



P. MURALI & CO.,
CHARTERED ACCOUNTANTS
6-3-655/2/3, SOMAJIGUDA,
HYDERABAD - 500 082. INDIA

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INDEPENDENT AUDITOR'S REPORT

To the Members of
M/s. QFUND TECHNOLOGIES PRIVATE LIMITED
Report on the Audit of the Financial Statements

Opinion

We have audited the **INDAS** financial statements of **M/s. QFUND TECHNOLOGIES PRIVATE LIMITED**("the Company"), which comprise the balance sheet as at 31st March 2019, and the statement of Profit and Loss (including other comprehensive income, statement of cash flows and Statement of Changes in Equity for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31,2019, Profit and its cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Company in accordance with the *Code of Ethics* issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules there under, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the accounting Standards specified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in





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

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.





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- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We





describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on Other Legal and Regulatory Requirements

1. As required by 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, a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
2. As required by Section 143(3) of the Act, we further report that:

We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.

- a) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
- b) The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account
- c) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- d) On the basis of the written representations received from the directors as on 31st March, 2019 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2019 from being appointed as a director in terms of Section 164 (2) of the Act.
- e) 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.





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- iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

For P.Murali & Co.,
Chartered Accountants,
Firm's Regn.No: 007257S

A Krishna Rao
Partner
M No. 020085



Place: Hyderabad
Date : 25-5-2019



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Annexure A to the Auditors Report

Annexure referred to in Independent Auditors Report to the Members of M/s.QFUND TECHNOLOGIES PRIVATE LIMITED on the financial statements for the year ended 31st March 2019, we report that:

- i. (a) The Company has maintained proper records showing full particulars, including quantitative details of intangible fixed assets.
(b) According to the information and explanations given to us and on the basis of our examination of records of the Company, the company is not holding any immovable properties. Hence the verification of title deeds is not applicable.
- ii. Company does not have inventory. Therefore the provisions of clause 3(ii) of the said order not applicable to the company.
- iii. The Company has not granted any loans, secured or unsecured, to companies, firms, and Limited Liability partnerships or other parties covered in the register maintained under section 189 of the Companies Act, 2013. Therefore, the provisions of Clause 3(iii), (iii)(a), (iii)(b) and (iii)(c) of the said order are not applicable to the company.
- iv. The Investment made by the company are in compliance with the provisions of Sec.185 and Sec.186 of The Companies Act 2013.
- v. The Company has not accepted any deposits from the public covered under Section 73 to 76 of the Companies Act, 2013 and rules framed there under to the extent notified.
- vi. The Central Government has not prescribed the maintenance of cost records under section 148(1) of The Companies Act, 2013.
- vii. (a) According to the information and explanations given to us and based on the records of the company examined by us, the company is generally regular in depositing the undisputed statutory dues, including Income-tax and other material statutory dues, as applicable, with the appropriate authorities in India ;
(b) There were no undisputed amounts payable in respect of, Income-tax, and other material statutory dues in arrears as at 31st March 2019 for a period of more than 6 months for the date they became payable.
(c) According to the information and explanations given to us and based on the records of the company examined by us, there are no dues of Income Tax or any





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other material statutory dues, which have not been deposited on account of any disputes.

- viii. In our opinion, and according to the information and explanations given to us, the company has not taken loans from financial institution or banks or Government or from debenture holders as at the balance sheet date.
- ix. The Company has not raised any moneys by way of initial public offer, further public offer (including debt instruments) and term loans. Accordingly, the provisions of this clause are not applicable to the Company.
- x. According to the information and explanations given to us, no material fraud by the company or on the company by its officers or employees has been noticed or reported during the course of our Audit.
- xi. The company has not provided/paid managerial remuneration for the year.
- xii. As the Company is not a Nidhi Company and the Nidhi Rules, 2014 are not applicable to it, the Provisions of clause 3(xii) of the order are not applicable to the company.
- xiii. The Company has not entered transactions with related parties during the year as such the provisions of sec.177 and 188 are not applicable to the company.
- xiv. The Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review. Accordingly, the provisions of clause 3(xiv) of the Order are not applicable to the Company.
- xv. The Company has not entered into non-cash transactions with its directors or persons connected with him. Accordingly, the provisions of clause 3(xv) of the Order are not applicable to the Company.
- xvi. The Company is not required to be registered under section 45-IA of The Reserve Bank of India Act 1934. Accordingly, the provisions of clause 3(xvi) of the order are not applicable to the Company.



