,01,900	-	-	5,01,900	1,87,783	29,820	-	2,17,603	2,84,297
Furniture & Fixtures	10,50,340	-	-	10,50,340	9,97,823	-	-	9,97,823	52,517
Total Rs.	15,52,240	-	-	15,52,240	11,85,606	29,820	-	12,15,426	3,36,814

Interactive Financial Services Limited
Notes forming part of the Financial Statements as at 31st March 2018

Particulars	As at 31st March 2018 Amount Rs.	As at 31st March 2017 Amount Rs.	As at 1st April 2016 Amount Rs.
3 <u>Loans</u>			
Non-current			
a. Loans to Other			
- Secured, considered good	22,37,552	20,74,703	3,11,64,403
- Unsecured, considered good	-	-	-
- Doubtful	-	-	-
	22,37,552	20,74,703	3,11,64,403
Less : Allowance for bad and doubtful loans	-	-	-
	22,37,552	20,74,703	3,11,64,403
b. Other Advances	-	-	13,73,522
Less : Advances W/off being not recoverable	-	-	(13,73,522)
Net Other Advances	-	-	-
	22,37,552	20,74,703	3,11,64,403
Current			
a. Loans to Other			
- Secured, considered good	43,79,678	1,21,73,205	39,857
- Unsecured, considered good	-	-	-
- Doubtful	-	-	-
	43,79,678	1,21,73,205	39,857
Less : Allowance for bad and doubtful loans	-	-	-
	43,79,678	1,21,73,205	39,857
Total	66,17,230	1,42,47,908	3,12,04,260

Note :

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

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

Particular	2017-2018	2016-2017	2015-2016
	-	-	-
Total	-	-	-

ii Company has not given any loans and advances to any associates, firm/companies in which directors are interested during the current financial year.

iii None of the loanees have made investment in share of the company.

4 <u>Other non-current assets</u>			
Deposits	3,05,763	73,738	72,144
Balance with Government Authorities	12,58,326	13,39,161	10,24,662
Total	15,64,089	14,12,899	10,96,806

5 <u>Current Investment</u>			
(a) Investments designated through other comprehensive income			
Investment in Equity Instrument - Quoted	5,31,67,796	3,22,24,955	-
(b) Investment measured at amortised cost			
Investment in Mutul Fund	-	9,16,967	-
Total	5,31,67,796	3,31,41,922	-

Interactive Financial Services Limited
Notes forming part of the Financial Statements as at 31st March 2018

6	<u>Trade Receivable</u>			
	(Secured and considered good)			
	Exceeding Six Months from Due Date			
	Others			
	(Unsecured and considered good)			
Exceeding Six Months from Due Date				
Others	-	4,79,956	-	
	Total	-	4,79,956	-

Note:

- i Trade Receivables Others Includes Rs. Nil as at 31st March 2018 (Previous Year as at 31st March 2017 Rs. 4,79,956 and as at 1st April 2016 Rs. Nil) due from Associates Company.
- ii The Company has called for balance confirmation of Trade Receivables and has received response from the party, which are subject to reconciliation with Company's account.
- iii Refer Note No - 31 for information about Credit Risk and Market Risk of Trade Receivables.

7	<u>Cash and Bank Balances</u>			
	a. Cash and Cash Equivalents			
	Cash			
	Cash on hand	46,348	35,891	44,548
	Cash Equivalents			
Balances with banks				
- in current accounts	61,37,320	13,31,691	3,36,191	
	Total	61,83,668	13,67,582	3,80,739

8	<u>Share Capital</u>			
	Equity Share Capital			
	Authorised Share capital :			
	8,000,000 (Previous year 8,000,000) Equity Shares of Rs.10/-each	8,00,00,000	8,00,00,000	8,00,00,000
	Issued, subscribed & paid up:			
3,013,100 (Previous year 3,013,100) Equity Shares of Rs.10/-each	3,01,31,000	3,01,31,000	3,01,31,000	
	Total	3,01,31,000	3,01,31,000	3,01,31,000

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 2018		As at 31st March 2017		As at 1st April 2016	
	Number of	Amount	Number of	Amount Rs.	Number of	Amount Rs.
Equity shares at the beginning of the year	30,13,100	3,01,31,000	30,13,100	3,01,31,000	30,13,100	3,01,31,000
Add: Equity Shares issued during the year	-	-	-	-	-	-
Equity shares at the end of the year	30,13,100	3,01,31,000	30,13,100	3,01,31,000	30,13,100	3,01,31,000

- 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 2018		As at 31st March 2017		As at 1st April 2016	
Udayan Mandavia	11,75,000	39.00%	11,75,000	39.00%	7,20,000	23.90%
Dimple Pandey	3,65,350	12.13%	3,16,450	10.50%	3,75,550	12.46%
Ashok P Vithlani	-	0.00%	-	0.00%	3,32,600	11.04%

- 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.

Interactive Financial Services Limited
Notes forming part of the Financial Statements as at 31st March 2018

9	<u>Other Equity</u>	31st March, 2018	31st March, 2017	1st April, 2016
	<u>Reserves and Surplus</u>			
a.	Reserve for equity instruments through other comprehensive income			
	Balance at beginning of year	1,68,10,116	-	-
	Add : Net fair value gain on investments in equity instruments at FVTOCI	1,16,65,236	1,68,10,116	-
	Less : Income tax on net fair value gain on investments in equity instruments at FVTOCI	-	-	-
	Balance at end of year	2,84,75,352	1,68,10,116	-
b.	Retained earnings			
	Opening Balance	(2,70,955)	(4,96,600)	(8,77,307)
	Add : net profit / (loss) after tax from continuing operations	49,61,970	1,18,286	-
	Add : Equity Portion of Unsecured Loan as per Ind-AS	-	1,07,359	3,80,707
	Closing balance	46,91,015	(2,70,955)	(4,96,600)
	Total	3,31,66,367	1,65,39,161	(4,96,600)

Nature and Purpose of Reserve:

Reserve for equity instruments through other comprehensive income

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

Retained earnings

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

10	<u>Non-current Provisions</u>			
	Provision for Gratuity	1,79,833	-	-
	Total	1,79,833	-	-

11	<u>Short-terms borrowings</u>			
	- Unsecured			
	Loans and advances from KMP	20,14,052	18,30,956	13,96,449
	Loans and advances from other	-	7,38,564	-
	Total	20,14,052	25,69,520	13,96,449

Note :

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

12	<u>Trade Payable</u>			
	Due To Micro, Small And Medium Enterprises			
	Due to Others	1,03,500	2,24,300	6,06,030
	Total	1,03,500	2,24,300	6,06,030

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 2018, 31st March, 2017 and As at 1st April, 2016.

Interactive Financial Services Limited
Notes forming part of the Financial Statements as at 31st March 2018

13	<u>Other current liabilities</u>			
	Outstanding Liabilities	18,30,379	11,06,022	11,54,821
	Statutory Liabilities	2,35,114	57,223	56,671
	Total	20,65,493	11,63,245	12,11,492

Note:

- i Outstanding Liabilities Includes Rs. Nil as at 31st March 2018 (Previous Year as at 31st March 2017 Rs. Nil and as at 1st April 2016 Rs. 8,64,410) due to Associates Company.

