

**CORPORATE INFORMATION AS ON 02ND SEPTEMBER, 2022****BOARD OF DIRECTORS:**

- |                             |                          |
|-----------------------------|--------------------------|
| • Mr. Rakesh K. Jain        | Non – Executive Chairman |
| • Mr. Gauri Shanker Pandey  | Whole Time Director      |
| • Mr. Arun K. Jain          | Non-Executive Director   |
| • Mr. Atul K. Jain          | Non-Executive Director   |
| • Dr. Charanjeet Singh Bedi | Non-Executive Director   |

**KEY MANAGERIAL PERSONNEL:**

- |                            |                     |
|----------------------------|---------------------|
| • Mr. Gauri Shanker Pandey | Whole Time Director |
|----------------------------|---------------------|

<b>CIN:</b>	U65100DL1994PLC058837
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<b>REGISTERED OFFICE:</b>	M-6, IInd Floor, M Block Market, Greater Kailash-II, New Delhi-110048
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<b>BRANCH OFFICE:</b>	B-22, Sector-4, Noida-201301 Tel: +91-120-2534066, Fax: +91-120-2534111
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<b>WEBSITE:</b>	<a href="http://www.fslindia.com">www.fslindia.com</a>
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<b>AUDITORS:</b>	Walecha Inder & Associates Chartered Accountants 6 - 8, Sanjay market, R – Block Greater Kailash-I, New Delhi - 110048
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<b>BANKERS:</b>	HDFC Bank, New Delhi
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<b>REGISTRAR &amp; SHARE TRANSFER AGENTS (RTA):</b>	SKI Capital Services Limited 718, Joshi Rd, Block A, Karol Bagh, New Delhi-110005 Contact: 011-45046000
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**FRONTLINE SECURITIES LIMITED**

Regd. Office: M-6, IInd Floor, M Block Market, Greater Kailash -II, New Delhi- 110048

Corporate Office: B-22, Sector-4, Noida, Uttar Pradesh- 201301

Website: www.fslindia.com; E-mail:secretarial@fsltechnologies.com

Corporate Identity Number: U65100DL1994PLC058837

Tel: +91-120-2534067,68; Fax: +91-120-2534111

**NOTICE OF 28<sup>TH</sup> AGM**

Notice is hereby given that 28<sup>th</sup> (Twenty Eighth) Annual General Meeting of **Frontline Securities Limited** for the Financial Year 2021-22 will be held on Tuesday, the 27<sup>th</sup> September, 2022 at 03:30 P.M. through Video Conferencing (VC) or Other Audio Visual Means (OAVM), to transact the following business:

**ORDINARY BUSINESS:****Item No 1: Adoption of Financial Statements**

To receive, consider and adopt the Financial Statements for the Financial Year ended 31<sup>st</sup> March, 2022 along with Director's Report and Auditor's Report thereon.

**Item No 2: To appoint a Director in place of Mr. Arun Kumar Jain (holding DIN- 00050925), who retires by rotation, and being eligible offers himself for re-appointment.**

To appoint a Director in place of Mr. Arun Kumar Jain holding DIN- 00050925, who retires by rotation, and being eligible, offers himself for re-appointment.

**Item No 3: The appointment of, and the fixing of remuneration of, the auditors**

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 and 142 read with The Companies (Audit and Auditors) Rules, 2014 and other applicable provisions including any modification or re-enactment thereof if any, of the Companies Act, 2013, M/s Walecha Inder & Associates, Chartered Accountants (ICAI Firm Registration No. 014205N), be and are hereby appointed as the Statutory Auditors of the Company for the term of Five years commencing from the company's financial year 01st April, 2022 to hold the office from the conclusion of 28th Annual General Meeting of the Company till the conclusion of 33rd Annual General Meeting to be held in 2027 at such remuneration, as may be mutually agreed between the Board of Directors of the Company and the Auditors.

**RESOLVED FURTHER THAT** for the purpose of giving effect to this resolution the any of Directors of the Company be and are hereby authorized to do all such acts, deeds, matters and things as may be necessary, proper or desirable to give effect to the resolution.”

**Place: Noida**

**Date: 02/09/2022**

By Order of the Board of Directors  
**For Frontline Securities Limited**

**Sd/-**  
**Rakesh K Jain**

**Director**  
**DIN: 00050524**

**NOTES:**

1. In view of the continuing Covid-19 pandemic, the Ministry of Corporate Affairs (“MCA”) has vide its circular dated May 5, 2020 read with circulars dated April 8, 2020, April 13, 2020, January 13, 2021, December 08, 2021, December 14, 2021 and May 05, 2022 (collectively referred to as “MCA Circulars”) permitted the holding of the “AGM” through Video Conferencing (VC) / Other Audio Visual Means (OAVM), without the physical presence of the Members at a common venue. Accordingly, in compliance with the provisions of the Act and MCA Circulars, the AGM of the Company is being held through VC / OAVM.
  2. As the AGM shall be conducted through VC/ OAVM, the facility for appointment of Proxy by the Members is not available and hence, Proxy Form, Attendance Slip and Route Map are not annexed to this Notice.
  3. The Body Corporate Members intending to authorize their representatives to participate and vote at the meeting are requested to send a certified copy of the Board resolution / authorization letter to the Company or upload on the VC portal / e-voting portal.
  4. Members attending the AGM through VC / OAVM shall be counted for the purpose of reckoning the quorum under Section 103 of the Act.
  5. In compliance with the aforesaid MCA Circulars, Notice of the AGM along with the Annual Report 2021-22 is being sent only through electronic mode to those Members whose email addresses are registered with the Company/Depository Participant. Members may note that the Notice and Annual Report 2021-22 will also be available on the Company’s website [www.fslindia.com](http://www.fslindia.com).
  6. The Register of Directors and Key Managerial Personnel and their shareholding, maintained under Section 170 of the Act, and the Register of Contracts or Arrangements in which the directors are interested, maintained under Section 189 of the Act, will be available electronically for inspection by the members during the AGM. All documents referred to in the Notice will also be available for electronic inspection without any fee by the members from the date of circulation of this Notice up to the date of AGM, i.e. September 27, 2022. Members seeking to inspect such documents can send an email at [secretarial@fsltechnologies.com](mailto:secretarial@fsltechnologies.com).
- Members holding shares in physical mode are requested to kindly register/update their email address and bank account details with the Company by sending duly signed request letter at [secretarial@fsltechnologies.com](mailto:secretarial@fsltechnologies.com) containing Folio No., Name of shareholder, email id, mobile number, scanned copy of the share certificate (front and back), PAN {self attested scanned copy of PAN card), AADHAR (self attested scanned copy of Aadhar Card) or any document (such as Driving License, Bank Statement, Election Card, Passport) for registering email address.
7. The Company has engaged the services of National Securities Depository Limited (NSDL) as the authorized agency for conducting of the AGM through VC/OAVM and providing e-voting facility.
  8. The Members can join the AGM in the VC/OAVM mode 30 minutes before and after the scheduled time of the commencement of the Meeting by following the procedure mentioned in the Notice.
  9. The facility of participation at the AGM through VC/OAVM will be made available for 1000 members on first come first served basis. However, this number does not include the large Shareholders i.e. Shareholders holding 2% or more shareholding, Promoters, Institutional Investors, Directors, Key Managerial Personnel, the Chairperson of the Stakeholder Relationship Committee, auditors etc. who are allowed to attend the AGM without restriction on account of first come first served basis.
  10. At the ensuing Annual General Meeting, **Mr. ARUN KUMAR JAIN**, Director having **DIN: 00050925** of the Company, retires by rotation and being eligible, offered himself for re-appointment. A brief profile of Mr. Arun Kumar Jain is provided in the Annexure-A enclosed herewith. The Board of Directors of the Company recommends the said re-appointment.

11. The Register of Members and Share Transfer Books of the Company will remain closed from Tuesday, September 20, 2022, to Monday, September 26, 2022 (both days inclusive) for the purpose of AGM for the Financial Year 2021-2022.
12. Members holding shares in dematerialised form are requested to intimate all particulars of bank mandates, nominations, power of attorney, change of address, e-mail address, contact numbers, etc. to their Depository Participant (DP). Members holding shares in physical mode are requested to kindly register/update their email address and bank account details with the Company by sending duly signed request letter at [secretarial@fsltechnologies.com](mailto:secretarial@fsltechnologies.com) containing Folio No., Name of shareholder, email id, mobile number, scanned copy of the share certificate (front and back), PAN {self attested scanned copy of PAN card), AADHAR (self attested scanned copy of Aadhar Card) or any document (such as Driving License, Bank Statement, Election Card, Passport) for registering email address.

**Following additional details need to be provided in case of updating Bank Account Details:**

- a) Name and Branch of the Bank in which you wish to receive the dividend,
  - b) the Bank Account type,
  - c) Bank Account Number allotted by their banks after implementation of Core Banking Solutions
  - d) 9 digit MICR Code Number, and
  - e) 11 digit IFSC Code
  - f) a scanned copy of the cancelled cheque bearing the name of the first shareholder
13. Pursuant to Section 123 and 124 of Companies Act, 2013, the Company has transferred on due dates, the unclaimed Final Dividend for the financial year ended on 31st March, 2014 to the Investor Education Protection Fund established by the Central Government. Further, shortly the Company will initiate the process of transfer of unclaimed dividend pertaining to the financial year 2014-2015 to the Investor Education Protection Fund in November, 2022.

Further, Pursuant to the Section 124 of the Companies Act, 2013, the Company is required to transfer the shares in respect of which no dividend has been claim for seven or more consecutive years to the Investor Education Protection Fund established by the central Government. It may be also noted all the corporate benefit accruing on these Shares like bonus, dividends, sub-division etc, if any shall be credited to said fund. The Company will transfer said shares in the Month of November, 2022.

14. Members holding shares in physical form in single name are advised to avail of nomination facility. As per the provisions of Section 72 of the Act, the facility for making nomination is available for Members in respect of the shares held by them. Members who have not yet registered their nomination, are requested to register the same by submitting Form No. SH-13. Nomination forms can be downloaded from the website of the Company [www.fslindia.com](http://www.fslindia.com). Members are requested to submit the said details to their DP in case shares are held in electronic form and to the RTA in case shares are held in physical form.
15. Members are requested to address all correspondence to the Company at B-22, Sector-04, Noida-201301, email address: [secretarial@fsltechnologies.com](mailto:secretarial@fsltechnologies.com), contact: 0120-2534066.

**16. THE INSTRUCTIONS FOR MEMBERS FOR REMOTE E-VOTING ARE AS UNDER:-**

- i. Pursuant to provisions of Section 108 of the Companies Act, 2013 and Rule 20 of the Companies (Management and Administration) Rules, 2014 substituted by the Companies (Management and Administration) Amendment Rules, 2015, the Company has provided a facility to the members to exercise their right to vote electronically through electronic voting (e-voting) service facility provided/made available by the National Securities Depository Limited (NSDL). The facility for voting through electronic voting system will also be made available during the Annual General Meeting (AGM) and the members who have not already cast their votes by remote e-voting shall be able to exercise their right to vote during said AGM through e-voting.
- ii. A person, whose name is recorded in the Register of Members or in the Register of Beneficial Owners (in case of electronic shareholding) maintained by the Depositories as on the cut-off date ("Record Date") i.e. September 20, 2022 only shall be entitled to avail the facility of remote e-voting/e-voting at the AGM.