QFUND TECHNOLOGIES PRIVATE LIMITED

BALANCE SHEET AS ON 31-03-2019

(In Rs.)

Particulars	Note No	March 31, 2019	March 31, 2018
1) NON CURRENT ASSETS			
Property, Plant and Equipment	1	1,87,95,051	2,39,01,732
Intangible Assets	1	70,49,943	95,41,519
Financial Assets			
Non-Current Investments	2	2,99,641	5,99,641
Long Term Loans and Advances		-	-
Other Non-Current assets	3	12,982	15,581
2) CURRENT ASSETS			
Inventories		-	-
Financial Assets			
Trade and Other Receivables	4	2,07,44,371	1,15,12,268
Cash and Cash Equivalents	5	2,38,125	1,76,023
Short Term Loans and Advances	6	44,38,721	3,61,74,051
Other Current Assets	7	1,68,051	3,42,302
Total Assets		5,17,46,885	8,22,63,118
EQUITY AND LIABILITIES			
Equity			
Share Capital	8	1,00,000	1,00,000
Other Equity	9	2,68,72,857	2,64,00,082
Money Received Against Share Warrants		-	-
(1) Non-Current Liabilities			
Financial Liabilities			
Long Term Borrowings	10	90,57,008	1,59,84,727
Long Term Provision	11	-	4,61,305
Deffered Tax Liabilities	12	18,73,758	26,72,219
(2) Current Liabilities			
Financial Liabilities			
Short Term Borrowings		-	-
Trade Payables	13	1,02,14,792	2,10,91,836
Short Term Provisions	14	36,28,469	1,55,52,948
Total Equity and Liabilities		5,17,46,885	8,22,63,118

Notes referred to above form an integral part of the Financial Statements

As per our Report of Even Date

For and on behalf of the Board

FOR P MURALI & CO.,
Chartered Accountants
Firm Registration No.007257S

FOR QFUND TECHNOLOGIES PVT LTD






A.Krishna Rao
Partner
M. No. 020085




G.Santhi Priya
Director
DIN: 03114319


K.Sri Kalyan
Director
DIN: 03137506

Place : Hyderabad
Date: 25th May, 2019

QFUND TECHNOLOGIES PRIVATE LIMITED			
STATEMENT OF PROFIT AND LOSS FOR THE PERIOD ENDED 31-03-2019			
Particulars	Note No	31/03/2019 Rs.	31/03/2018 Rs.
I. Revenue from operations	15	3,39,08,699	4,68,60,431
II. Other Income	16	84,624	4,05,962
III. Total Revenue		3,39,93,323	4,72,66,393
IV. Expenses:			
Employee Benefit expenses	17	1,40,16,610	2,57,04,840
Depreciation	1	69,19,934	84,09,664
Amortization expense		2,598	2,598
Financial costs	18	11,34,555	25,62,400
Administrative And Other Operating Expenses	19	1,14,72,716	95,64,304
IV. Total Expenses		3,35,46,413	4,62,43,806
V. Profit Before Tax (III-IV)		4,46,910	10,22,586
VI. Tax expense:			
(1) Current tax		7,72,595	11,12,214
(2) Deferred tax		(7,98,461)	(7,63,678)
VII. Profit for the Period (V-VI)		4,72,775	6,74,050
Other Comprehensive Income (Net of Tax)		-	-
Total Comprehensive Income (Net of Tax)		4,72,775	6,74,050
VIII. Earning per equity share:			
(1) Basic		47.28	67.41
(2) Diluted		47.28	67.41
Notes referred to above form an integral part of the Financial Statements			
As per our Report of Even Date		For and on behalf of the Board	
FOR P MURALI & CO., Chartered Accountants Firm Registration No.007257S		FOR QFUND TECHNOLOGIES PVT LTD	
 A. Krishna Rao Partner M. No. 020085		 G. Santhi Priya Director DIN: 03114319	 K. Sri Kalyan Director DIN: 03137506
Place : Hyderabad Date: 25th May, 2019			

QFUND TECHNOLOGIES PRIVATE LIMITED

Cash Flow Statement for the Year Ended

(In Rs.)