14	<u>Current year tax (Net)</u>			
	Provision for Income Tax/MAT	18,88,099	1,45,000	-
	Less: Advance Tax / TDS Receivable / MAT Credit	(18,47,772)	-	-
	Total	40,327	1,45,000	-

15	<u>Tax Expenses</u>						
	(a) Amounts recognised in Statement of Profit and Loss						
	Particulars	For the year ended 31st March, 2018		For the year ended 31st March, 2017			
	Current Income Tax	18,88,099		1,45,000			
	Excess provision of Income Tax in respect of Earlier years	(1,43,605)		-			
	Deferred Income Tax Liability / (Asset), net						
	Origination and reversal of temporary differences	(75,649)		14,789			
	Reduction in Tax Rate						
	Recognition of previously unrecognised tax losses						
	Change in recognised deductible temporary differences						
	Deferred Tax Expense	(75,649)		14,789			
	Tax Expense for the year	16,68,845		1,59,789			
(b)	Amounts recognised in Other Comprehensive Income						
		For the year ended 31st March, 2018			For the year ended 31st March, 2017		
	Particulars	Before tax	Tax (expense) benefit	Net of tax	Before tax	Tax (expense) benefit	Net of tax
	Items that will not be reclassified to profit or loss						
	Remeasurements of the defined benefit plans	-	-	-	-	-	-
	Equity Instruments designated through other comprehensive income	1,16,65,236	-	1,16,65,236	#####	-	1,68,10,116
	Items that will be reclassified to profit or loss						
	Total	1,16,65,236	-	1,16,65,236	1,68,10,116	-	1,68,10,116

Interactive Financial Services Limited
Notes forming part of the Financial Statements as at 31st March 2018

(c) Reconciliation of Effective Tax Rate

Particulars	For the year ended 31st March, 2018	For the year ended 31st March, 2017
Profit Before Tax	66,30,815	2,78,075
Tax using the Company's domestic tax rate (Current year 25.75% and Previous Year 30.90%)	17,07,435	85,925
Non-Deductible Tax Expenses		
Depreciation	7,679	9,214
Interest on TDS	176	2,478
Short term Capital Loss	7,725	13,21,995
Provision for Gratuity	46,307	-
Long Term Capital Loss	50,019	-
Interest on Debt portion of Usec Loan	62,967	65,624
Brokerage & STT		17,806
Allowable Tax Expenses		
Depreciation	(1,976)	(6,703)
Short term Capital Gain	(24,963)	(13,67,531)
Tax effect of Non Taxable Income		
Dividend Income	(44,787)	-
Items subject to differential tax rate		
Short term Capital Loss	(4,635)	(6,60,997)
Short term Capital Gain	14,978	6,83,766
Brokerage & STT	-	(8,903)
Others		
Long Term Capital Loss	-	-
Brought Forward Unabsorbed Depreciation	(68,160)	-
Others	(8,271)	2,328
Deferred Tax Liability / (Assets) :-		
Unwinding of Interest	(75,560)	(65,624)
Equity component of Financial Liability	-	33,174
Difference in carrying value of PPE between Books of accounts and Income Tax Act	(89)	47,239
Total	16,68,845	1,59,789
Effective Tax Rate	25.17	57.46

Interactive Financial Services Limited
Notes forming part of the Financial Statements as at 31st March 2018

(d) Movement in Deferred Tax Balances

					Net Balance 31st March, 2018		
Particulars	Net Balance 1st April, 2017	Recognised Retained Earning	Recognised Profit or Loss	Recognised in OCI	Deferred Tax Liability	Deferred Tax Asset	Net Deferred Tax Liability
Deferred Tax (Asset)/Liability							
Property, Plant and Equipment	47,239	-	(89)	-	47,239	(89)	47,150
Investments	-						-
Borrowings	1,37,794		(75,560)		1,37,794	(75,560)	62,234
Net Deferred Tax (Asset) / Liability	1,85,033	-	(75,649)	-	1,85,033	(75,649)	1,09,384
					Net Balance 31st March, 2017		
Particulars	Net Balance 1st April, 2016	Recognised Retained Earning	Recognised Profit or Loss	Recognised in OCI	Deferred Tax Liability	Deferred Tax Asset	Net Deferred Tax Liability
Deferred Tax (Asset)/Liability							
Property, Plant and Equipment	-	-	47,239	-	47,239	-	47,239
Investments	-	-	-	-	-	-	-
Borrowings	1,70,244	-	(32,450)	-	2,03,418	(65,624)	1,37,794
Net Deferred Tax (Asset) / Liability	1,70,244	-	14,789	-	2,50,657	(65,624)	1,85,033

INTERACTIVE FINANCIAL SERVICES LIMITED

Notes forming part of Statement of Financial Statements for the year ended on 31st March 2018

Note No	Particulars	2017-2018 Amount Rs.	2016-2017 Amount Rs.
16	<u>Revenue from Operations</u>		
	Sale of Software	2,54,61,492	42,86,022
	Total	2,54,61,492	42,86,022

Revenue from Operation based on geographical area

Particulars	2017-2018 Amount Rs.	2016-2017 Amount Rs.
Within India	-	-
Outside India - USA	2,54,61,492	42,86,022
Total	2,54,61,492	42,86,022

17	<u>Othe Income</u>		
	Interest Income	17,18,641	2,31,197
	Dividend Income	1,73,931	-
	Short Term Capital Gain	96,942	44,25,667
	Other Income	47,202	-
	Total	20,36,716	46,56,864

18	<u>Employee Benefits Expenses</u>		
	Salary, Bonus & Exgratia	1,80,07,148	28,43,096
	Leave Encashment Expenses	-	13,887
	Gratuity Expenses	1,79,833	-
	Contribution to PF and Other Funds	5,66,309	-
	Other Allowances	81,059	1,18,240
	Employee Welfare Expenses	89,645	-
	Total	1,89,23,994	29,75,223

19	<u>Finance Costs</u>		
	Interest Expenses	2,45,895	2,20,393
	Bank Charges	34,614	2,640
	Total	2,80,509	2,23,033

20	<u>Other Expenses</u>		
	Advertisement	32,551	4,09,124
	Auditors Remuneration	50,000	60,000
	Foreign Exchange Fluctuation Diff.	58,192	9,403
	Listing Fees	2,87,500	2,29,000
	Legal & Professional Fees	3,58,779	2,59,904
	Short Term Capital Loss	30,000	42,78,300
	Long Term Capital Loss	1,94,250	-
	Staff Welfare Expenses	64,439	21,263
	PF Administrative Charges	34,450	-
	Travelling Expenses	3,13,256	4,000
	Administrative & General Expenses	2,09,651	1,65,742
	Total	16,33,069	54,36,736

Note :

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

Particulars	2017-2018	2016-2017
i) For Audit Fees	50,000	60,000
Total Rs:	50,000	60,000

ii. Expenditure in Foreign currency

Particulars	2017-2018	2016-2017
Business Travelling	2,47,873	-
Total Rs:	2,47,873	-

INTERACTIVE FINANCIAL SERVICES LIMITED

Notes forming part of Statement of Financial Statements for the year ended on 31st March 2018

Note No	Particulars	2017-2018 Amount Rs.	2016-2017 Amount Rs.
21	<p><u>Other Comprehensive Income</u> Items that will not be reclassified to profit or loss</p> <p>Equity Instruments designated through OCI</p> <p align="right">Total</p>	<p></p> <p align="right">1,16,65,236</p> <p align="right">1,16,65,236</p>	<p></p> <p align="right">1,68,10,116</p> <p align="right">1,68,10,116</p>

INTERACTIVE FINANCIAL SERVICES LIMITED

: General Notes forming the parts of Accounts:

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

23 Figures have been rounded off to nearest of rupee.

24 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.