- iii. The remote e-voting period commences at 9.00 A.M. (IST) on Friday, September 23, 2022 and ends at 5.00 P.M. (IST) on Monday, September 26, 2022. During this period, Members holding shares either in physical or dematerialized form as on the Cut-Off Date i.e., Tuesday, September 20, 2022, may cast their votes electronically. The e-voting module shall be disabled by National Securities Depository Limited (NSDL) for voting thereafter.
- iv. The Members who have cast their vote by remote e-voting prior to the AGM may also attend / participate in the AGM through VC / OAVM, but shall not be entitled to cast their vote again.
- v. The Members present in the AGM through VC / OAVM facility and have not cast their vote on the Resolutions through remote e-voting, and are otherwise not barred from doing so, shall be eligible to vote through e-voting system during the AGM.
- vi. The Company has appointed Mr. Mohit Khemka, Practicing Chartered Accountant, (Membership No.410605), partner in VMG & Company, Practicing Chartered Accountant Firm having FRN: 024257N, as the scrutinizer to scrutinize the voting at the meeting and remote e-voting process, in a fair and transparent manner.
- vii. The Scrutinizer will submit his report to the Chairman of the Company ('the Chairman') or to any other person authorized by the Chairman after the completion of the scrutiny of the e-voting (votes casted during the AGM and votes casted through remote e-voting), not later than 48 hours from the conclusion of the AGM. The result declared along with the Scrutinizer's report shall be displayed on the Company's website, [www.fslindia.com](http://www.fslindia.com).

viii. **The procedures for voting electronically are as under:**

*The way to vote electronically on NSDL e-Voting system consists of "Two Steps" which are mentioned below:*

**Step 1: Log-in to NSDL e-Voting system at <https://www.evoting.nsdl.com/>**

**Step 2: Cast your vote electronically on NSDL e-Voting system.**

**A. Details on Step 1 are mentioned below:**

1. Visit the e-Voting website of NSDL. Open web browser by typing the following URL: <https://www.evoting.nsdl.com/> either on a Personal Computer or on a mobile.
2. Once the home page of e-Voting system is launched, click on the icon "Login" which is available under 'Shareholders' section.
3. A new screen will open. You will have to enter your User ID, your Password and a Verification Code as shown on the screen.

*Alternatively, for individual shareholders holding securities in demat mode with NSDL and if you are registered for NSDL eservices i.e. IDEAS, you can log-in at <https://eservices.nsdl.com/> with your existing IDEAS login and for individual shareholders holding securities in demat mode with CDSL and if you are Existing users who have opted for Easi / Easiest, they can login through their user id and password. Option will be made available to reach e-Voting page without any further authentication. The URL for users to login to Easi / Easiest are <https://web.cdslindia.com/myeasi/home/login> or [www.cdslindia.com](http://www.cdslindia.com) and click on New System Myeasi.*

*After using your log-in credentials, click on e-Voting and you can proceed to Step 2 i.e. Cast your vote electronically.*

4. Your User ID details are given below :

<b>Manner of holding shares i.e. Demat (NSDL or CDSL) or Physical</b>	<b>Your User ID is:</b>
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a) For Members who hold shares in demat account with NSDL.	8 Character DP ID followed by 8 Digit Client ID  For example if your DP ID is IN300*** and Client ID is 12***** then your user ID is IN300***12*****.
b) For Members who hold shares in demat account with CDSL.	16 Digit Beneficiary ID  For example if your Beneficiary ID is 12***** then your user ID is 12*****
c) For Members holding shares in Physical Form.	EVEN* Number followed by Folio Number registered with the company  For example if folio number is 001*** and EVEN is 101456 then user ID is 101456001***

**\*EVEN Number of the company is 121848.**

5. Your password details are given below:

- a) If you are already registered for e-Voting, then you can use your existing password to login and cast your vote.
- b) If you are using NSDL e-Voting system for the first time, you will need to retrieve the 'initial password' which was communicated to you. Once you retrieve your 'initial password', you need to enter the 'initial password' and the system will force you to change your password.
- c) How to retrieve your 'initial password'?
  - (i) If your email ID is registered in your demat account or with the company, your 'initial password' is communicated to you on your email ID. Trace the email sent to you from NSDL from your mailbox. Open the email and open the attachment i.e. a .pdf file. Open the .pdf file. The password to open the .pdf file is your 8 digit client ID for NSDL account, last 8 digits of client ID for CDSL account or folio number for shares held in physical form. The .pdf file contains your 'User ID' and your 'initial password'.
  - (ii) If your email ID is not registered, please follow steps mentioned below in **process for those shareholders whose email ids are not registered**

6. If you are unable to retrieve or have not received the "Initial password" or have forgotten your password:

- a) Click on "[Forgot User Details/Password?](#)" (If you are holding shares in your demat account with NSDL or CDSL) option available on [www.evoting.nsdl.com](http://www.evoting.nsdl.com).
- b) [Physical User Reset Password?](#) (If you are holding shares in physical mode) option available on [www.evoting.nsdl.com](http://www.evoting.nsdl.com).
- c) If you are still unable to get the password by aforesaid two options, you can send a request at [evoting@nsdl.co.in](mailto:evoting@nsdl.co.in) mentioning your demat account number/folio number, your PAN, your name and your registered address.
- d) Members can also use the OTP (One Time Password) based login for casting the votes on the e-Voting system of NSDL.

7. After entering your password, tick on Agree to "Terms and Conditions" by selecting on the check box.

8. Now, you will have to click on "Login" button.

9. After you click on the "Login" button, Home page of e-Voting will open.

**B. Details on Step 2 is given below:**

1. After successful login at Step 1, you will be able to see the Home page of e-Voting. Click on e-Voting. Then, click on Active Voting Cycles.
2. After click on Active Voting Cycles, you will be able to see all the companies “EVEN” in which you are holding shares and whose voting cycle is in active status.
3. Select “EVEN” of company for which you wish to cast your vote.
4. Now you are ready for e-Voting as the Voting page opens.
5. Cast your vote by selecting appropriate options i.e. assent or dissent, verify/modify the number of shares for which you wish to cast your vote and click on “Submit” and also “Confirm” when prompted. Upon confirmation, the message “Vote cast successfully” will be displayed.
6. You can also take the printout of the votes cast by you by clicking on the print option on the confirmation page.
7. Once you confirm your vote on the resolution, you will not be allowed to modify your vote.

**Process for those shareholders whose email ids are not registered with the depositories for procuring user id and password and registration of e mail ids for e-voting for the resolutions set out in this notice:**

1. In case shares are held in physical mode please provide Folio No., Name of shareholder, scanned copy of the share certificate (front and back), PAN (self attested scanned copy of PAN card), AADHAR (self attested scanned copy of Aadhar Card) by email to [secretarial@fsltechnologies.com](mailto:secretarial@fsltechnologies.com).
2. In case shares are held in demat mode, please provide DPID-CLID (16 digit DPID + CLID or 16 digit beneficiary ID), Name, client master or copy of Consolidated Account statement, PAN (self attested scanned copy of PAN card), AADHAR (self attested scanned copy of Aadhar Card) to [secretarial@fsltechnologies.com](mailto:secretarial@fsltechnologies.com). If you are an Individual shareholders holding securities in demat mode, you are requested to refer to the login method explained at point (16. Viii) i.e. The procedures for voting electronically.

Alternatively shareholder/members may send a request to [evoting@nsdl.co.in](mailto:evoting@nsdl.co.in) for procuring user id and password for e-voting by providing above mentioned documents.

**General Guidelines for shareholders**

- a. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential. Login to the e-voting website will be disabled upon five unsuccessful attempts to key in the correct password. In such an event, you will need to go through the “[Forgot User Details/Password?](#)” or “[Physical User Reset Password?](#)” option available on [www.evoting.nsdl.com](http://www.evoting.nsdl.com) to reset the password.
- b. In case of any queries, you may refer the Frequently Asked Questions (FAQs) for Shareholders and e-voting user manual for Shareholders available at the download section of [www.evoting.nsdl.com](http://www.evoting.nsdl.com) or call on toll free no.: 1800-222-990 or send a request at [evoting@nsdl.co.in](mailto:evoting@nsdl.co.in)

**17. THE INSTRUCTIONS FOR MEMBERS FOR e-VOTING ON THE DAY OF THE AGM ARE AS UNDER:-**

1. The procedure for e-Voting on the day of the AGM is same as the instructions mentioned above for remote e-voting.
2. Only those Members/ shareholders, who will be present in the AGM through VC/OAVM facility and have not casted their vote on the Resolutions through remote e-Voting and are otherwise not barred from doing so, shall be eligible to vote through e-Voting system in the AGM.
3. Members who have voted through Remote e-Voting will be eligible to attend the AGM. However, they will not be eligible to vote at the AGM.
4. The details of the person who may be contacted for any grievances connected with the facility for e-Voting on the day of the AGM shall be the same person mentioned for Remote e-voting.

**18. INSTRUCTIONS FOR MEMBERS FOR ATTENDING THE AGM THROUGH VC/OAVM ARE AS UNDER:**

1. Member will be provided with a facility to attend the AGM through VC/OAVM through the NSDL e-Voting system. Members may access the same at <https://www.evoting.nsdl.com> under shareholders/members login by using the remote e- voting credentials. The link for VC/OAVM will be available in shareholder/members login where the EVEN of Company will be displayed. Please note that the members who do not have the User ID and Password for e-Voting or have forgotten the User ID and Password may retrieve the same by following the remote e-Voting instructions mentioned in the notice to avoid last minute rush. Further members can also use the OTP based login for logging into the e-Voting system of NSDL.
2. Members are encouraged to join the Meeting through Laptops for better experience.
3. Further Members will be required to allow Camera and use Internet with a good speed to avoid any disturbance during the meeting.
4. Please note that Participants Connecting from Mobile Devices or Tablets or through Laptop connecting via Mobile Hotspot may experience Audio/Video loss due to Fluctuation in their respective network. It is therefore recommended to use Stable Wi-Fi or LAN Connection to mitigate any kind of aforesaid glitches.
5. Shareholders who would like to express their views/ask questions during the meeting may register themselves as a speaker may send their request mentioning their name, demat account number/folio number, email id, mobile number at [secretarial@fsltechnologies.com](mailto:secretarial@fsltechnologies.com) at least 48 hours before the AGM. The Company reserves the right to restrict the number of speakers depending on the availability of time for the AGM.
6. Shareholders who would like to express their views/have questions may send their questions in advance mentioning their name demat account number/folio number, email id, mobile number at [secretarial@fsltechnologies.com](mailto:secretarial@fsltechnologies.com). The same will be replied by the company suitably.
7. Those shareholders who have registered themselves as a speaker will only be allowed to express their views/ask questions during the meeting.

**General Guidelines for shareholders:**

- Institutional shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodian are required to log on to e-Voting system of LIPL: <https://instavote.linkintime.co.in> and register themselves as '**Custodian / Mutual Fund / Corporate Body**'.
- They are also required to upload a scanned certified true copy of the board resolution /authority letter/power of attorney etc. together with attested specimen signature of the duly authorised representative(s) in PDF format in the '**Custodian / Mutual Fund / Corporate Body**' login for the Scrutinizer to verify the same. Institutional shareholders (i.e. other than individuals, HUF, NRI etc.) can also upload their Board Resolution / Power of Attorney / Authority Letter etc. by clicking on "Upload Board Resolution / Authority Letter" displayed under "e-Voting" tab in their login.
- During the voting period, shareholders can login any number of time till they have voted on the resolution(s) for a particular "Event".
- Shareholders holding multiple folios/demat account shall choose the voting process separately for each of the folios/demat account.