Particulars	March 2019	March 2018
A. Cash Flow from Operating Activities:		
Net Profit/ (Loss) before taxation and extraordinary items	4,46,910	10,22,586
<u>Adjustments for:</u>		
Depreciation	69,19,934	84,09,664
Amortisation Expenses	2,598	2,598
Interest expenses	11,34,555	25,62,400
Operating Profit before Working Capital Changes	85,03,997	1,19,97,248
<u>Working Capital Changes</u>		
Trade and other receivables	2,26,77,478	25,80,626
Trade and Other Payables	(2,40,61,289)	(48,98,767)
Cash Generated from Operations	71,20,185	96,79,108
Interest paid	11,34,555	25,62,400
Taxation for the year	(25,866)	3,48,537
Net Cash from Operating Activities	60,11,496	67,68,171
B. Cash Flow from Investing Activities:		
Sale of Fixed Assets/ (Purchase of Fixed Assets)	6,78,324	(17,50,000)
Investment	3,00,000	5,00,359
Net Cash used in Investing Activities	9,78,324	(12,49,641)
C. Cash Flow From Financial Activities:		
Net Proceeds from Long Term Borrowings	(69,27,719)	(68,79,696)
Net Cash used in Financing Activities	(69,27,719)	(68,79,696)
Net increase in cash and cash equivalents	62,101	(13,61,166)
Cash and Cash equivalents as at Beginning of the Year	1,76,024	15,37,190
Cash and Cash equivalents as at end of the Year	2,38,125	1,76,024

Notes referred to above form an integral part of the Financial Statements

As per our Report of Even Date

For and on behalf of the Board

FOR P MURALI & CO.,

FOR QFUND TECHNOLOGIES PVT LTD

Chartered Accountants

Firm Registration No.007257S



A. Krishna Rao

Partner

M. No. 020085

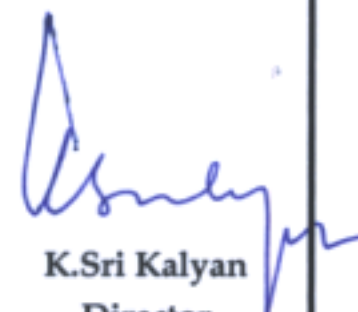




G. Santhi Priya

Director

DIN: 03114319



K. Sri Kalyan

Director

DIN: 03137506

Place : Hyderabad

Date: 25th May, 2019

Note Number : 1 FIXED ASSETS SCHEDULE

Particulars	Gross Block				Depreciation/Amortization				Net Block as on 31.03.2019	Net Block as on 31.03.2018
	As on 01.04.2018	Additions during the year	Deletions During the Year	As on 31.03.2019	As on 01.04.2018	Current Year Depreciation	Depreciation on Deletions	Total Depreciation		
TANGIBLE ASSETS										
Office Equipment	17,91,816			17,91,816	15,39,679	1,62,547		17,02,225	89,591	2,52,137
Computer Hardware	1,22,98,220			1,22,98,220	1,03,24,462	5,39,108.17		1,08,63,570	14,34,650	19,73,758
Furniture & Interior	46,07,199			46,07,199	20,97,939	4,56,024		25,53,963	20,53,236	25,09,260
Vehicles	2,78,27,379		13,55,374	2,64,72,005	86,60,803	32,70,678	6,77,050	1,12,54,431	1,52,17,574	1,91,66,576
SUB TOTAL (A)	4,65,24,614	-	13,55,374	4,51,69,240	2,26,22,882	44,28,357	6,77,050	2,63,74,189	1,87,95,051	2,39,01,732
INTANGIBLE ASSETS										
Computer Software	51,18,156			51,18,156	51,18,156			51,18,156	-	-
Product Development	2,53,80,000			2,53,80,000	1,58,38,481	24,91,577		1,83,30,057	70,49,943	95,41,519
SUB TOTAL (B)	3,04,98,156	-	-	3,04,98,156	2,09,56,637	24,91,577	-	2,34,48,213	70,49,943	95,41,519
GRAND TOTAL (A+B)	7,70,22,770	-	13,55,374	7,56,67,396	4,35,79,519	69,19,934	6,77,050	4,98,22,402	2,58,44,994	3,34,43,251



S/D

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NOTE NO.2 : NON CURRENT INVESTMENTS

Particulars	March 31,2019	March 31,2018
Investments in Canara Bank	2,99,641	5,99,641
Total Non Current Investments	2,99,641	5,99,641

NOTE NO.3 : OTHER NON - CURRENT ASSETS

Particulars	March 31,2019	March 31,2018
Unamortised Expenses	12,982	15,581
Total Other Non - Current Assets	12,982	15,581

NOTE NO. 4 : TRADE RECEIVABLES

Particulars	March 31,2019	March 31,2018
Unsecured, Considered Good	2,07,44,371	1,15,12,268
Total Trade Receivables	2,07,44,371	1,15,12,268