25 Contingent Liabilities and Commitments

A Not provided for in the accounts

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

B Capital Commitment

Estimated amount of contracts remaining to be executed on capital account and not provided (net of advances) of Rs. Nil (Previous year: as at 31st March, 2017 Rs. Nil and as at 01.04.2016 Rs. Nil).

26 Disclosures pursuant to Indian Accounting Standard -19 "Employee Benefits":

A Defined Contribution Plan:

The company has recognised as an expense in the profit and loss account in respect of defined contribution plan – Provident Fund of Rs.4,37,326/- (Previous year Rs.7,399/-) administered by the Government.

B Defined benefit plan and long term employment benefit

General Description:

- Gratuity (Defined Benefit Plan):

The company has obtained report from Actuary for Gratuity liability.

- Leave Wages:

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

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

Particulars	Year ended on 31st March 2018	Year ended on 31st March 2017	As at 1st April 2016
	Gratuity(Non-Funded) (Amount in Rs.)		
A. (Income)/ Expenses recognized in the Profit & Loss Account statement:			
(i) Current service cost	1,79,833	-	-
Interest on obligation	-	-	-
Expected return on plan assets	-	-	-
Net actuarial (gain)/ loss recognized during the year	-	-	-
Total amount included in employee's benefit expenses'	1,79,833	-	-
(ii) Net Asset / (liability) recognized in the Balance Sheet			
Present value of funded obligations	-	-	-
Fair value of the plan assets	-	-	-
Present value of unfunded obligation	1,79,833	-	-
Net asset / (liabilities) recognized in the Balance Sheet	1,79,833	-	-

(iii) Change in the defined benefit obligation			
Opening defined benefit obligation	-	-	-
Current service cost	1,79,833	-	-
Interest cost	-	-	-
Actuarial losses / (gain)	-	-	-
Benefits paid	-	-	-
Closing defined benefit obligation	1,79,833	-	-
(iv) Change in the fair value of plan asset			
Opening fair value of plan assets	Nil	Nil	Nil
Expected return on plan assets	Nil	Nil	Nil
Actuarial gains/ (losses)	Nil	Nil	Nil
Contributions by employer	Nil	Nil	Nil
Benefits paid	Nil	Nil	Nil
Closing fair value of plan assets	Nil	Nil	Nil
(v) Movement in the liability recognized in the Balance Sheet			
Opening net liability	-	-	-
Expenses as above (P & L) charges	1,79,833	-	-
Contribution paid	-	-	-
Asset / (liability) recognized In the Balance Sheet	1,79,833	-	-
B. Principal actuarial assumptions:			
Discount rate (p.a.)	7.65%	-	-
Expected return on Plan Assets	7.65%	-	-
Annual Increase in salary costs (p.a.)	7.00%	-	-

C. Gratuity - Sensitivity Analysis

Particulars	Amount in Rs.			
	As at 31st March 2018		As at 31st March 2017	
	Increase	Decrease	Increase	Decrease
Salary Growth Rate (0.5% Movement)	1,91,767	(1,68,710)	-	-
Discount Rate (0.5% Movement)	(1,68,194)	1,92,714	-	-
Withdrawal Rate (10% Movement)	1,75,018	(1,84,629)	-	-

27 Earnings in Foreign currency

Particulars	2017-2018	2016-2017	2015-2016
Exports at FOB value	2,54,61,492	42,86,022	NIL

28 Related party Disclosure. :-

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

A Key Management Personnel (KMP)

1	Mr. Udayan K. Mandavia	-	Managing Director & Chairman
2	Ms. Sejalben K. Mandavia	-	Director
3	Mr. Ashok P. Vithlani	-	Director (up to 30.09.2016)
4	Mr. Ashwin V. Popat	-	Director (up to 01.10.2016)
5	Mr.Hitesh Rasiklal Joshi	-	Chief Financial Officer
6	Mr.Anant Bhatt	-	Company Secretary
7	Mr.Paresh N. Shah	-	Company Secretary (up to 30.09.2016)

B Related Parties

1	Medical Communication System, INC	4	AAA IT Solutions P Ltd.
2	Polad Traders P Ltd.	5	Cross Bryne Design Studio P Ltd.
3	Polad Finance Ltd.	6	Information Technology Consultants

C Transactions with related parties :

Amount Rs. in lakhs

SN	Nature of Transaction	2017-2018		2016-2017		2015-2016	
		Related Parties	KMP	Related Parties	KMP	Related Parties	KMP
1	Receipt of Loan	-	-	18.70	-	-	-
2	Repayment of Loan	-	-	18.70	-	64.99	17.50
3	Other Payment Received	-	-	-	-	0.69	2.60
4	Other Payment Repaid	-	-	-	-	1.37	2.60
5	Advance Given	-	-	70.28	21.29	34.63	-
6	Advance Received Back	-	-	70.28	21.29	45.00	-
7	Sale	254.61	-	42.86	-	-	-
8	Interest Paid	-	1.83	-	-	-	-
9	Interest Received	-	-	-	-	-	-
10	Remuneration Paid	-	27.92	-	4.07	-	-
11	Reimburshmet of Expenses	1.29	-	-	-	-	-
12	Balance Outstanding						
a.	Short Term Borrowings	-	20.14	-	18.31	-	-
b.	Loan & Advances	-	-	-	-	83.11	NIL
c.	Sundry Debtors	-	-	4.80	-	-	-
d.	Sundry Creditors for Expences	-	-	-	1.19	-	5.96
e.	Other Current Liabilities	-	1.33	-	-	7.94	NIL

D Material Transactions with related parties :

Amount Rs. in lakhs

SN	Name of Related Party/ KMP	Nature of Transaction	2017-2018	2016-2017
1	Medical Communication System, INC	Sale	254.61	42.86

29 Segment Reporting:

Disclosures as required by Indian Accounting Standard 108 “Operating Segments” are given below.

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

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

Geographical area	Amount in Rs. 2017-2018	Amount in Rs. 2016-2017
Within India	-	-
Outside India - USA	2,54,61,492	42,86,022
Total	2,54,61,492	42,86,022

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

30 Particulars of Earnings Per Share:

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

Particulars	2017-2018	2016-2017
Net Profit attributable to Share Holders	49,61,970	1,18,286
Number of Equity shares/Weighted Equity Shares	30,13,100	30,13,100
Nominal value of share	10.00	10.00
Earning per share	1.65	0.04

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.

31 FINANCIAL INSTRUMENTS – FAIR VALUES AND RISK MANAGEMENT

A. Accounting classification and Fair Values

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

(Amount in Rs.)