**Place: Noida****Date: 02.09.2022****By Order of the Board of Directors  
For Frontline Securities Limited****Sd/-  
Rakesh K Jain****Director  
DIN: 00050524**

Annexure-A**DETAILS OF DIRECTOR SEEKING APPOINTMENT/REAPPOINTMENT AT THE FORTHCOMING ANNUAL GENERAL MEETING**

Name of the Director	Mr. ARUN KUMAR JAIN
Date of Appointment	31/08/1994
Experience in Specific Functional Area	He is an Electronics Engineer, has been associated with the Company as Director since the year 1994 with his rich experience, Mr. Arun K. Jain has contributed extensively to the growth of the Company.
Qualification	Electronics Engineer
Directorship in other Public Limited Companies	1
Member/Chairman of Committee of the Board of the Public Limited Companies on which he is Director	1

By Order of the Board of Directors  
For Frontline Securities Limited

**Rakesh K Jain**

**Director**  
**DIN: 00050524**

## **INDEPENDENT AUDITOR'S REPORT**

TO  
THE MEMBERS OF  
**Frontline Securities Limited**

### **Report on the Audit of the Ind AS Financial Statements**

#### **Opinion**

We have audited the accompanying Ind AS Financial Statements of **Frontline Securities Limited** ("The Company"), which comprise the Balance Sheet as at **31<sup>st</sup> March 2022**, the Statement of Profit and Loss (including other comprehensive income), the Statement of Changes in Equity and the Statement of Cash Flows for the year ended on that date, and 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 Ind AS Financial Statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India, of the state of the affairs of the Company as at 31st March, 2022, and the profit and total comprehensive Income, changes in equity and its cash flows for the year ended on that date.

#### **Basis for Opinion**

We conducted our audit of the Ind AS financial statements 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 (ICAI) together with the independence requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. 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.

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

Reporting of key audit matters as per SA 701, Key Audit Matters are not applicable to the Company as it is an unlisted company.

### **Information Other than the Ind AS Financial Statements and Auditor's Report Thereon**

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

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

### **Management's Responsibility for the Ind AS 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, total comprehensive income, changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) prescribed under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2015.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making 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.

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.

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

### **Auditor's Responsibility**

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

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

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

Materiality is the magnitude of misstatements in the financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the financial statements.

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

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

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

#### **Report on Other Legal and Regulatory Requirements**

1. As required by Section 143(3) of the Act, we report that:-

- a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
- b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
- c) The Balance Sheet, the Statement of Profit and Loss including other comprehensive income, the Statement of Changes in Equity and the Statement of Cash Flows dealt with by this Report are in agreement with the relevant Books of Account.

- d) In our opinion, the aforesaid Ind AS Financial Statements comply with the Indian Accounting Standards prescribed under Section 133 of the Act, read with relevant rules issued thereunder.
- e) On the basis of the written representations received from the directors as on 31<sup>st</sup> March 2022 taken on record by the Board of Directors, none of the directors is disqualified as on 31<sup>st</sup> March 2022 from being appointed as a director in terms of Section 164 (2) of the Act.
- f) There is no matter or transaction that in our opinion may have any adverse effect on the functioning of the Company;
- g) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in "Annexure A";
- h) With respect to the other matters to be included in the auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended:  
In our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the company to its director during the year is in accordance with the provisions of section 197 of the Act; and
- i) 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 Positions;
  - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses; and
  - iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.
  - iv.
    - a) The management has represented, that, to the best of its knowledge and belief, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other source or kind of funds) by the company to or in any other persons or entities, including foreign entities with the understanding, whether recorded in writing or otherwise that the intermediary shall whether directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
    - b) The management has represented, that, to the best of its knowledge and belief, no funds have been received by the company from any other persons or entities, including foreign entities ("Funding Parties") with the understanding, whether recorded in writing or otherwise that the company shall whether directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries and
    - c) Based on such audit procedures as considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the

representations under sub-clause (iv) (a) and (b) contain any material mis-statement.

V. No dividend has been declared or paid by the Company during the year.

2. As required by the Companies (Auditor's Report) Order, 2020 ("the order"), issued by the Central Government of India in terms of sub-section (11) of Section 143 of the Act, we give in the Annexure "B" a statement on the matters specified in paragraphs 3 and 4 of the Order.

**FOR Walecha Inder & Associates**  
**CHARTERED ACCOUNTANTS**  
**FIRM REGISTRATION NO. 014205N**

**PLACE:- NOIDA**  
**DATED: - 08.08.2022**  
**UDIN:22093694AQQQK5826**

**---Sd---**  
**WALECHA INDER JEET**  
**PARTNER**  
**MEMBERSHIP NO. 093694**

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**ANNEXURE “B” TO THE INDEPENDENT AUDITOR’S REPORT OF “FRONTLINE SECURITIES LIMITED” ON THE FINANCIAL STATEMENT FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 2022**

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Referred to in paragraph 2 under 'Report on Other Legal and Regulatory Requirements' section of our report of even date of “**FRONTLINE SECURITIES LIMITED**” (‘the Company’) for the year Ended on **31<sup>st</sup> March 2022**, we report that:

i. **In respect of Property, Plant and Equipment and Intangible assets of the Company:**

- a) A. According to information and explanation given to us, the Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant & Equipment.  
B. According to information and explanation given to us, the Company has maintained proper records showing full particulars of Intangible Assets.
- b) According to information and explanation given to us, the Property, Plant & Equipment of the Company have been physically verified by the Management at reasonable intervals and no material discrepancies were noticed on such verification as compared to books of accounts.
- c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the title deeds of all immovable properties (other than properties where the company is the lessee and the lease agreements are duly executed in favour of the lessee) are held in the name of the Company.
- d) ) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the company hasn’t revalued its Property, Plant and Equipment (including Right of Use assets) or intangible assets or both during the year as the company follows Cost model.
- e) ) According to the information and explanations given to us and on the basis of our examination of the records of the Company, there are no proceedings that have been initiated or are pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder.

ii. **In respect of Inventories of the Company:**

The nature of the company is such that clause 3(ii) of the order is not applicable.

- iii. (a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the company is NBFC therefore provision of clause 3(iii)(a) of Companies (Auditor’s Report) Order, 2020 is not applicable.  
(b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the investment made by the company is not prejudicial to the interest of the company.

(c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, no loans and advances in the nature of loan has been given. Therefore, the provisions of clause (iii)(c) of Para 3 of the Companies (Auditor's Report) Order, 2020 are not applicable to the company.

(d) According to the information and explanations given to us and on the basis of our examination of the records of the Company, no loans and advances in the nature of loan has been given. Therefore, the provisions of clause (iii)(d) of Para 3 of the Companies (Auditor's Report) Order, 2020 are not applicable to the company.

(e) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the company is NBFC therefore provision of clause 3(iii)(e) of Companies (Auditor's Report) Order, 2020 is not applicable.

(f) According to the information and explanations given to us and on the basis of our examination of the records of the Company, no loans and advances in the nature of loan has been given. Therefore, the provisions of clause (iii)(f) of Para 3 of the Companies (Auditor's Report) Order, 2020 are not applicable to the company.

- iv. In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of Sections 185 and 186 of the Act in respect of making investments as applicable. further the company has not granted any loan or provided any guarantee.
- v. The company has not accepted any deposits. Therefore, the provision of clause (v) of Para 3 of the Companies (Auditor's Report) Order, 2020 is not applicable to the company.
- vi. The Provisions of maintenance of cost records specified by the Central Government under sub-section (1) of section 148 of the Companies Act, 2013 for the products dealt / manufactured by the company are not applicable to the company. Therefore, the provisions of clause (vi) of Para 3 of the Companies (Auditor's Report) Order, 2020 are not applicable to the company.
- vii. a) According to the information and explanations given to us and the records of the Company examined by us, in our opinion the Company is generally regular in depositing undisputed statutory dues including Provident Fund, Employee's State Insurance, Income Tax, Goods and Service Tax, Customs duty, Cess and any other material statutory dues as applicable with the appropriate authorities.

And according to the information and explanations given to us, no undisputed amounts payable in respect of provident fund, Employees' state insurance, income tax, duty of customs, Cess, Goods and Service Tax and other applicable statutory dues were in arrears as at 31<sup>st</sup> March 2022 for a period of more than six months from the date they became payable.

- b) According to the information and explanations given to us, there are no pending dues in respect of provident fund, investor education and protection fund, Goods and Service Tax and Cess which has not been deposited on account of any dispute.
- viii. According to the information and explanations given to us and the records of the Company examined by us, the company has not surrendered or disclosed any transaction previously unrecorded as income in the books of account in the tax assessments under the Income Tax Act, 1961 as income during the year.
- ix. a) According to the information and explanations given to us and the records of the Company examined by us the Company has not borrowed any loans or other borrowings therefore the provision of clause 3(ix) (a) to (f) of Companies (Auditor's Report) Order, 2020 is not applicable.
- x. a) According to the information and explanations given to us and the records of the Company examined by us, the company has not raised money by way of initial public offer or further public offer (including debt instruments) during the year. Therefore, the provision of clause (x)(a) of Para 3 of the Companies (Auditor's Report) Order, 2020 is not applicable to the company.
- b) According to the information and explanations given to us and the records of the Company examined by us, the company has not made any preferential allotment or private placement of shares or convertible debentures (fully, partially or optionally convertible) during the year. Therefore, the provision of clause (x)(b) of Para 3 of the Companies (Auditor's Report) Order, 2020 is not applicable to the company.
- xi. a) According to the information and explanations given to us and the records of the Company examined by us, there is no fraud by the company or any fraud on the company has been noticed or reported during the year.
- b) According to the information and explanations given to us and the records of the Company examined by us, there is no report under sub-section (12) of section 143 of the Companies Act has been filed by the auditors in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government,
- c) According to the information and explanations given to us and the records of the Company examined by us, there are no whistle-blower complaints received during the year by the company.
- xii. In our opinion and according to the information and explanations given to us, the Company is not a Nidhi Company. Therefore, the provisions of clause (xii) of Para 3 of the Companies (Auditor's Report) Order, 2020 are not applicable to the Company.

- xiii. According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with sections 177 and 188 of the Act wherever applicable and details of such transactions have been disclosed in the Financial Statements as required by the applicable Accounting Standards.
- xiv. a) According to the information and explanations given to us and based on our examination of the records of the Company, the Company does not fall under the requirements of section 138 of the Company act 2013, hence clause 3 (xiv)(a) & (b) of Companies (Auditor's Report) Order, 2020 is not applicable.
- xv. According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into non-cash transactions with Directors or persons connected with him. Therefore, the provisions of section 192 of clause (xv) of Para 3 of the Companies (Auditor's Report) Order, 2020 are not applicable to the Company.
- xvi. a) According to the information and explanations given to us and based on our examination of the records of the Company, the company is registered under section 45-IA of the Reserve Bank of India Act, 1934 via certificate of registration no. B-14.00089 dated 26-02-1998.
- b) According to the information and explanations given to us and the records of the Company examined by us, the company has conducted Non-Banking Financial Company is holding a valid Certificate of Registration (CoR) from the Reserve Bank of India as per the Reserve Bank of India Act, 1934.
- c) According to the information and explanations given to us and the records of the Company examined by us, the company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India. Therefore, the provisions of clause (xvi)(c) of Para 3 of the Companies (Auditor's Report) Order, 2020 are not applicable to the Company.
- d) According to the information and explanations given to us and the records of the Company examined by us, The company does not have any CIC in the group. Therefore, the provisions of clause (xvi)(d) of Para 3 of the Companies (Auditor's Report) Order, 2020 are not applicable to the Company.
- xvii. According to the information and explanations given to us and the records of the Company examined by us, the Company has not incurred cash losses in the current financial year and immediately preceding financial year.