NOTE NO.5 : CASH AND BANK BALANCES

Particulars	March 31,2019	March 31,2018
a) Balances with Banks :		
On Current Accounts	1,63,658	1,68,057
b) Cash on Hand	74,467	7,966
Total Cash and Cash Equivalents	2,38,125	1,76,023

NOTE NO. 6 : SHORT TERM LOANS AND ADVANCES

Particulars	March 31,2019	March 31,2018
a) Deposits	68,000	68,000
b) Other Loans And Advances	43,70,721	3,61,06,051
Total Short Term Loans & Advances	44,38,721	3,61,74,051

NOTE NO. 7 : OTHER CURRENT ASSETS

Particulars	March 31,2019	March 31,2018
(a) TDS Receivable	-	62,470
(b) Prepaid Expenses	1,68,051	2,79,832
Total Other Current Assets	1,68,051	3,42,302



S/A

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NOTE NO. 8 : SHARE CAPITAL

Particulars	March 31,2019	March 31,2018
Share Capital (For each class of capital)		
(a) Authorised	1,00,000	1,00,000
(b) Issued	1,00,000	1,00,000
(c) Subscribed & Fully Paid Up	1,00,000	1,00,000
Total Equity Share capital	1,00,000	1,00,000
Reconciliation of the number of shares outstanding at the beginning and at the end of the reporting period:	Number of Shares	Number of Shares
Equity Shares of Rs.10Each, Fully paid up :		
At the Beginning	10,000	10,000
At the end	10,000	10,000
Details of Shareholder holding more than 5% shares of the company:	% of Share Holding	% of Share Holding
Equity Shares of Rs. 10 each Held By M/s. Virinchi Limited	100	100

NOTE NO. 9 : OTHER EQUITY

Particulars	March 31,2019	March 31,2018
Surplus		
Opening Balance	2,64,00,082	2,57,26,032
Add: Transfer from Profit & Loss Account	4,72,775	6,74,050
Total Other Equity	2,68,72,857	2,64,00,082

NOTE NO. 10 : LONG TERM BORROWINGS

Particulars	March 31,2019	March 31,2018
Secured		
Vehicle Loans from HDFC Bank Ltd (Hypothecation of Vehicles)	90,57,008	1,59,84,727
Total Long Term Borrowings	90,57,008	1,59,84,727

NOTE NO. 11 : LONG TERM PROVISIONS

Particulars	March 31,2019	March 31,2018
Provision for Gratuity		4,61,305
Total Long Term Provisions	-	4,61,305

NOTE NO. 12 : DEFERRED TAX LIABILITY

Particulars	March 31,2019	March 31,2018
Opening Deferred tax Liability	26,72,219	34,35,897
Add: Deferred Tax for the year	(7,98,461)	(7,63,678)
Total Deferred Tax Liability	18,73,758	26,72,219

NOTE NO. 13 : TRADE PAYABLES

Particulars	March 31,2019	March 31,2018
Trade Payables	1,02,14,792	2,10,91,836
Total Trade Payables	1,02,14,792	2,10,91,836



Sd

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NOTE NO. 14 : SHORT TERM PROVISIONS

Particulars	March 31,2019	March 31,2018
a) Provisions for Employee Benefits		
PF Payable	-	7,532
Salaries Payable		
b) Others	1,87,703	83,96,250
(i) Statutory Payments		
Income Tax Payable	7,72,595	20,16,916
TDS Payable	25,62,171	50,26,250
(ii) Provision for Expenses		
Consultancy Charges Payable	76,500	76,500
Audit Fee Payable	29,500	29,500
Total Short Term Provisions	36,28,469	1,55,52,948



NOTE NO. 15 : REVENUE FROM OPERATIONS

Particulars	Year Ended March 2019	Year Ended March 2018
Revenue from Services		
Total Revenue from Operations	3,39,08,699	4,68,60,431

NOTE NO. 16 : OTHER INCOME

Particulars	Year Ended March 2019	Year Ended March 2018
Interest Income		4,05,962
Profit on sale of Vehicle	-	-
Profit on sale of Mutual funds	21,676	-
Total Other Income	84,624	4,05,962

NOTE NO. 17 : EMPLOYEE BENEFIT EXPENSES

Particulars	Year Ended March 2019	Year Ended March 2018
Salaries & Wages		2,56,65,140
Contribution to Provident & Other Funds	1,40,16,610	39,700
Total Employee Benefit Expenses	1,40,16,610	2,57,04,840