March 31, 2018	Carrying Amount				Fair Value	
	Fair Value through Profit and Loss	Fair Value through Other Comprehensive Income	Amortised Cost	Total	Level 1	Level 2
Financial Assets measured at amortised Cost :-						
Current Investments		2,84,75,352	2,46,92,444	5,31,67,796	5,31,67,796	-
Loans :-						
Non-current				22,37,552	-	22,37,552
current				43,79,678	-	43,79,678
Cash and cash equivalents				61,83,668	-	-
Total Financial Assets	-	2,84,75,352	2,46,92,444	6,59,68,695		
Financial Liabilities measured at amortised Cost :-						
Borrowings - current			20,14,052	20,14,052	-	20,14,052
Trade payables - current			1,03,500	1,03,500	-	-
Total Financial Liabilities	-	-	21,17,552	21,17,552		

March 31, 2017	Carrying Amount				Fair Value	
	Fair Value through Profit and Loss	Fair Value through Other Comprehensive Income	Amortised Cost	Total	Level 1	Level 2
Financial Assets measured at amortised Cost :-						
Current Investments		1,68,10,116	1,63,31,806	3,31,41,922	3,31,41,922	-
Loans :-						
Non-current				20,74,703	-	20,74,703
current				1,21,73,205	-	1,21,73,205
Trade and Other Receivables				4,79,956	-	-
Cash and cash equivalents				13,67,582	-	-
Total Financial Assets	-	1,68,10,116	1,63,31,806	4,92,37,368		
Financial Liabilities measured at amortised Cost :-						
Borrowings - current				25,69,520	-	25,69,520
Trade payables - current				2,24,300	-	-
Total Financial Liabilities	-	-	-	27,93,820		

March 31, 2016	Carrying Amount				Fair Value	
	Fair Value through Profit and Loss	Fair Value through Other Comprehensive Income	Amortised Cost	Total	Level 1	Level 2
Financial Assets measured at amortised Cost :-						
Loans :-						
Non-current				3,11,64,403	-	3,11,64,403
current				39,857	-	39,857
Cash and cash equivalents				3,80,739	-	-
Total Financial Assets	-	-	-	3,15,84,999		
Financial Liabilities measured at amortised Cost :-						
Borrowings - current				13,96,449	-	13,96,449
Trade payables - current				6,06,031	-	-
Total Financial Liabilities	-	-	-	20,02,480		

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

Types of inputs are as under:

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

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

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

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

Financial instruments measured at fair value

Type Valuation technique

Currency fluctuation Based on rates of Reserve Bank of India.

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

B. Financial Risk Management:-

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

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

Risk Management framework

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

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

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

i Credit Risk

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

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

Other Financial Assets

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

Trade Receivables

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

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

Particulars	31st March, 2018	31st March, 2017	1st April, 2016
Domestic			
Outside India - USA	-	4,79,956	-
Total	-	4,79,956	-

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

Particulars	31st March, 2018	31st March, 2017	1st April, 2016
Neither Due nor impaired	-	4,79,956	-
Past Due 1 - 90 Days	-	-	-
Past Due 91 - 180 Days	-	-	-
More than 180 Days	-	-	-
Total	-	4,79,956	-

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

ii Liquidity Risk

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

Exposure to Liquidity Risk

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

Non-Derivative Financial Liabilities	Contractual Cash Flows	
	Carring Amount 31st March, 2018	Carring Amount 31st March, 2017
Unsecured Loans	20,14,052	25,69,520
Trade and Other Payables	1,03,500	-

iii Market Risk

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

a) Currency Risk

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

b) Interest Rate Risk

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

Exposure to Interest Rate Risk

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

c) Equity Risk

Equity Price Risk is related to the change in market reference price of the investments in equity securities. The fair value of some of the Company's investments in Fair value through Other Comprehensive Income securities exposes the Company to equity price risks. In general, these securities are not held for trading purposes. These investments are subject to changes in the market price of securities. The fair value of equity securities as of March 31, 2018, was Rs. 5,31,67,796 [FY 2016-2017 Rs.3,22,24,955]. A Sensex standard deviation of 5% [FY 2016-2017 5%] would result in change in equity prices of securities held as of March 31, 2018 by Rs. 26,58,389 [FY 2016-2017 Rs.16,11,248].

32 Capital Management

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

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

Particulars	As at 31st March, 2018	As at 31st March, 2017
Total Interest bearing liabilities	22,37,552	20,74,703
Less: Cash and Cash equivalents	61,83,668	13,67,582
Adjusted Net Debt	(39,46,116)	7,07,121
Total Equity	6,32,97,367	4,66,70,161
Adjusted equity	6,32,97,367	4,66,70,161
Adjusted net debt to adjusted equity ratio	(0.06)	0.02

33 Transition to Ind AS:

These are the Company's first financial statements prepared in accordance with Ind AS.

The accounting policies set out have been applied in preparing the financial statements for the year ended 31st March 2018, the comparative information presented in these financial statements for the year ended 31st March, 2017 and in the preparation of an opening Ind AS Balance Sheet at 1st April, 2016 (the Company's date of transition).

In preparing its opening Ind AS Balance Sheet, the Company has adjusted the amounts reported previously in financial statements prepared in accordance with the accounting standards notified under Companies (Accounting Standards) Rules, 2006 (as amended) and other relevant provisions of the Act (previous GAAP or Indian GAAP). An explanation of how the transition from previous GAAP to Ind AS has affected the Company's financial position, financial performance and Cash Flows is set out in the following tables and notes

Exemption applied

Ind AS 101 allows first-time adopters certain exemptions from the retrospective application of certain requirements under Ind AS. The Company has applied the following exemptions:

Optional exemption

(i) Deemed cost- Fair value of Property, Plant and Equipment (PPE)

The Company has elected to measure all the items of PPE, intangible assets and investment property at its Indian GAAP carrying values which shall be the deemed cost as at the date of transition. As per Frequently Asked Questions (FAQs) issued by Accounting Standards Board (ASB) by Ind AS Transition Facilitation Group of Ind AS (IFRS) Implementation Committee of ICAI, deemed cost, is the amount used as a surrogate for the cost or depreciated cost and for the purpose of subsequent depreciation or amortisation, deemed cost becomes the cost as the starting point. Information regarding gross block of assets, accumulated depreciation and provision for impairment under Indian GAAP has been disclosed by way of a note forming part of the financial statements.

Mandatory exemption

(i) Estimates

On an assessment of the estimates made under Indian GAAP the Company has concluded that there was no necessity to revise the estimates under Ind AS except where estimates were required by Ind AS and not required by Indian GAAP or the basis of measurement were different.

(ii) Classification and measurement of Financial Assets

Ind AS 101 requires an entity to assess classification and measurement of Financial Assets (investment in debt instruments) on the basis of the facts and circumstances that exist at the date of transition to Ind AS.

Notes on First Time Adoption:

(i) **Property, plant and equipments**

As on the transition date to Ind AS i.e. April 1, 2016 the Company has elected to measure its Tangible assets and Intangible assets at carrying value as per previous GAAP as cost as per Ind AS. The same are considered as Deemed cost.

(ii) **Deferred Tax**

The Company has recognised deferred tax as per requirements of Ind AS -12 on "Income taxes" and recognised a deferred tax liability arising on account of the Ind AS adjustments as on April 1, 2016 to retained earnings.

(iii) **Interest Free Borrowing**

Under Previous GAAP, Interest free borrowing were measured at historical value. Under Ind AS, Interest free borrowing are measured at fair value by applying effective interest rate method (EIR) as per Ind AS 109.

Reconciliation of Equity as at 1st April, 2016

(Amount in Rs.)