- xviii. There has not been any resignation of the statutory auditors during the year. Therefore, the provisions of clause (xviii) of Para 3 of the Companies (Auditor's Report) Order, 2020 are not applicable to the Company.
- xix. According to the information and explanations given to us and the records of the Company examined by us, On the basis of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the financial statements, our knowledge of the Board of Directors and management plans, in our opinion there is no material uncertainty exists as on the date of the audit report that company is capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We further state that our reporting is based on the facts upto the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balancesheet date will get discharged by the Company as and when they fall due.
- xx. According to the information and explanations given to us and the records of the Company examined by us, there is no unspent amount under sub-section (5) of section 135 of Companies Act, pursuant to any project. Therefore, the provisions of clause (xx)(a) and (xx)(b) of Para 3 of the Companies (Auditor's Report) Order, 2020 are not applicable to the Company.

**FOR Walecha Inder & Associates**  
**CHARTERED ACCOUNTANTS**  
**FIRM REGISTRATION NO. 014205N**

---Sd---

**PLACE:- NOIDA**  
**DATED: - 08.08.2022**  
**UDIN:22093694AQQQK5826**

**Walecha Inder Jeet**  
**PARTNER**  
**MEMBERSHIP NO. 093694**

## **ANNEXURE “A” TO THE INDEPENDENT AUDITOR’S REPORT OF “FRONTLINE SECURITIES LIMITED” FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 2022**

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Referred to in paragraph 1(g) under ‘Report on Other Legal and Regulatory Requirements’ section of our report to the Members of **Frontline Securities Limited** of even date.

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

### **Report on the Internal Financial Controls**

We have audited the Internal Financial Controls over financial reporting of “**Frontline Securities Limited**” (“the Company”) as of 31<sup>st</sup> March 2022 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 Board of Directors of the Company 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 Companies Act, 2013.

### **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. 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 Judgment, 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 authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized 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 31<sup>st</sup> March 2022, 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 Walecha Inder & Associates  
CHARTERED ACCOUNTANTS  
FIRM REGISTRATION NO. 014205N**

**PLACE:- NOIDA  
DATED:- 08.08.2022  
UDIN:22093694AQQQK5826**

**---Sd---  
(Walecha Inder Jeet )  
PARTNER  
MEMBERSHIP NO. 093694**

**FRONTLINE SECURITIES LIMITED**

M-6, IInd floor, M-Block Market, Greater Kailash-II, New Delhi-110048

CIN NO.U65100DL1994PLC058837

**BALANCE SHEET AS AT 31st March 2022**

(Rs in lacs)

Particulars	Note no.	As at March 31,2022	As at March 31,2021
<b>ASSETS</b>			
<b>Financial Assets</b>			
a) Cash and Cash Equivalents	3	1.65	0.99
b) Bank Balance Other than (a) above	4	141.62	143.90
c)Receivables			
i) Trade Receivable	5	60.67	49.12
ii) Other Receivable	6	-	-
e) Investments	7	4,911.85	3,823.62
f) Other Financial Assets	8	2.22	3.59
<b>Total Financial Assets</b>		<b>5,118.01</b>	<b>4,021.22</b>
<b>Non Financial Assets</b>			
a)Current Tax Assets (Net)	17 A	6.70	-
b)Deferred Tax Assets (Net)	9	-	-
c)Property Plant and Equipment	10	1,162.50	1,206.35
d)Other Intangible Assets	11	0.27	0.43
e)Other Non Financial Assets	12	9.76	11.42
<b>Total Non Financial Assets</b>		<b>1,179.24</b>	<b>1,218.20</b>
<b>Total Assets</b>		<b>6,297.24</b>	<b>5,239.42</b>
<b>LIABILITIES</b>			
<b>Financial Liabilities</b>			
a)Payables			
<b>i) Trade Payables</b>			
i) Total outstanding Dues to micro and Small Enterprises			
ii) Total outstanding Dues to creditors other than micro and Small Enterprises	13	0.28	1.22
b)Borrowings(other than debt securities)			
i) Deferred Payment Liability			
- Payable to Greater Noida Authority		-	-
c) Deposits	14		-
d)Other Financial Liabilities	15	6.62	8.90
<b>Total Financial Liabilities</b>		<b>6.90</b>	<b>10.12</b>
<b>Non Financial Liabilities</b>			
<b>Deferred Tax Liability (Net)</b>	9	13.84	1.92
a)Provisions	16	16.56	-
b)Current Tax Liabilities (Net)	17 B	-	-
c)Other Non Financial Liabilities	18	12.74	11.23
<b>Total Non Financial Liabilities</b>		<b>43.14</b>	<b>13.15</b>
<b>EQUITY</b>			
a)Equity Share Capital	19	498.53	498.53
b) Other Equity	20	5,748.67	4,717.62
<b>total equity</b>		<b>6,247.20</b>	<b>5,216.15</b>
<b>Total Liabilities and Equity</b>		<b>6,297.24</b>	<b>5,239.42</b>

Significant Accounting Policy &amp; Notes to Accounts

FOR AND ON BEHALF OF THE BOARD

Sd  
(RAKESH K. JAIN)  
Director  
DIN : 00050524

Sd  
(ATUL KUMAR JAIN)  
Director  
DIN :00133750

1 to 44

"AS PER OUR REPORT ATTACHED OF EVEN DATE"

For M/s WALECHA INDER &amp; ASSOCIATES

Chartered Accountants

Firm's Registration Number : 014205N

Sd  
(Walecha Inder Jeet)  
Partner  
M.No: 093694

Place : Noida  
Date: 08-08-2022  
UDIN: 22093694AQQQK5826

**FRONTLINE SECURITIES LIMITED****M-6, IInd floor, M-Block Market, Greater Kailash-II, New Delhi-110048****CIN NO.U65100DL1994PLC058837****STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED MARCH 31, 2022**

(Rs. in Lakhs except EPS)			
Particulars	Note No	For the Year Ended 31.03.2022	For the Year Ended 31.03.2021
<b>Revenue</b>			
(i) Interest Income	21	10.83	18.42
(ii) commission and brokerage	22	662.73	491.84
(iii) Sale of Services		22.73	26.89
(iv) Income from Co-working office space		4.44	2.06
<b>(I) Total revenue from operations</b>		<b>700.73</b>	<b>539.21</b>
<b>Other Income</b>			
(i) a) Dividend Income on investment		27.84	18.64
(ii) Net gain on fair Value changes	23	60.08	7.97
(iii) Net gain on sale of Investment		23.22	27.27
(iv) Others	24	0.10	5.39
<b>(II) Total Other Income</b>		<b>111.24</b>	<b>59.27</b>
<b>(III) Total Income (I+II)</b>		<b>811.97</b>	<b>598.48</b>
<b>Expenses</b>			
(i) Finance Cost	25	0.22	4.34
(ii) Employee benefits expense	26	20.88	26.86
(iii) Depreciation and amortisation expense	10 & 11	44.27	44.56
(iv) Professional Charges		12.74	34.30
(v) Listing Expenses		0.00	3.00
(vi) CSR Expenses		27.26	0.00
(vii) Loss on Sale of Bonds		7.01	0.00
(viii) Other expenses	27	23.01	20.70
<b>(IV) Total Expenses</b>		<b>135.39</b>	<b>133.76</b>
<b>(V) Profit/(Loss) before exceptional &amp; extra ordinary items &amp; tax (III-IV)</b>		<b>676.58</b>	<b>464.72</b>
(VI) Exceptional Items		-	-
<b>(VII) Profit before tax (V-VI)</b>		<b>676.58</b>	<b>464.72</b>
<b>(VIII) Tax expense:-</b>	9		
(1) Current Tax		214.25	186.41
(2) Deferred Tax		33.85	13.83
(2) Short provision for earlier years		0.00	1.33
<b>(IX) Profit for the period from Continuing Operations (VII-VIII)</b>		<b>428.48</b>	<b>263.15</b>
(X) Profit / (Loss) from Discontinuing Operations		-	-

(XI)Tax Expense of Discontinuing Operations	-	-
(XII)Profit / (Loss) from Discontinuing Operations after tax(X-XI)		
<b>(XIII) Profit for the period (IX+XII)</b>	<b>428.48</b>	<b>263.15</b>

**(XIV) OTHER COMPREHENSIVE INCOME**

**A) i) Item that will be reclassified to profit or loss**

**B) i) Item that will not be reclassified to profit or loss**

a) Fair Value Gain/(Loss) on financial assets carried at FVTOCI	-128.88	1,036.64
ii) Taxes relating to item that will not be reclassified to profit or loss	29.71	-148.47
-Remeasurement of defined employee benefit plan	0.80	0.03

<b>OTHER COMPREHENSIVE INOME (A+B)</b>	<b>-98.37</b>	<b>888.14</b>
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(XV)TOTAL COMPREHENSIVE INCOME FOR THE PERIOD (XIII+XIV)(Comprising Profit (loss) and other comprehensive income for the period	<b>330.11</b>	<b>1,151.29</b>
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**Details of Equity Share capital**

Paid up Equity Share Capital	498.53	498.53
Face value of Equity Share Capital	5	5
( XVI). Earnings per equity Share (for continuing operations) :		

(Profit for the period from continuing operations(IX)/Paid up Equity share capital\*Face Value of Equity share Capital)

(a) Basic	28	4.30	2.64
(b) Diluted		4.30	2.64

(XVII) Earnings per Equity Share (for discontinuing Operations) :

(a) Basic	-	-
(b) Diluted	-	-

(XVIII) Earnings per Equity Share (for continuing and discontinuing Operations) :

(a) Basic	4.30	2.64
(b) Diluted	4.30	2.64

Significant Accounting Policy & Notes to Accounts 1 to 44

FOR AND ON BEHALF OF THE BOARD

"AS PER OUR REPORT ATTACHED OF EVEN DATE"

For M/s WALECHA INDER & ASSOCIATES

Chartered Accountants

Firm's Registration Number : 014205N

Sd

(RAKESH K. JAIN)

Director

DIN : 00050524

Sd

(Walecha Inder Jeet)

Partner

M.No: 093694

(ATUL KUMAR JAIN)

Director

DIN :00133750

Place : Noida

Date: 08-08-2022

UDIN: 22093694AQQQK5826

**FRONTLINE SECURITIES LIMITED**  
M-6, IInd floor, M-Block Market, Greater Kailash-II, New Delhi-110048  
CIN NO.U65100DL1994PLC058837  
Statement of Cash Flows for the year Ended 31 March , 2022

(Rs in lacs)