NOTE NO. 18 : FINANCE COST

Particulars	Year Ended March 2019	Year Ended March 2018
Interest and Bank Charges		9,31,187
Interest on Vehicles	39,610	16,31,213
Total Finance Cost	11,34,555	25,62,400

NOTE NO. 19 : ADMINISTRATIVE AND OTHER OPERATING EXPENSES

Particulars	Year Ended March 2019	Year Ended March 2018
Rent	1,33,000	4,07,371
Telephone, Postage and Others	-	76,700
Business Development Expenses	52,00,991	40,30,000
Travelling and Conveyance	-	20,00,000
Office Maintenance	5,72,459	-
Consultancy Charges	6,99,476	6,80,000
Repairs & Maintenance	33,499	2,70,473
Insurance	45,87,867	4,12,225
Rates & Taxes	2,15,924	16,58,035
Payment to Auditors: As Auditor	29,500	29,500
Total Other Expenses	1,14,72,716	95,64,304



SD

[Handwritten Signature]

M/s. QFUND TECHNOLOGIES PRIVATE LIMITED
SIGNIFICANT ACCOUNTING POLICIES

A. BASIS OF ACCOUNTING AND PREPARATION OF FINANCIAL STATEMENTS:

These financial statements of the Company are prepared in accordance with the Indian Generally Accepted Accounting Principles (GAAP) under the Historical Cost convention on the accrual basis except for certain financial instruments which are measured at Fair Values. GAAP comprises mandatory accounting standards as prescribed under Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014. The accounting policies adopted in the preparation of the financial statements are consistent with those followed in the previous year.

B. REVENUE RECOGNITION:

i) The Company follows the mercantile system of Accounting and recognizes income and expenditure on accrual basis.

ii) Revenue is not recognized on the grounds of prudence, until realized in respect of Liquidated Damages, delayed payments as recovery of the amounts are not certain.

C. PROVISIONS:

Provisions are recognized when the company has a legal and constructive obligation as a result of a past event, for which it is probable that a cash outflow will be required and a reliable estimate can be made of the amount of the obligation

D. CASH FLOW STATEMENT:

Cash flow statements are reported using the indirect method, whereby profit before tax is adjusted for the effects of transactions of a non cash nature, any deferrals or accruals of past or future operating cash receipts or payments and item of income or expenses associated with investing or financing cash flows. The cash flows from operating, investing and financing activities of the company are segregated.

E. TAXATION:

The current charge for income tax is calculated in accordance with the relevant tax regulations applicable to the company.



F. DEFFERED TAX LIABILITY / ASSET:

Deferred tax asset or liability is recognized for future tax consequences attributable to the timing differences that result between profit offered for Income tax and the profit as per the financial statements. Deferred tax asset or liability is measured as per the tax rates/laws that have been enacted or substantively enacted by the Balance Sheet date.

G. TANGIBLE ASSETS:

Tangible assets are stated at cost. Cost comprises the Purchase price and other attributable expenses.

H. DEPRECIATION:

Depreciation is provided as per schedule II of the Companies Act 2013.



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M/s. QFUND TECHNOLOGIES PRIVATE LIMITED

Notes to Accounts:

20) The Company has not received any intimation from "Suppliers" regarding their status under Micro, Small and Medium Enterprises Development Act, 2006, and hence disclosure if any, relating to the amount unpaid as at the yearend together with interest paid/payable as required under the said act have not been given

21) Auditors' Remuneration:

Particulars	31-03-2019 Rupees	31-03-2018 Rupees
Audit Fee	29,500/-	29,500/-

22) Previous years' figures are restated/regrouped/rearranged wherever necessary in order to Conform to the current years' grouping and classifications.

23) In accordance with Accounting Standard 22(AS22) issued by ICAI, the company has Accounted for the Deferred income tax during the year. The deferred income tax provision for the current year amounts to Rs.7,98,461/- towards deferred income tax Asset.(Previous year Rs. 7,63,678 /- towards deferred tax Asset)

24) Figures have been rounded off to the nearest rupee.

SIGNATURE TO NOTES 1 To 24

As per our report of even date

for and on behalf of the Board

**For P.Murali &Co.,
Chartered Accountants,
Firm's Regn.No:007257S**

**For M/s.QFUND TECHNOLOGIES
PRIVATE LIMITED**

**A Krishna Rao
Partner
M No. 020085**



Director

Director

**Place : Hyderabad
Date : 25-5-2019**