Particulars	Note No.	Amount as per previous GAAP*	Effects of transition to Ind AS	Amount as per Ind AS
ASSETS				
Non-current assets				
(a) Property, plant and equipment		3,36,811	-	3,36,811
(b) Capital work-in-progress		-	-	-
i. Investments		-	-	-
ii. Loans		3,11,64,403	-	3,11,64,403
iii. Others		-	-	-
(c) Deferred tax assets (Net)		-	-	-
(d) Other non-current assets		10,96,806	-	10,96,806
Total non-current assets		3,25,98,020	-	3,25,98,020
Current assets				
(a) Inventories		-	-	-
(b) Financial assets				
i. Investments		-	-	-
ii. Trade receivables		-	-	-
iii. Cash and cash equivalents		3,80,739	-	3,80,739
iv. Bank balances other than (iii)		-	-	-
v. Loans		39,857	-	39,857
vi. Others		-	-	-
(c) Current tax Assets (Net)		-	-	-
(d) Other current assets		-	-	-
Total current assets		4,20,596	-	4,20,596
Total assets		3,30,18,616	-	3,30,18,616
EQUITY AND LIABILITIES				
Equity				
(a) Equity share capital		3,01,31,000	-	3,01,31,000
(b) Other equity	6	(8,77,307)	3,80,707	(4,96,600)
Total equity		2,92,53,693	-	2,96,34,400
LIABILITIES				
Non-current liabilities				
(a) Financial Liabilities		-	-	-
i. Borrowings		-	-	-
(c) Deferred tax liabilities (Net)	5	-	1,70,244	1,70,244
(d) Other non-current liabilities		-	-	-
Total non-current liabilities		-	-	1,70,244
Current liabilities				
(a) Financial liabilities				
i. Borrowings	1	19,47,400	(5,50,951)	13,96,449
ii. Trade payables		6,06,031	-	6,06,031
iii. Other financial liabilities		-	-	-
(b) Other current liabilities		12,11,492	-	12,11,492
(c) Current year tax (Net)		-	-	-
Total current liabilities		37,64,923	-	32,13,972
Total liabilities		37,64,923	-	33,84,216
Total equity and liabilities		3,30,18,616	-	3,30,18,616

* The previous GAAP figures have been reclassified to conform to Ind AS presentation requirement for the purpose of this note.

Reconciliation of Equity as at 31st March, 2017

(Amount in Rs.)

Particulars	Note No.	Amount as per previous GAAP*	Effects of transition to Ind AS	Amount as per Ind AS
ASSETS				
Non-current assets				
(a) Property, plant and equipment		3,06,991	-	3,06,991
(b) Capital work-in-progress		-	-	-
i. Investments		-	-	-
ii. Loans		20,74,703	-	20,74,703
iii. Others		-	-	-
(c) Deferred tax assets (Net)		-	-	-
(d) Other non-current assets		14,12,899	-	14,12,899
Total non-current assets		37,94,593	-	37,94,593
Current assets				
(a) Inventories		-	-	-
(b) Financial assets		-	-	-
i. Investments	2	1,63,31,806	1,68,10,116	3,31,41,922
ii. Trade receivables		4,79,956	-	4,79,956
iii. Cash and cash equivalents		13,67,582	-	13,67,582
iv. Bank balances other than (iii)		-	-	-
v. Loans		1,21,73,205	-	1,21,73,205
vi. Others		-	-	-
(c) Current tax Assets (Net)		-	-	-
(d) Other current assets		-	-	-
Total current assets		3,03,52,549	1,68,10,116	4,71,62,665
Total assets		3,41,47,142	1,68,10,116	5,09,57,258
EQUITY AND LIABILITIES				
Equity				
(a) Equity share capital		3,01,31,000	-	3,01,31,000
(b) Other equity	6	(5,79,096)	1,71,18,257	1,65,39,161
Total equity		2,95,51,904	1,71,18,257	4,66,70,161
LIABILITIES				
Non-current liabilities				
(a) Financial Liabilities		-	-	-
i. Borrowings		-	-	-
(c) Deferred tax liabilities (Net)	5	47,239	1,37,794	1,85,033
(d) Other non-current liabilities		-	-	-
Total non-current liabilities		47,239	1,37,794	1,85,033
Current liabilities				
(a) Financial liabilities				
i. Borrowings	1	30,15,455	(4,45,935)	25,69,520
ii. Trade payables		2,24,300	-	2,24,300
iii. Other financial liabilities		-	-	-
(b) Other current liabilities		11,63,245	-	11,63,245
(c) Current year tax (Net)		1,45,000	-	1,45,000
Total current liabilities		45,48,000	(4,45,935)	41,02,065
Total liabilities		45,95,239	(3,08,141)	42,87,098
Total equity and liabilities		3,41,47,142	1,68,10,116	5,09,57,258

* The previous GAAP figures have been reclassified to conform to Ind AS presentation requirement for the purpose of this note.

Reconciliation of Statement of Profit and Loss for the year ended 31st March, 2017
(Amount in Rs.)

	Particulars	Note No.	Amount as per previous GAAP*	Effects of transition to Ind AS	Amount as per Ind AS
	Income from Operation				
I.	Revenue from operations		42,86,022	-	42,86,022
II.	Other Income		46,56,864	-	46,56,864
III.	Total Revenue		89,42,886	-	89,42,886
IV.	Expenses:				
	Employee benefit expense		29,75,223	-	29,75,223
	Financial costs	1	10,658	2,12,375	2,23,033
	Depreciation and amortization expense		29,820	-	29,820
	Other expenses		54,36,736	-	54,36,736
	Total Expenses		84,52,436	2,12,375	86,64,811
V.	Profit before tax (III - IV)		4,90,450	(2,12,375)	2,78,075
VI.	Tax expense:				
	(1) Current tax		1,45,000	-	1,45,000
	(2) Deferred tax	5	47,239	(32,450)	14,789
	(3) Short/(Excess) Provision of Tax of earlier years		-	-	-
	Net Tax Expense / (Benefit)		1,92,239	(32,450)	1,59,789
VIII.	Profit/(Loss) for the period (XI - XII)		2,98,211	(1,79,925)	1,18,286
IX.	Other Comprehensive Income				
	Items that will not be reclassified to profit or loss				
	(a) Remeasurements of the defined benefit plans		-	-	-
	(b) Equity Instruments designated through other comprehensive	2	-	1,68,10,116	1,68,10,116
	(c) Income Tax on above		-	-	-
	Items that will be reclassified to profit or loss				
	(a) Remeasurements of the defined benefit plans		-	-	-
X.	Total Comprehensive Income for the year (VIII+IX)		2,98,211	1,66,30,191	1,69,28,402

* The previous GAAP figures have been reclassified to conform to Ind AS presentation requirement for the purpose of this note.

Notes to Reconciliation
1 Interest free borrowing

Under Previous GAAP, Interest free borrowing were measured at historical value. Under Ind AS, Interest free borrowing are measured at fair value by applying effective interest rate method (EIR) as per Ind AS 109. The company has discounted the borrowing to present value at reporting dates resulting in the borrowing being decreased by Rs. 4,45,935/- as at 31st March, 2017 (Rs. 5,50,951/- as at 1st April, 2016). Consequently, the unwinding of interest has been recognised as a finance cost i.e. Rs. 2,12,375/- for the year ended 31st March, 2017. Further, the corresponding differences is deferred taxes have also been recognised as at 31st March, 2017 (Rs. 1,37,794/-) and as at 1st April, 2016 (Rs. 1,70,244/-). The net effect of these changes is an increase in total equity as at 31st March, 2017 of Rs. 3,08,141/- (as at 1st April, 2016 of Rs. 3,80,707/-), and decrease in profit before tax of Rs. 2,12,375/-, and in total profit of Rs. 1,48,662/- for the year ended 31st March, 2017.