Particulars	For the year ended March 31,2022	For the year ended March 31,2021
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
Profit/(Loss) before tax:	676.58	464.72
Adjustments		
Depretiation and amortisation	44.27	44.56
Dividend Income	(27.84)	(18.64)
Profit on sale of investment	(16.21)	(27.27)
acturial gain /loss	0.80	(3.89)
sundry bal write off	(2.76)	0.25
Profit on sale of Fixed Asset		
Net gain /loss on fair value changes	(60.08)	(61.83)
Operating profit before working capital changes	614.75	451.75
Adjustments for Working Capital		
Increase / (Decrease) in Payables	(0.93)	(0.85)
Increase / (Decrease) in Provision	16.56	(13.75)
Increase / (Decrease) in other Financial Liability	(2.28)	(1.92)
Increase/ (Decrease) in Other Non Financial liabilities	1.52	0.05
(Increase)/ Decrease in Trade Receivables	(11.56)	(12.19)
(Increase)/ Decrease in Other Receivables and loans	(6.70)	0.03
(Increase)/ Decrease in Other Financial Assets	1.37	0.64
(Increase)/ Decrease in Other Non Financial assets	1.67	(0.36)
		19.40
		(8.59)
<b>CASH GENERATED FROM OPERATIONS</b>	<b>614.38</b>	<b>443.15</b>
Income Tax Paid	(214.25)	(128.42)
Short /excess past year tax expense	-	1.33
<b>NET CASH FLOW FROM/(USED IN) OPERATING ACTIVITIES (A)</b>	<b>400.13</b>	<b>313.40</b>
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>		
(Purchase) / Sale of Property,Plant and Equipment [Net]	(0.25)	(0.46)
Gain/(Loss) on Sale of Fixed Asset (Net)		
Reduction in Deposits		
(Purchase) of investments	(4,997.46)	(3,825.28)
Sale of of Investments	4,568.13	3,529.68
Dividend Income	27.84	18.64
<b>NET CASH FLOW FROM/(USED IN) INVESTING ACTIVITIES (B)</b>	<b>(401.75)</b>	<b>(277.43)</b>
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
Dividends paid including unpaid dividend	2.28	(1.92)
Dividend Distribution Tax		-
Movements in Borrowings	-	(36.98)
Reversal of dividend (net of asset written off)		-
Buy Back of Equity Share Capital		-
Margin Money paid to FCSL		-
Premium on Buy Back of Equity Share Capital	2.28	-
<b>NET CASH FLOW FROM/(USED IN) FINANCING ACTIVITIES (C)</b>	<b>2.28</b>	<b>(38.91)</b>
<b>NET INCREASE/(DECREASE) IN CASH EQUIVALENTS( A+B+C)</b>	<b>0.66</b>	<b>(2.93)</b>
Cash and cash Equivalents at the beginning of the Year	0.99	3.92
Cash and cash Equivalents at the end of the Year	1.65	0.99
<b>Increase/(Decrease) in the Cash Equivalents</b>	<b>0.66</b>	<b>(2.93)</b>
Earmarked Balance with Bank	6.62	8.90
Short Term Bank Deposits	135.00	135.00
Cash and Cash equivalent	1.65	0.99
<b>Cash and Bank Balances at the end of year</b>	<b>143.27</b>	<b>144.89</b>

Significant Accounting Policy & Notes to Accounts  
FOR AND ON BEHALF OF THE BOARD

1 to 44

"AS PER OUR REPORT ATTACHED OF EVEN DATE"  
For M/s WALECHA INDER & ASSOCIATES  
Chartered Accountants  
Firm's Registration Number : 014205N

Sd  
**(RAKESH K. JAIN)**  
Director  
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## **FRONTLINE SECURITIES LIMITED**

**M-6, IInd floor, M-Block Market, Greater Kailash-II, New Delhi-110048**

**CIN NO.U65100DL1994PLC058837**

### **NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31.03.2022**

#### **1. Background**

The company is a public limited company, which was delisted from Bombay Stock Exchange w.e.f 28-08-2020., registered under the Companies Act, 2013. The company is registered as a Non–Deposit taking Non-Systemically Important Non-Banking Financial Company (NBFC)

#### **2. Significant Accounting policies**

The significant accounting policies are applied in preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

##### **2.1Basis of preparation**

##### **I) Compliance with Ind As**

The financial statement of the company have been prepared in accordance with Indian Accounting Standards (Ind As) notified by the ministry of corporate Affairs under Companies (Accounting Standards) Rules 2015 , the provisions of Companies Act, 2013, and guidelines issued by the Securities and Exchange board of India (SEBI). Accounting policies have been consistently applied except where a newly issued accounting standard is initially adopted or a revision to an existing accounting standard requires a change in the accounting policy hitherto in use.

##### **II)Historical Cost convention**

The financial statements have been prepared and presented under the historical cost convention , except for the following:

*-Certain financial assets and liabilities are measured at Fair Value.*

*-Defined benefit plans- Planned asset measured at Fair Value.*

#### **2.2 Financial instruments**

##### **I) Initial Recognition and Measurement**

Financial Assets and Liabilities are recognized when the entity becomes a party to a *Contractual Provision of the instrument*.

At initial recognition, the Company measures a financial asset or financial liability at its fair value plus or minus, in the case of a financial asset or financial liability not at fair value through profit or loss, transaction costs that are incremental and directly attributable to the acquisition or issue of the financial asset or financial liability, such as fees and commissions. Transaction costs of financial assets and financial liabilities carried at fair value through profit or loss are expensed in profit or loss. Immediately after initial recognition, an expected credit loss allowance (ECL) is recognised for financial assets measured at amortised cost. Investments in debt instruments are measured at fair value through P&L, which results in an realised and

unrealised gain or loss being recognised in profit and loss.

When the fair value of financial assets and liabilities differs from the transaction price on initial recognition, the entity recognizes the difference as follows:

- a) When the fair value is evidenced by a quoted price in an active market for an identical asset or liability (i.e. a Level 1 input) or based on a valuation technique that uses only data from observable markets, the difference is recognised as a gain or loss.
- b) In all other cases, the difference is deferred and the timing of recognition of deferred day one profit or loss is determined individually. It is either amortised over the life of the instrument, deferred until the instrument's fair value can be determined using market observable inputs, or realised through settlement.

When the Company revises the estimates of future cash flows, the carrying amount of the respective financial assets or financial liability is adjusted to reflect the new estimate discounted using the original effective interest rate. Any changes are recognised in profit or loss.

All trade receivables are expected to be collected with a period of 12 months.

**a Financial assets**

**(i) Classification and subsequent measurement**

The Company has applied Ind AS 109 and classifies its financial assets in the following measurement categories:

- a) Fair value through profit or loss (FVTPL);
- b) Fair value through other comprehensive income (FVTOCI); or
- c) - Amortised cost.

**Amortised cost:**

Assets that are held for collection of contractual cash flows where those cash flows represent solely payments of principal and interest ('SPPI'), and that are not designated at FVTPL, are measured at amortised cost. The carrying amount of these assets is adjusted by any expected credit loss allowance recognised and measured. Interest income from these financial assets is recognised using the effective interest rate method.

**Fair value through other comprehensive income(FVOCI):**

Financial assets that are held for collection of contractual cash flows and for selling the assets, where the assets' cash flows represent solely payments of principal and interest, and that are not designated at FVPL, are measured at fair value through other comprehensive income. Movements in the carrying amount are taken through OCI, except for the recognition of impairment gains or losses, interest revenue and foreign exchange gains and losses on the instrument's amortised cost which are recognised in profit or loss. When the financial asset is derecognised, the cumulative gain or loss previously recognised in OCI is reclassified from equity to profit or loss. Interest income from these financial assets is included in 'Interest income' using the effective interest rate method.

**Fair value through profit or loss:-**Assets that do not meet the criteria for amortised cost or FVOCI are measured at fair value through profit or loss. Interest income from these financial assets is included in 'Interest income' using the effective interest rate method. In case of investment in Debt Mutual fund are fair valued through profit and loss account.

**Fair value option for financial assets:** The Company may also irrevocably designate financial assets at fair value through profit or loss if doing so significantly reduces or eliminates an accounting mismatch created by assets and liabilities being measured on different bases.

Interest income is calculated by applying the effective interest rate to the gross carrying amount of financial assets,

#### **Equity instruments**

Equity instruments are instruments that meet the definition of equity from the issuer's perspective; that is, instruments that do not contain a contractual obligation to pay and that evidence a residual interest in the issuer's net assets.

The Company subsequently measures all equity investments at fair value. Where the company's management has elected to present fair value gains and losses on equity investments in other comprehensive income, there is no subsequent reclassification of fair value gains and losses to profit or loss following the derecognition of the investment, also management's best estimates identifies Equity Based Mutual Funds as more or less of same nature as those of equity shares being equity market linked hence classified as equity instrument only and fair valued through FVTOCI.

For investment in equity unlisted shares as per para B5.2.3 of Ind AS 109 financial Instruments cost carried in balancesheet can also be taken as best estimate of fair value in case of non availability of sufficient and recent information

#### **(ii) Impairment**

The Company assesses on a forward looking basis the expected credit losses (ECL) associated with the exposure arising from loan commitments and financial guarantee contracts. The Company recognizes a loss allowance for such losses at each reporting date.

The measurement of ECL reflects:

- a. An unbiased and probability-weighted amount that is determined by evaluating a range of possible outcomes;
- b. The time value of money; and
- Reasonable and supportable information that is available without undue cost or effort at the reporting date about past events, current conditions and forecasts of future economic conditions.

The measurement of the ECL allowance is an area that requires the use of complex models and significant assumptions about future economic conditions and credit behavior (e.g. the likelihood of customers defaulting and the resulting losses).

#### **(iii) Write-off policy**

The Company writes off financial assets, in whole or in part, when it has exhausted all practical recovery efforts and has concluded there is no reasonable expectation of recovery. Indicators that there is no reasonable expectation of recovery include (i) ceasing enforcement activity and (ii) where the Company's recovery method is foreclosing on collateral and the value of the collateral is such that there is no reasonable expectation of recovering in full.

#### **(iv) Derecognition other than on a modification**

Financial assets, or a portion thereof, are derecognised when the contractual rights to receive the cash flows from the assets have expired, or when they have been transferred and either (i) the Company transfers substantially all the risks and rewards of ownership, or (ii) the Company neither transfers nor retains substantially all the risks and rewards of ownership and the Company has not retained control. The Company directly reduces the gross carrying amount of a financial asset when there is no reasonable expectation of

recovering a financial asset in its entirety or a portion thereof and for calculation of gain on sale of investments is measured on FIFO basis only.

**b) Financial liabilities**

**(v) Classification and subsequent measurement**

In both the current and prior period, financial liabilities are classified as subsequently measured at amortised cost, except for:

- **Financial liabilities at fair value through profit or loss:** this classification is applied to derivatives and financial liabilities held for trading and other financial liabilities designated as such at initial recognition.

**(vi) Derecognition**

Financial liabilities are derecognised when they are extinguished i.e. when the obligation specified in the contract is discharged, cancelled or expires

## **2.3 Revenue Recognition**

Revenue is measured at fair value of the consideration received or receivable. Revenue is recognised when (or as) the Company satisfies a performance obligation by transferring a promised good or service to a customer.

When (or as) a performance obligation is satisfied, the Company recognizes as revenue the amount of the transaction price (excluding estimates of variable consideration) that is allocated to that performance obligation.

**Interest income**

Interest income is recognised using the effective interest rate.

**Dividend income**

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

**Income from investments**

Profit / (Loss) earned from sale of securities is recognised as per the transaction date and not settlement date

**Discount on investments**

The difference between the acquisition cost and face value of debt instruments is recognised as interest income over the tenor of the instrument on straight-line basis.

**Redemption premium on investments**

Redemption premium on investments is recognised as income over the tenor of the investment.

**Commission and Brokerage Income**

Commission and Brokerage income is being recorded on accrual basis.

**Rental income**

Lease rental income is recognized in the Statement of Profit and Loss on a straight-line basis over the lease term.

Further, revenues are recognized at gross value of consideration received excluding Goods and Service Tax (GST).

The Company has adopted Ind AS 115 “Revenue from Contracts with Customers”. The adoption of the same has not resulted into any material change in the principle of reorganization of revenue by the company except that under the earlier Ind AS the amount of commission paid was adjusted against the revenues whereas now the same has been considered as part of the cost and revenue is recognized with Gross Amount. This is done based on the main concept laid down by Ind AS 115 for reorganizing the revenue at consideration which the entity expect to receive in exchange of the services.

#### **e. Expenses**

Expenses are accounted on accrual basis and provisioning is made for all known liabilities.

#### **2.4 Income Tax**

The income tax expense or credit for the period is the tax payable on the current period’s taxable income based on the applicable income tax rate for each jurisdiction adjusted by changes in deferred tax assets and liabilities attributable to temporary differences and to unused tax losses.

##### **Current Taxes**

Provision for current tax is made after taking into consideration benefits admissible under the provisions of the Income Tax Act, 1961. Minimum Alternative Tax (MAT) credit entitlement is recognised where there is convincing evidence that the same can be realized in future.