2 Equity Instruments designated through other comprehensive income

Under Previous GAAP, investments were measured at cost less diminution in value which is other than temporary. Under Ind AS, these financial assets have been classified as FVTOCI. On the date of transition to Ind AS, these financial assets have been measured at their fair value which is higher than the cost as per previous GAAP, resulting in an increase in the carrying amount by Rs. 1,68,10,116/- as at 31st March, 2017 and by Rs. Nil as at 1st April, 2016. The corresponding deferred taxes have also been recognised as at 31st March, 2017 (Rs. Nil) and as at 1st April, 2016 (Rs. Nil). The net effect of these changes is an increase in total equity as at 31st March, 2017 of Rs. 1,68,10,116/- (as at 1st April, 2016 of Rs. Nil). these changes do not affect profit before tax or total profit for the year ended 31st March, 2017 because the investment have been classified as FVTOCI.

3 Other Comprehensive Income

Under Indian GAAP, the Company has not presented Other Comprehensive Income (OCI) separately. Hence, it has reconciled Indian GAAP Profit or Loss to Ind AS Profit or Loss. Further, Indian GAAP Profit or Loss is reconciled to total Comprehensive Income as per Ind AS.

4 Statement of Cash Flows

The transition from Indian GAAP to Ind AS has not had a material impact on the statement of Cash Flows.

5 Deferred Tax

Indian GAAP requires Deferred Tax accounting using the income statement approach, which focuses on differences between taxable profits and accounting profits for the period. Ind-AS 12 requires entities to account for deferred taxes using the balance sheet approach, which focuses on temporary differences between the carrying amount of an asset or liability in the balance sheet and its tax base. The application of Ind-AS 12 approach has resulted in recognition of deferred tax on new temporary differences which was not required under Indian GAAP.

Deferred Tax

The above changes in Deferred Tax Liability is as follows:

Particulars	As at 31st March, 2017	As at 1st April, 2016
Deferred Tax Liability as per Previous GAAP	47,239	-
Add / (Less) : Changes in Deferred Tax Liability		
Equity component of Financial Liability	2,03,418	1,70,244
On account of unwinding of Interest	(65,624)	-
Total (refer Note 1 to Notes to reconciliation)	1,37,794	1,70,244
Deferred Tax Liability as per Ind AS	1,85,033	1,70,244

6 Other Equity

Reconciliation of Equity

The impact of the above Ind AS adjustment on the Equity is as below.

Particulars	As at 31st March, 2017	As at 1st April, 2016
Total Equity as per Previous GAAP	(5,79,096)	(8,77,307)
Add / (Less) : Changes in Equity		
Equity Instruments designated through other comprehensive income	1,68,10,116	-
Equity component of Financial Liability	6,58,310	5,50,951
On account of unwinding of Interest	(2,12,375)	-
Taxation Impacts on Ind AS adjustments	(1,37,791)	(1,70,244)
Total Equity as per Ind AS	1,65,39,164	(4,96,600)

Signature to note 1 to 34

For, KPND & Co.

Chartered Accountants

Firm Registration No.133861W

Ketan Poojara

Partner

Membership No. 143643

Mumbai, 30th May, 2018

For and on behalf of the Board of Directors

Udayan Mandavia
Managing Director
DIN : 00740615

Sejalben Mandavia
Director
DIN : 03468579

Hitesh Joshi
Chief Financial Officer

Anant Bhatt
Company Secretary

Ahmedabad, 30th May, 2018

Interactive Financial Services Limited
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
	31/03/2017			31-Mar-18	31-Mar-17				31-Mar-18	31-Mar-18	31/03/2017
Office Building	2,84,294	-	-	2,84,294	29,820	29,820	-	-	59,640	2,24,654	2,54,474
Furniture & Fixtures	52,517	-	-	52,517	-	-	-	-	-	52,517	52,517
Total Rs.	3,36,811	-	-	3,36,811	29,820	29,820	-	-	59,640	2,77,171	3,06,991

Interactive Financial Services Limited
Sub-Schedule - A of Schedule - D of Fixed Assets 2017-18

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-17	The Year	The Year	31-Mar-18	31/03/2017	The Year		The Year	31-Mar-18	31-Mar-18	31-Mar-17
Office Building											
Office Building	2,84,294	-	-	2,84,294	29,820	29,820	-	-	59,640	2,24,654	2,54,474
	2,84,294	-	-	2,84,294	29,820	29,820	-	-	59,640	2,24,654	2,54,474
Furniture Fixtures											
Furnitures	51,180	-	-	51,180	-	-	-	-	-	51,180	Minimum 5% F
Electric Fitting	1,337	-	-	1,337	-	-	-	-	-	1,337	1,337
	52,517	-	-	52,517	-	-	-	-	-	52,517	1,337
Total Rs.	3,36,811	-	-	3,36,811	29,820	29,820	-	-	59,640	2,77,171	2,55,811

INTERACTIVE FINANCIAL SERVICES LIMITED

Sub Notes forming part of the Balance Sheet as at 31st March 2018

Sub Note No	Particulars	As at 31st March 2018 Amount Rs.	As at 31st March 2017 Amount Rs.	As at 1st April 2016 Amount Rs.
1	<u>Long Term Loan and Advances</u>			
	<u>Other Advances</u>			
	<u>Standard Assets:</u>			
	Advance Caplease Pvt Ltd.	2,23,833	2,07,542	76,57,542
	Advance Construction Ltd.	2,85,709	2,64,916	25,64,916
	Polad Traders Pvt. Ltd.	-	-	34,63,171
	Anil B Raval	-	-	24,18,847
	Bharat Bagadia	-	-	35,24,781
	Murgan Non Trading Corporation	17,28,010	16,02,245	52,02,245
	Overnight Photoretouching Pvt Ltd	-	-	14,85,177
	AAA IT Solutions P.Ltd.	-	-	22,30,646
	Cross Byrne Design Studios Pvt Ltd	-	-	26,17,078
	Total :	22,37,552	20,74,703	3,11,64,403
2	<u>Deposits</u>			
	Security Deposit - AEC	1,000	1,000	1,000
	Security Deposit - Surendra Auto	-	-	2,000
	Security Deposit - VAT	25,000	25,000	25,000
	Axis FDR - GST	2,79,763	-	-
	Fd A/C No.44910-303-0195356	-	23,646	21,846
	Fd A/C No.44910-303-0195357	-	24,092	22,298
	Total :	3,05,763	73,738	72,144
	<u>Balance with Government Authorities</u>			
	MAT Credit Receivable - Asst. Year 2014-15	1,10,000	1,10,000	1,10,000
	MAT Credit Receivable - Asst. Year 2015-16	46,100	46,100	46,100
	Income Tax Refund Receivable -Asst. Year 2012-13	19,837	19,837	
	TDS Receivable (Asst Year 208-09)	2,57,050	2,57,050	2,57,050
	TDS Receivable (Asst Year 2009-010)	4,29,391	4,29,391	4,29,391
	TDS Receivable (Asst. Year 2011-12)	2,252	2,252	2,252
	TDS Receivable (Assessment Year 2012-13)	-	-	19,837
	TDS Receivable (Assessment Year 2013-14)	42,251	42,251	42,251
	TDS Receivable (Assessment Year 2015-16)	29,026	29,026	29,026
	TDS Receivable (Assessment Year 2016-17)	88,755	88,755	88,755
	TDS Receivable (Assessment Year 2017-18)	-	14,499	-
	Advance Tax (Assessment Year 2017-18)	2,20,907	3,00,000	-
	SGST Receivable	2,249	-	-
	CGST Receivable	2,249	-	-
	IGST Receivable	8,260	-	-
	Total	12,58,326	13,39,161	10,24,662
3	<u>CURRENT INVESTMENT</u>			
	<u>Quoted</u>			
	<u>Investment in Equity Instruments</u>	-	-	-
	Gala Global Products Ltd.	24,46,255		
	Kids Medical Systems Ltd.	51,92,199		
	Prabhat Telecoms Ltd.	21,61,935		
	Radhika Jeweltech Ltd.	14,01,242	5,88,571	
	United Polyfab Gujarat Ltd.	3,57,479	4,90,939	
	Zeal Aqua Ltd.	4,16,08,686	3,11,45,445	