##### **Deferred Taxes**

The deferred tax charge or credit and the corresponding deferred tax liabilities or assets are recognised using the tax rates that have been enacted or substantively enacted by the balance sheet date. Deferred tax assets are recognised only to the extent there is reasonable certainty that the assets can be realised in future; however, where there is unabsorbed depreciation or carried forward loss under taxation laws, deferred tax assets are recognised only if there is virtual certainty of realisation of such assets. Deferred tax assets are reviewed as at each balance sheet date and written down or written up to reflect the amount that is reasonably / virtually certain (as the case may be) to be realised.

#### **2.5 Cash and cash equivalents**

For the purpose of presentation in the statement of cash flows, cash and cash equivalents includes cash on hand, deposits held at call with financial institutions, other short-term, highly liquid investments with original maturities 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, and bank overdrafts. Bank overdrafts are shown within borrowings in liabilities in the balance sheet.

#### **2.6 Property, plant and equipment**

All items of property, plant and equipment are stated at historical cost less depreciation. Historical cost includes expenditure that is directly attributable to the acquisition of the items.

Subsequent costs are included in the asset’s carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably. The carrying amount of

any component accounted for as a separate asset is derecognised when replaced. All other repairs and maintenance are charged to profit or loss during the reporting period in which they are incurred.

### **Transition to Ind AS**

On transition to Ind AS, the Company has elected to continue with the carrying value of all of its property plant and equipment recognised as at April 01, 2018 measured as per the previous GAAP and use that carrying value as the deemed cost.

### **Depreciation methods**

**Depreciation is calculated using** the straight-line method to allocate their cost, net of their residual values, over their estimated useful lives

### **2.7 Intangible assets**

Intangible assets are recognised where it is probable that the future economic benefit attributable to the assets will flow to the Company and its cost can be reliably measured. Intangible assets are stated at cost of acquisition less accumulated amortisation.

Intangible Assets are amortised on straight-line basis over the useful life of the asset.

The Company provides pro-rata depreciation from the day the asset is put to use and for any asset sold, till the date of sale.

### **Transition to Ind AS**

On transition to Ind AS, the Company has elected to continue with the carrying value of all of its intangible assets recognised as at April 01, 2018 measured as per the previous GAAP and use that carrying value as the deemed cost.

### **2.8 Borrowing costs**

Borrowing costs, which are directly attributable to the acquisition / construction of fixed assets, till the time such assets are ready for intended use, are capitalised as part of the cost of the assets. Other borrowing costs are recognised as an expense in the year in which they are incurred.

## **2.9 Foreign currency Transactions**

### **a) Functional and presentation currency**

Items included in Financial Statements of the company are measured using the currency of the primary economic environment in which the company operates ('the functional currency ') This Financial Statements are presented in INR which is company's functional and presentation currency.

### **Translation and Balances**

Transaction denominated in foreign currencies are recorded at the exchange rate prevailing at the time of transaction, Exchange Difference if any, arising out of transactions settled during the year are Recognised in the Statement of Profit and Loss.

Monetary Assets and Liabilities are Denominated in foreign currencies at the year end are Restated at year end Rates.

## **2.10 Employee Benefits**

### **(i) Short-term obligations**

Liabilities for wages and salaries, including non-monetary benefits that are expected to be settled wholly within 12 months after the end of the period in which the employees render the related service are recognised in respect of employees' services up to the end of the reporting period and are measured at the amounts expected to be paid when the liabilities are settled.

### **(ii) Post-employment obligations Defined benefit plans Gratuity**

The Company's gratuity benefit scheme is a defined benefit plan. The Company's net obligation in respect of the gratuity benefit scheme is calculated by estimating the amount of future benefit that employees have earned in return for their service in the current and prior periods; that benefit is discounted to determine its present value, and the fair value of any plan assets, if any, is deducted.

The present value of the obligation under such defined benefit plan is determined based on actuarial valuation using the Projected Accrued Benefit Method (same as Projected Unit Credit Method), which recognises each period of service as giving rise to additional unit of employee benefit entitlement and measures each unit separately to build up the final obligation.

The obligation is measured at the present value of the estimated future cash flows. The discount rates used for determining the present value of the obligation under defined benefit plan, are based on the market yields on Government securities as at the balance sheet date.

Re-measurement gains and losses arising from experience adjustments and changes in actuarial assumptions are recognised in the period in which they occur, directly in other comprehensive income. They are included in retained earnings in the statement of changes in equity and in the balance sheet.

Actuarial gains and losses are recognised immediately in the Statement of Profit and Loss.

## **Defined contribution plan**

### **Provident fund**

Company's contributions to the recognised provident fund, which is a defined contribution scheme, are charged to the Statement of Profit and Loss.

## **2.11 Segment Reporting**

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision maker.

The power to assess the financial performance and position of the Group and make strategic decisions is vested in the director & CEO who has been identified as the chief operating decisions maker.

**Dividends**

Provision is made for the amount of any dividend declared, being appropriately authorised and no longer at the discretion of the entity, on or before the end of the reporting period but not distributed at the end of the reporting period.

**2.12 Leases****Company as a Lessee**

The Company's lease asset classes primarily consist of leases for land and Office building. The Company assesses whether a contract contains a lease, at inception of a contract. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration. To assess whether a contract conveys the right to control the use of an identified asset, the Company assesses whether: (i) the contract involves the use of an identified asset (ii) the Company has substantially all of the economic benefits from use of the asset through the period of the lease and (iii) the Company has the right to direct the use of the asset.

At the date of commencement of the lease, the Company recognizes a right-of-use (ROU) asset and a corresponding lease liability for all lease arrangements in which it is a lessee, except for leases with a term of 12 months or less (short-term leases) and low value leases. For these short-term and low-value leases, the Company recognizes the lease payments as an operating expense on a straight-line basis over the term of the lease. Certain lease arrangements includes the options to extend or terminate the lease before the end of the lease term. ROU assets and lease liabilities includes these options when it is reasonably certain that they will be exercised. The ROU assets are initially recognized at cost, which comprises the initial amount of the lease liability adjusted for any lease payments made at or prior to the commencement date of the lease plus any initial direct costs less any lease incentives. They are subsequently measured at cost less accumulated depreciation and impairment losses. ROU assets are depreciated from the commencement date on a straight-line basis over the shorter of the lease term and useful life of the underlying asset. ROU assets are evaluated for recoverability whenever events or changes in circumstances indicate that their carrying amounts may not be recoverable. For the purpose of impairment testing, the recoverable amount (i.e. the higher of the fair value less cost to sell and the value-in-use) is determined on an individual asset basis unless the asset does not generate cash flows that are largely independent of those from other assets. In such cases, the recoverable amount is determined for the Cash Generating Unit (CGU) to which the asset belongs.

The lease liability is initially measured at amortized cost at the present value of the future lease payments. The lease payments are discounted using the interest rate implicit in the lease or, if not readily determinable, using the incremental borrowing rates of the Company. Lease liabilities are remeasured with a corresponding adjustment to the related ROU asset if the Company changes its assessment of whether it will exercise an extension or a termination option. Lease liability have been separately presented in Balance Sheet under the head borrowings as Deferred Payment Liability and ROU assets have been presented separately under the head Property, Plant and Equipment in the Balance Sheet. Further, lease payments have been classified as financing cash flows.

**Company as a Lessor**

Under Ind As 116, the company classifies each of its leases as either an operating lease or finance lease. The company recognises lease payments received under operating lease as income on straight line basis over the lease term. In case of finance lease, finance income is recognised over the lease term based on a pattern reflecting a constant periodic rate of return on the lessor's net investment in lease.

## **2.13 Earning Per Share**

### **(i) Basic earnings per share**

Basic earnings per share is calculated by dividing the profit attributable to owners of the Company by the weighted average number of equity shares outstanding during the financial year, adjusted for bonus element in equity shares issued during the year, if any and excluding treasury shares.

### **(ii) Diluted earnings per share**

Diluted earnings per share adjusts the figures used in the determination of basic earnings per share to take into account the after income tax effect of interest and other financing costs associated with dilutive potential equity shares, and the weighted average number of additional equity shares that would have been outstanding assuming the conversion of all dilutive potential equity share

### **Rounding of amounts**

All amounts disclosed in the Ind AS financial statements and notes have been rounded off to the nearest lacs as per the requirements of Schedule III, unless otherwise stated.

## **2.14 Critical estimates and judgements**

The Company makes estimates and assumptions that affect the amounts recognised in the Ind AS financial statements, and the carrying amounts of assets and liabilities within the next financial year. Estimates and judgements are continually evaluated and are based on management's experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. Management also makes certain judgements, apart from those involving estimations, in the process of applying the accounting policies. Judgements that have the most significant effect on the amounts recognised in the Ind AS financial statements and estimates that can cause a significant adjustment to the carrying amount of assets and liabilities within the next financial year include the following:

### **3.1 Effective interest rate method**

The Company recognises interest income/expense using the effective interest rate, i.e., a rate that represents the best estimate of a constant rate of return over the expected life of the loans. The effective interest method also accounts for the effect of potentially different interest rates at various stages and other characteristics of the product life cycle (including prepayments and penalty interest and charges).

This estimation, by nature, requires an element of judgement regarding the expected behaviour and life-cycle of the instruments, as well expected changes to India's base rate and other fee income/expense that are integral parts of the instrument.

### **3.2 Impairment of financial assets using the expected credit loss method**

The impairment provisions for financial assets are based on assumptions about risk of default and expected loss rates. The Company uses judgement in making these assumptions and selecting the inputs to the impairment calculation, based on the Company's history, existing market conditions as well as forward looking estimates at the end of each reporting period.

## **2.15 Provisions, Contingent Liabilities and Contingent Assets**

The Company creates a provision when there is a present obligation as a result of past events and it is probable that there will be outflow of resources and a reliable estimate of the obligation can be made of the amount of the obligation. Contingent liabilities are not recognised but are disclosed in the notes to the Ind AS financial statements. A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. When there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made.

Provisions are reviewed at each balance sheet date and adjusted to reflect the current best estimate. If it is no longer probable that the outflow of resources would be required to settle the obligation, the provision is reversed. Contingent assets are not recognised nor disclosed in the Ind AS financial statements

FRONTLINE SECURITIES LIMITED  
M-6, IInd floor, M-Block Market, Greater Kailash-II, New Delhi-110048  
CIN NO.U65100DL1994PLC058837  
Statement of Changes In Equity  
For the year ended 31st March 2022  
Equity Share Capital

	particulars	note no.	Number	Rs. In Lacs amount
As at 31 March ,2021		20	9970541	498.53
As at 31 March ,2022		20	9970541	498.53

B. Other Equity

	Reserves And Surplus				Other Comprehensive Income	
PARTICULARS	Capital Redemption Reserve	General Reserve	RBI RESERVE FUND	Retained Earning	Equity Instruments Through Other Equity	Total Equity
As at 31 March , 2021	357.71	50.48	1,369.42	2,861.11	78.90	4,717.62
Profit for the Year				428.48		428.48
Transactions with owners in their capacity as owners						-
Buy back of shares						-
Transfer to Statutory Reserve			228.02	(228.02)		-
Dividend Paid						-
Payment of Dividend Distribution Tax						-
Short /excess Provision Made in last year				(10.70)		(10.70)
other IND AS adjustments						-
other comprehensive income				0.00	612.47	612.47
realised gain/(loss) transferred to surplus				711.63	-711.63	-
-Remeasurement of defined employee benefit plan( Net)					0.80	0.80
closing balance on 31-03-2022	357.71	50.48	1,597.44	3,762.50	(19.47)	5,748.67
As at 31 March , 2020	357.71	50.48	1,316.79	2,348.86	(809.24)	3,264.60
Profit for the Year				263.15		263.15
Transactions with owners in their capacity as owners						-
Buy back of shares						-
Transfer to Statutory Reserve			52.63	(52.63)		-
Dividend Paid						-
Payment of Dividend Distribution Tax						-
Short /excess Provision Made in last year				0.39		0.39
other IND AS adjustments						-
other comprehensive income					1189.44	1,189.44
realised gain/(loss) transferred to surplus				301.33	(301.33)	-
-Remeasurement of defined employee benefit plan( Net)					0.03	0.03
closing balance on 31-03-2021	357.71	50.48	1,369.42	2,861.11	78.90	4,717.62