INTERACTIVE FINANCIAL SERVICES LIMITED

Sub Notes forming part of the Balance Sheet as at 31st March 2018

Sub Note No	Particulars	As at 31st March 2018 Amount Rs.	As at 31st March 2017 Amount Rs.	As at 1st April 2016 Amount Rs.
	(Market Value as on 31st March,2017 is Rs.32476120)			-
	Investment in Mutul Fund		9,16,967	-
	Total :	5,31,67,796	3,31,41,922	-
4	<u>Sundray Debtors</u>			
	Medical Communication System INC	-	4,79,956	4,79,956
	Total :	5,31,67,796	4,79,956	4,79,956
5	<u>CASH AND BANK BALANCES</u>			
	Cash on hand	46,348	35,981	44,548
	<u>Balances with Scheduled Banks</u>			
	The Federal Bank Limited Current Account	17,821	50,121	1,91,650
	AXIS Bank Ltd.- 092	61,19,499	12,74,114	-
	Union Bank of India	-	7,456	1,44,541
	Total Rs:	61,83,668	13,67,672	3,80,739
6	<u>Long Term Loan and Advances</u>			
	<u>Sub Standard Assets:</u>			
	Ajay Kumar Jayantilal Pala	-	-	3,58,858
	Deepa A.Pala	-	-	2,27,235
	Komal N.Pala	-	-	2,20,827
	Nalin Narottam Pala	-	-	2,92,837
	Viral A. Nagadia			1,48,770
	Zinal V. Nagadia			1,24,995
	Total :	-	-	13,73,522
	Advances W/off being not recoverable	-	-	(13,73,522)
	Net Total :	-	-	-
	<u>Advance for Capital Assets</u>			
	Shubh Developers	-	-	-
	Total :	-	-	-
7	<u>Other Advances</u>			
	Miker Financail Consultant P Ltd	3,02,526	53,80,487	-
	Mona Broking LLP	1,37,972	44,49,000	-
	Religare Securities Ltd.	11,70,373	35,914	-
	Synergy Cosmetics (exim) Ltd.	25,44,173	22,73,397	-
	Satellite Corporate services Pvt. Ltd.	29,364	34,407	34,200
	Vaibhav Goel (Loan A/C)	1,95,270	-	5,657
	Total	43,79,678	1,21,73,205	39,857
8	<u>Share Capital</u>			
	<u>Authorised Share Capital</u>			
	8,000,000 Equity Shares of Rs. 10/- each	8,00,00,000	8,00,00,000	8,00,00,000
		8,00,00,000	8,00,00,000	8,00,00,000
	<u>Issued,Subscribed & Paid-up Share Capital</u>			
	30,13,100 Equity Shares of Rs. 10/- each fully paid up	3,01,31,000	3,01,31,000	3,01,31,000
	Total :	3,01,31,000	3,01,31,000	3,01,31,000

INTERACTIVE FINANCIAL SERVICES LIMITED

Sub Notes forming part of the Balance Sheet as at 31st March 2018

Sub Note No	Particulars	As at 31st March 2018 Amount Rs.	As at 31st March 2017 Amount Rs.	As at 1st April 2016 Amount Rs.
9	<u>Unsecured Loans :</u>			
9.01	<u>From Director</u>			
	Udayan K Mandavia	20,14,052	18,30,956	13,96,449
		20,14,052	18,30,956	13,96,449
9.02	<u>From Inter-corporate Company</u>			
	Suncare Traders Ltd	-	7,38,564	-
		-	7,38,564	-
10	<u>Sundry Creditors</u>			
	Outstanding Salary & Allow.	-	-	1,46,000
	Directors Remuneration payable	-	-	4,50,000
	KAS Advisors	67,500	67,500	-
	K A Shukla & Associates	36,000	36,000	-
	R. S. Desai & Co.	-	-	2,750
	Hitesh Joshi	-	1,19,400	-
	Professional Tax (Staff)	-	1,400	7,280
	Total :	1,03,500	2,24,300	6,06,030
11	<u>Other Current Liabilities</u>			
	Polad Finance Ltd.	-	-	70,000
	Polad Traders Pvt. Ltd.	-	-	7,94,410
	Unpaid Professional Fees	25,000	42,000	-
	Salary payable	12,32,473	5,61,367	-
	Stipend payable	93,894	2,60,543	-
	Retention Bonus Payable	61,200	-	-
	Leave Encashment Payable	-	-	75,299
	Unpaid Director Remuneration	1,32,700	-	-
	Unpaid Auditor's Remuneration	2,85,112	2,42,112	2,15,112
	Total :	18,30,379	11,06,022	11,54,821
12	<u>Statutory Liabilities</u>			
	Roc Filling Fees Advance	-	-	-
	Esic payable A/C	26,952	1,972	-
	Ex-Gratia Payble	79,361	-	-
	PF Payable A/C	1,01,204	15,671	-
	Professional Tax Payable	10,630	22,080	-
	TDS Payable	16,967	17,500	56,671
	Total :	2,35,114	57,223	56,671
13	<u>Current year tax (net)</u>			
	Provision for Income Tax/MAT	18,88,099	1,45,000	-
	Less :			
	Advance Tax (Assessment Year 2018-19)	16,00,000	-	-
	TDS Receivable (Assessment Year 2018-19)	1,54,317		
	MAT Credit Receivable - Asst. Year 2017-18	93,455		
	Total :	40,327	1,45,000	-
14	<u>Provision for Doubtful Debts</u>			
	Opening Balance	-	-	22,57,415
	Less: Provision written back during the year	-	-	(22,57,415)
	Closing Balance	-	-	-

INTERACTIVE FINANCIAL SERVICES LIMITED

Sub Notes forming part of Statement of Profit & Loss Account for the year ended on 31st March 2018