Significant Accounting Policy & Notes to Accounts

1 to 44

FOR AND ON BEHALF OF THE BOARD

Sd  
(RAKESH K. JAIN)  
Director  
DIN : 00050524

Sd  
(ATUL KUMAR JAIN)  
Director  
DIN :00133750

"AS PER OUR REPORT ATTACHED OF EVEN DATE"  
For M/s WALECHA INDER & ASSOCIATES  
Chartered Accountants  
Firm's Registration Number : 014205N

Sd  
(Walecha Inder Jeet)  
Partner  
M.No: 093694

Place : Noida  
Date: 08-08-2022  
UDIN: 22093694AQQQK5826

note. 3 **CASH AND CASH EQUIVALENTS**

(Amount in lacs)

Particulars	As at March 31,2022	As at March 31,2021
<b>Balance With Bank</b>		
In current account	1.55	0.96
cash in hand	0.10	0.03
<b>TOTAL</b>	<b>1.65</b>	<b>0.99</b>

note.4 **BANK BALANCE OTHER THAN CASH AND CASH EQUIVALENTS ABOVE**

(Amount in lacs)

Particulars	As at March 31,2022	As at March 31,2021
<b>Balance With Bank</b>		
In Earmarked Account		
Unpaid Dividend	6.62	8.90
Margin Money With Depository	10.00	10.00
In Fixed Deposits *	125.00	125.00
<b>TOTAL</b>	<b>141.62</b>	<b>143.90</b>

\* FD of is under lien with bank for overdraft facility

note 8 **OTHER FINANCIAL ASSETS**

(Amount in lacs)

Particulars	As at March 31,2022	As at March 31,2021
<b>(considered good)</b>		
Security Deposits	0.09	0.34
Interest Accrued But Not received	1.74	3.24
input tax credit	0.23	0.01
Dividend Receivables	0.06	-
Advance to Staff	0.10	-
<b>Total</b>	<b>2.22</b>	<b>3.59</b>

note 09 **Income tax**

a) **The Components of Income Tax expense for the years ended 31 March , 2021 and 31 March , 2022 are:-**

(Amount in lacs)

Particulars	As at March 31,2022	As at March 31,2021
Current tax	214.25	186.41
Deffered Tax	33.85	13.83
<b>total</b>	<b>248.09</b>	<b>200.24</b>

b) **Reconciliation of Tax Expenses**

(Amount in lacs)

Particulars	As at March 31,2022	As at March 31,2021
<b>Profit before tax to taxable profits</b>	<b>676.58</b>	<b>464.72</b>
<b>Tax at Enacted tax rare 25.168%</b>	<b>170.28</b>	<b>129.28</b>
<b>Tax reversals</b>	<b>-79.77</b>	<b>(33.83)</b>
<b>effect of non - deductible expense</b>	<b>157.58</b>	<b>104.79</b>
<b>total</b>	<b>248.09</b>	<b>200.24</b>

c) The balance comprises temporary differences attributable to below items and corresponding movement in deferred tax asset/ (Liability)

(Amount in lacs)

Particulars	As at March 31,2022	As at March 31,2021
<b>Deffered tax Liability</b>		
Depreciation on property, plants and equipment	30.09	10.79
Fair Value Changes	25.17	43.14
<b>Deffered tax Assets</b>		
Capital losses	41.42	42.07
Fair Value Changes		
Depreciation on property, plants and equipment		
Others	0.00	2.16
Mat Credit Entitlement	0.00	7.78
<b>(Deffered tax Liability)/deferred tax Assets</b>	<b>(13.84)</b>	<b>(1.92)</b>

**Note 12 OTHER NON FINANCIAL ASSETS**

Particulars	(Amount in lacs)	
	As at March 31,2022	As at March 31,2021
advance to supplier	0.06	0.54
Prepaid Expenses	1.88	2.58
Advance Tax/TDS (Net of provision)	6.34	6.31
gratuity trust	1.48	1.99
<b>TOTAL</b>	<b>9.76</b>	<b>11.42</b>

**Note 13 Trade Payables**

Particulars	(Amount in lacs)	
	As at March 31,2022	As at March 31,2021
i) Total outstanding Dues to micro and Small Enterprises*	-	-
ii) Total outstanding Dues to creditors other than micro and Small Enterprises	0.28	1.22
	<b>0.28</b>	<b>1.22</b>

\*The details of amounts outstanding to Micro, Small and Medium Enterprises under the Micro, Small and Medium Enterprise Development Act, 2006 (MSMED Act) based on the information given by the management, are as under:

Particulars	As at March 31,2022	As at March 31,2021
Principal amount due and remaining unpaid	Nil	Nil
Interest due on (1) above and the unpaid interest	Nil	Nil
Interest paid on all delayed payment under the MSMED Act	Nil	Nil
Payment made beyond the appointed day during the year	Nil	Nil
Interest due and payable for the period of delay ther than (3) above	Nil	Nil
Interest accrued and remaining unpaid	Nil	Nil
Amount of further interest remaining due and payable in succeeding years	Nil	Nil

**Trade Payables Ageing Schedule**

As at March 31, 2022

Particulars	Outstanding for following periods from due date of payment				Total
	Less than 1 year	1-2 year	2-3 year	More than 3 year	
Total outstanding dues of micro enterprises and small enterprises		-	-	-	-
Total outstanding dues of creditors other than micro enterprises and small enterprises	0.28	-	-	-	0.28
Disputed dues of micro enterprises and small enterprises	-	-	-	-	-
Disputed dues of creditors other than micro enterprises and small enterprises	-	-	-	-	-
<b>Total</b>	<b>0.28</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>0.28</b>

As at March 31, 2021

Particulars	Outstanding for following periods from due date of payment				Total
	Less than 1 year	1-2 year	2-3 year	More than 3 year	
Total outstanding dues of micro enterprises and small enterprises				-	-
Total outstanding dues of creditors other than micro enterprises and small enterprises	1.17	0.05	-	-	1.22
Disputed dues of micro enterprises and small enterprises	-	-	-	-	-
Disputed dues of creditors other than micro enterprises and small enterprises	-	-	-	-	-
<b>Total</b>	<b>1.17</b>	<b>0.05</b>	<b>-</b>	<b>-</b>	<b>1.22</b>

**Note 14** \*The company has not accepted any Deposits from Directors /KMP'S . The Deposits have not been guranteed by Directors or others.

**note15 Other Financial Liability**

Particulars	(Amount in lacs)	
	As at March 31,2022	As at March 31,2021
Unclaimed Dividend*	6.62	8.90
Commission and Brokerage payable		-
Marketting Brokerage payable		-
	6.62	8.90

\*Does not include any amounts, due and outstanding, to be transferred to the Investor Education and Protection Fund created pursuant to Section 125 of the Companies Act, 2013.

**note 16 PROVISIONS**

Particulars	(Amount in lacs)	
	As at March 31,2022	As at March 31,2021
Gratuity Payable (Refer note no 36)	0.00	
CSR provision	16.56	
	16.56	-

**Note 17**

**(A)Current Tax Asset (Net)**

Particulars	(Amount in lacs)	
	As at March 31,2022	As at March 31,2021
advance Tax	220.95	
Less:-Provision for taxation (net)	-214.25	0.00
	6.70	-

<b>Current Tax Liabilities (Net)</b>	<b>(Amount in lacs)</b>	
	<b>As at March 31,2022</b>	<b>As at March 31,2021</b>
<b>Particulars</b>		
Provision for taxation (net)	214.25	
Less advance Tax	-214.25	
	-	-

**note 18 Other Non Financial Liability**

	<b>(Amount in lacs)</b>	
	<b>As at March 31,2022</b>	<b>As at March 31,2021</b>
<b>Particulars</b>		
Employee payable	1.22	2.07
Other payable *	1.25	0.79
G.S.T Payable	9.90	7.65
P.F. Payable	0.11	0.18
TDS payable	0.27	0.54
	12.74	11.23

\* Out of total other payable unbilled amount Rs. 0.57 lacs for current year and Rs. 0.79 lacs for Previous year.

**Note 19 EQUITY SHARE CAPITAL**

<b>Particulars</b>	<b>As at 31.03.2022</b>		<b>As at 31.03.2021</b>	
	<b>Nos.</b>	<b>Amount</b>	<b>Nos.</b>	<b>Amount</b>
<b>AUTHORISED</b>				
Equity Shares of the FV of Rs.5/- each	2,00,00,000	1,000	2,00,00,000	1,000
<b>ISSUED, SUBSCRIBED &amp; PAID-UP</b>				
Equity shares of Rs.5/- each fully paid up	99,70,541	498.53	99,70,541	498.53
<b>Total</b>	<b>99,70,541</b>	<b>498.53</b>	<b>99,70,541</b>	<b>498.53</b>

In the event of liquidation of the company, the Equity shareholders will be entitled to receive any of remaining assets of the company, after distribution of all preferential amounts. However, no such preferential amounts exist currently. The distribution will be in proportion to the number of equity shares held by the shareholders.

The reconciliation of the number of shares outstanding and the amount of share capital as at March 31, 2021 March 31, 2022 and is set out below -

Particulars	As at 31.03.2022		As at 31.03.2021	
	Nos.	Amount	Nos.	Amount
No. of share at the beginning @ FV - Rs 5/	99,70,541	498.53	99,70,541	498.53
buy back during the year	-	-	-	-
<b>Total no. of shares at the end @ FV RS 5</b>	<b>99,70,541</b>	<b>498.53</b>	<b>99,70,541</b>	<b>498.53</b>

Details of shares held by shareholders holding more than 5% of the aggregate shares in the company

Particulars	As at 31.03.2022		As at 31.03.2021	
	Nos.	%	Nos.	%
Mr Rakesh K Jain	50,21,475	50.36	50,21,475	50.36
Ms. Purna Jain	26,03,013	26.11	25,14,221	25.22
Hope Consultants Limited	15,20,641	15.25	15,20,641	15.25
<b>Total</b>	<b>91,45,129</b>	<b>91.72</b>	<b>90,56,337</b>	<b>90.83</b>

Details of shares held by Promoters:-

Particulars	As at 31.03.2022		As at 31.03.2021		% Change during the year
	Nos.	%	Nos.	%	
Mr Rakesh K Jain	50,21,475	50.36	50,21,475	50.36	0.00
Ms. Purna Jain	26,03,013	26.11	25,14,221	25.22	3.53
<b>Total</b>	<b>76,24,488</b>	<b>76.47</b>	<b>75,35,696</b>	<b>75.58</b>	<b>3.53</b>

NOTE 20 Other Equity

Particulars	As at 31.03.2022	As at 31.03.2021
<b><u>A) General Reserves</u></b>		
Opening Balance	50.48	50.48
(+) Current year transfer	-	-
Closing Balance	50.48	50.48
<b><u>B) Security Premium</u></b>		
Opening Balance	-	-
(+) Current year transfer	-	-
(-) Deduction for current year (used for buy back of shares)	-	-
Closing Balance	-	-
<b><u>C) RBI Reserve Fund</u></b>		
Opening Balance	1,369.42	1,316.79
(+) Current year transfer	228.02	52.63
Closing Balance	1,597.44	1,369.42
<b><u>D) Capital Redemption Reserve</u></b>		
Opening Balance	357.71	357.71
(+) Current year transfer	-	-
Closing Balance	357.71	357.71

**E) Retained earnings**

Opening Balance	2,861.11	2,348.86
a) (+) Net Profit/ (Net Loss) for the current year	428.48	263.15
<b>ind as adjustments</b>		
(+) Proposed Dividend		-
(+) Proposed Dividend Tax		-
(-)/(+) net loss / Gain on fair value changes	711.63	301.33
(-) Creation of Dta on fair value change		
<b>other ind as adjustments</b>		
(-) Buy Back of Shares		
(-) dividend paid	-	-
(-) ddt paid	-	-
(-) Transfer to RBI Reserves	(228.02)	(52.63)
(+/-) Mat credit adjustment	-7.78	-
(+) Excess/(short) provision made in the previous year	-2.92	0.39
<b>Closing Balance</b>	<b>3,762.50</b>	<b>2,861.11</b>

**F) other comprehensive income**

opening bal	78.90	(809.24)
realised and unrealised gain/(loss )on Equiy Instruments (Net of Taxes)	612.47	1,189.44
-Remeasurement of defined employee benefit plan( Net)	0.80	0.03
realised gain/ loss transferred to retained earning	-711.63	(301.33)
<b>Closing Balance</b>	<b>(19.47)</b>	<b>78.90</b>
<b>Total</b>	<b>5,748.67</b>	<b>4,717.62</b>

Nature and purpose of reserve

**a) Securities Premium**

Securities premium reserve is used to record the premium on issue of shares. The reserve can be utilised only for limited purposes such as issuance of bonus shares in accordance with the provisions of the Companies Act 2013.