Sub Note No	Particulars	2017-2018 Amount Rs.	2016-2017 Amount Rs.
1	<u>Income from Operations</u>		
	Software Sale	2,54,61,492	42,86,022
	Total Rs.:	2,54,61,492	42,86,022
2	<u>Other Income</u>		
	Interest Received on I.Tax Refund	-	2,27,603
	Interest on Advances	16,95,151	-
	Interest Received on Term Deposit	10,907	3,594
	Prior Period Adjustment	12,583	-
	Total Rs.:	17,18,641	2,31,197
3	<u>Interest Expenses</u>		
	Interest on Unsecured loan (IndAS)	2,44,532	2,12,375
	Interest on Professional Tax	678	-
	Interest on TDS	685	8,018
	Total Rs.:	2,45,895	2,20,393
3	<u>Administrative & General Expenses</u>		
	Professional Tax (Company)	2,400	2,400
	Conveyance Exps.	250	-
	Electricity Expenses	-	18,287
	Repairing & Maint. Exps.	3,230	-
	Postage & Courier Expense	493	17,597
	Petrol Exps.	1,989	-
	Internet Exp.	10,424	-
	Legal Exps.	6,090	600
	E-Voting Charges	-	5,750
	ROC Filling Fees	30,800	23,000
	Renewal Fees (Domain Renewal)	3,288	-
	Seminar Expenses	29,500	-
	Stationary, Stamping & Printing Exps.	32,652	34,678
	Telephone Exps.	8,964	-
	Round Off	-	0.14
	Other Charges (Religare A/c)	37,682	400
	Office Exps.	8,840	-
	Kasar & Vatav Exps.	262	-
	Misc. Exps.	-	3,390
	Xerox Exps.	12,962	16
	Brokerage and STT Expenses	19,825	57,624
	Sundry Balance W/off	-	2,000
	Total Rs. :	2,09,651	1,65,742

ATTENDANCE SLIP**INTERACTIVE FINANCIAL SERVICES LIMITED****CIN: L65910GJ1994PLC023393****Reg. Off.:** A-1006, Premium House, Behind Handloom House, Ashram Road, Ahmedabad- 380009**Email ID:** info@ifinServices.com | **Website:** www.ifinServices.com | **Tel:** +91-79-2658-124024th Annual General Meeting on Friday, 14th September, 2018 at 4.00 P.M. at B-1005, Premium House, Behind Handloom House, Ashram Road, 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 24th 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	A-1006, Premium House, Behind Handloom House, Ashram Road, 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

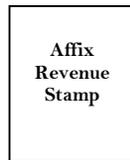
Name	
Address	
E mail Id	Signature

As my/ our Proxy to attend and vote for me/us on my/ our behalf at the 24th Annual General Meeting of the Company to be held on Friday, 14th September, 2018 at 4:00 P.M. at B-1005, Premium House, Behind Handloom House, Ashram Road, Ahmedabad- 380009 and at any adjournment thereof and respect of such resolution mentioned below:

Resolution No.	Resolution	For	Against
Ordinary Businesses:			
01	To receive, consider and adopt the Audited Accounts for the financial year ended on March 31, 2018 along with the Reports of		

	the Directors and Auditors thereon.		
02	To appoint a Director in place of Mr. Udayan Mandavia (DIN: 00740615) who retires by rotation and being eligible, offers himself for re - appointment.		
03	To ratify M/s. KPND & Co. Chartered Accountants, Mumbai as the Statutory Auditor of the Company.		
Special Businesses:			
04	To adopt of new set of Articles. (Special resolution)		
05	To Change Name of the Company. (Special resolution)		
06	To Enter into Related Party Transaction with iPatientCare Private Limited (Ordinary resolution)		
07	To Enter into Related Party Transaction with Information Technology Consultants. (Ordinary resolution)		
08	To make Investment(s) Loans, Guarantee and Security in Excess of Limit specified u/s 186 of the companies Act, 2013		

Signed on thisday of2018.

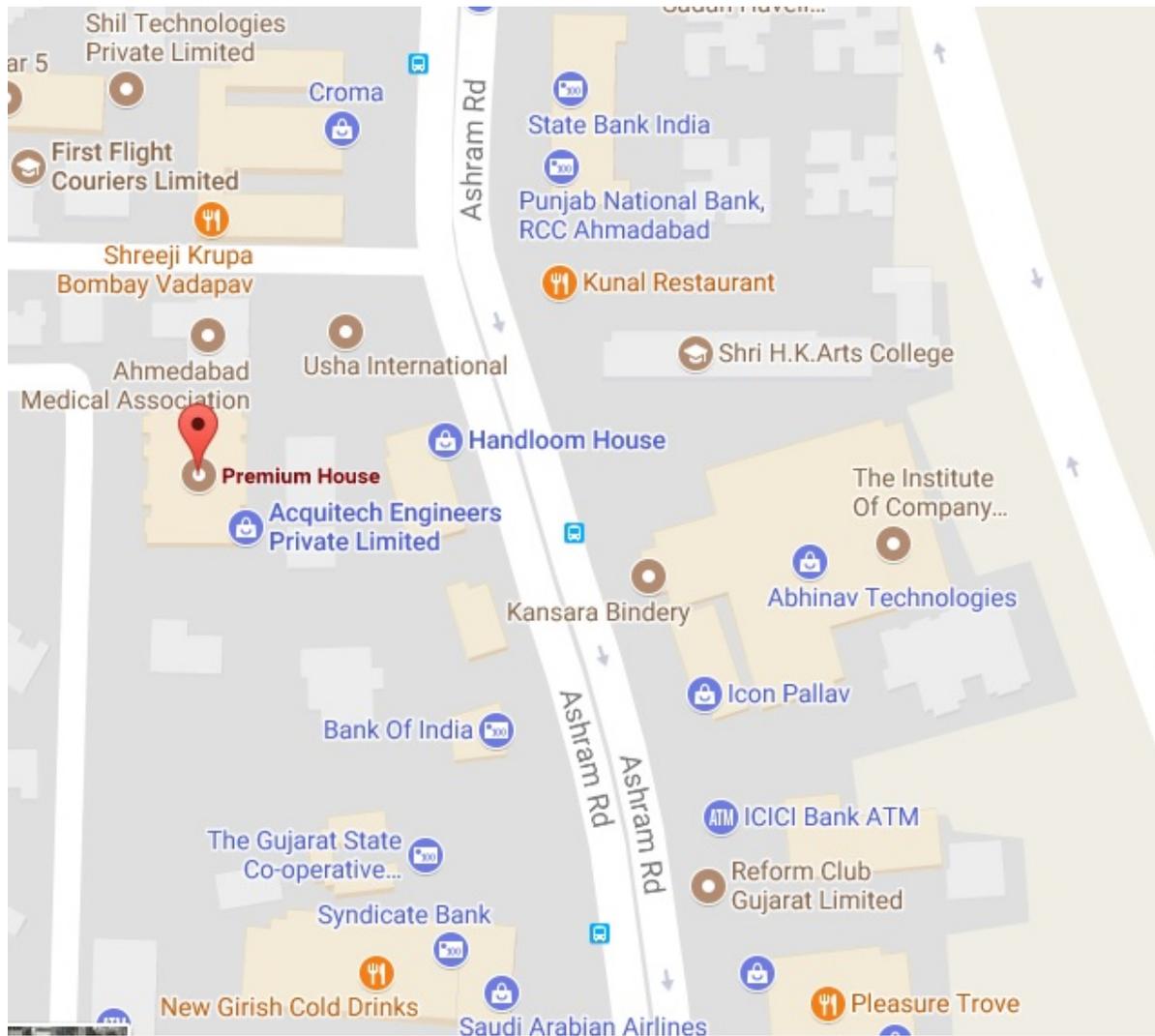


Signature of Shareholder/ Signature of Proxy

NOTE:

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

Route Map of the Venue:



If undelivered, revert us at:

Interactive Financial Services Limited

A-1006, Premium house, Behind

Handloom house, Ashram road,

Ahmdebad-380009

CIN: L65910GJ1994PLC023393

E-Mail: info@ifinservices.com

Web: www.ifinservices.com