**b) Capital Redemption Reserve**

The Capital Redemption Reserve is required to be created on buy-back of equity shares. The Company may issue fully paid up bonus shares to its members out of the capital redemption reserve.

**c)General reserve**

The general reserve is used from time to time to transfer profits from retained earnings for appropriation purposes. As the general reserve is created by a transfer from one component of equity to another and is not an item of other comprehensive income, items included in the general reserve will not be reclassified subsequently to profit or loss.

**d)RBI Reserve Fund**

Created pursuant to Section 45-IC of the Reserve Bank of India Act, 1934.

**note.5 TRADE RECEIVABLES**

(Amount in lacs)

Particulars	As at March 31,2022			As at March 31,2021		
	Exposure	Loss Allowance	Net amount	Exposure	Loss Allowance	Net amount
Considered Good - Secured	-	-	-	-	-	-
Considered Good - Unsecured*	60.67	-	60.67	49.12	-	49.12
Trade Receivable having Significant increase in Credit Risk	-	-	-	-	-	-
Trade Receivable - Credit Impaired	-	-	-	-	-	-
<b>Total</b>	<b>60.67</b>		<b>60.67</b>	<b>49.12</b>		<b>49.12</b>

*\*All Trade Receivables are due for less than 6 months*

*\* No Trade Receivables are due from Directors or any other officer of the company either severely or jointly with any other person. Nor any trade or other receivables are due from firms or Private companies in which any Director is a partner , Director or a member.*

Trade Receivables ageing schedule  
As at March 31, 2022

Particulars	Not due amount	Outstanding for following periods from due date of payment					Total
		Less than 6 months	6 months - 1 year	1-2 year	2-3 year	More than 3 year	
Undisputed Trade Receivables – considered good		0.12	-	-	-	-	0.12
Undisputed Trade Receivables – significant increase in credit risk		-	-	-	-	-	-
Undisputed Trade Receivables – credit impaired		-	-	-	-	-	-
Disputed Trade receivable – considered good		-	-	-	-	-	-
Disputed Trade receivable – significant increase in credit risk		-	-	-	-	-	-
Disputed Trade receivable – considered doubtful credit impaired							-
<b>Total</b>		<b>0.12</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>0.12</b>
<b>unbilled</b>							<b>60.54</b>
<b>Total Trade receivable as on 31 March 2022</b>							<b>60.67</b>

As at March 31, 2021

Particulars	Not due amount	Outstanding for					Total
		Less than 6 months	6 months - 1 year	1-2 year	2-3 year	More than 3 year	
Undisputed Trade Receivables – considered good		1.78	-	-	-	-	1.78
Undisputed Trade Receivables – significant increase in credit risk		-	-	-	-	-	-
Undisputed Trade Receivables – credit impaired		-	-	-	-	-	-
Disputed Trade receivable – considered good		-	-	-	-	-	-
Disputed Trade receivable – significant increase in credit risk		-	-	-	-	-	-

Disputed Trade receivable – considered doubtful credit impaired							-
<b>Total</b>		1.78	-	-	-	-	1.78
unbilled							47.34
<b>Total Trade receivable as on 31 March 2022</b>							<b>49.12</b>

**note.6 OTHER RECEIVABLES**

(Amount in lacs)

Particulars	As at March 31,2022			As at March 31,2021		
	Exposure	Loss Allowance	Net amount	Exposure	Loss Allowance	Net amount
Considered Good - Secured	-	-	-			
Considered Good - Unsecured*	-	-	-			
-amount receivable from employee	-	-	-	-	-	-
Trade Receivable having Significant increase in Credit Risk	-	-	-			
Trade Receivable - Credit Impaired	-	-	-			
<b>Total</b>	-		-	-		-

*\*All Receivables are due for less than 6 months*

*\* No Receivables are due from Directors or any other officer of the company either severely or jointly with any other person. Nor any receivables are due from firms or Private companies in which any Director is a partner , Director or a member.*

		(Amount in lacs)			
note 7	Investments	Face Value	Quantity in nos.		value
	Particulars		As at March 31,2022	As at March 31,2021	As at March 31,2022
(A)	<u>Investments in Equity instruments</u>				
	<u>At deemed cost(Unquoted )</u>				
	Lumax Automotive Systems Ltd	10	50	50	0.00
	Jord Engineering (I) Ltd.	10	100	100	0.00
	FCSL Asset Mangement Limited	10	5000090	0	500.01
	FCSL Mutual fund trustee limited	10	90	0	0.01
	Ballmer lawerie cont. ltd	10	200	200	0.00
	<b>Total Equity shares Unquoted (i)</b>		<b>5000530</b>	<b>350</b>	<b>500.02</b>
	<u>At FVTOCI (quoted shares)</u>				
	Aditya Birla Capital Ltd.	10	0	35000	0.00
	Arti Drugs Limitd	1	0	1000	0.00
	Ambuja Cement	10	0	7250	0.00
	APL APOLLO TUBES LIMITED	10	1500	0	13.72
	Ashok Leyland Ltd.	1	0	70000	0.00
	Avanti Feeds	1	0	3000	0.00
	Axis Bank Limited	2	250	5500	1.90
	Bank Of Baroda	2	23000	0	25.67
	Bharat Dynamic Limited	10	6000	0	32.96
	BHARTI ARTL	5	0	2500	0.00
	CAN FIN HOMES LTD	2	0	2400	0.00
	CANARA BANK	10	17000	7500	38.72
	CIPLA LTD.	5	2050	2050	20.87
	CHAMBAL FERT	10	22200	0	93.71
	COROMNFERT	1	1250	6750	9.99
	DCM SHRIRAM LIMITED	2	0	2750	0.00
	DEN NETWORK	10	0	12500	0.00
	Dr Lalchandani Labs Ltd	10	0	24000	0.00
	DELTA CORP LIMITED	1	4500	0	14.85
	DR REDDY LAB. LTD	5	100	300	4.30
	DHANUKA AGRITECH LIMITED	2	6250	0	44.86
	ESCORTS	10	0	1050	0.00
	EXIDE INDUSTRIES LTD	1	12500	0	18.89
	Finolex Cables Ltd.	2	0	32000	0.00
	FINOLEX PIPE	2	90000	0	139.19
	GAIL INDIA LTD	10	24500	3000	38.13
	GLENMARK	1	1500	4500	6.63
	Godrej Agrovet Ltd.	10	0	1750	0.00
	GUJ. STATE FERTILIZER & CHEM. LTD	10	29000	3000	46.99
	HATHWAY CABLE & DATACOM				
	LIMITED	2	0	12500	0.00
	HCL TECHNOLOGY	2	500	100	5.82
	HDFC LIFE INSURANCE COMPANY				
	LIMITED	10	16500	1500	88.80
	HDFC LTD	2	250	950	5.98
	HDFC Bank Ltd	1	5500	0	80.87
	HEIDELBERG CEMENT INDIA LTD	10	0	5000	0.00
	HIND UNI LT	1	1550	700	31.75
	HINDUSTAN AERONAUTICS LIMITED	10	1700	0	25.24
	HINDALCO INDUSTRIES LTD.	1	0	1750	0.00
	ICICI PRUDENTIAL LIFE INSURANCE				
	COMPANY LIMITED	10	0	1000	0.00
	ICICI SECURITIES LTD	5	0	13250	0.00
	ICICI BANK	2	14000	0	102.24
	ICICI LOMBARD GENERAL INSURANCE				
	COMPANY LIMITED	10	2300	0	30.55
	ICICI PRUDENTIAL LIFE INSURANCE				
	COMPANY LIMITED	10	7500	0	37.57
	INDIACEM	10	0	4750	0.00
	INDIAMART INTERMESH LIMITED	10	225	0	9.73
	INDIAN ENERGY EXCHANGE LIMITED	1	30000	0	67.41
	INDIAN OVERSEAS BANK	10	335000	0	60.80
	IDFC Bank Ltd.	10	60000		23.79
	Infosys Limited	5	400	3300	7.63
	IRCON INTERNATIONAL LTD	2	0	2000	0.00
	ITC LTD	1	0	4500	0.00
	Jaiprakash Power Ventures Ltd	10	300000	950000	20.40
	JINDAL STEEL & POWER LTD	1	0	15250	0.00
	JK LAKSHMI	5	5900	0	28.02
	JK TYRE & IND	2	53000	0	62.20
	KAVERI SEED	2	1250	0	6.84
	kotak mahindra bank	5	200	950	3.51
	Larsen Turbo Ltd	2	0	3500	0.00
	LIC HOUSING FINANCE	2	4000	12000	14.36
	Maruti Suzuki India Ltd	5	300	350	22.68
	MISHRA DHATU NIGAM LIMITED	10	1500	12000	2.48
	Motherson Sumi Systems Ltd	1	23000	0	32.05
	MOTHERSON SUMI WIRING INDIA				
	LIMITED	1	23000	0	14.82
	National Aluminium Company Ltd.	5	0	145000	0.00
	NATIONAL BUILDINGS CONSTRUCTION				
	CORPORATION LIMITE	1	65000	0	23.60

NATIONAL THERMAL POWER COR. LTD	10	15000	0	20.25	0.00
NCL INDUSTRIES LTD	10	14750	0	26.22	0.00
NIPPON LIFE INDIA ASSET MANAGEMENT LIMITED	10	9500	0	33.03	0.00
OPTIEMUS	10	7000	17500	22.33	21.23
PI INDUS.LTD	10	0	1550	0.00	34.95
PIDILITIND	5	0	200	0.00	3.62
PROCTER & GAMBLE	2	0	50	0.00	6.34
PROCTER & GAMBLE HEALTH LIMITED	2	0	25	0.00	1.55
Punjab National bank	2	0	25000	0.00	9.16
RALLIS	1	0	8500	0.00	21.49
Reliance Capital Ltd.	10	60	60	0.01	0.01
Reliance CommunicaionVentures Ltd	5			0.00	0.00
Reliance Home Finance Ltd.	10	60	60	0.07	0.08
Reliance Industries	10	2000	200	52.70	4.01
Reliance Power Ltd.	10	300	300	0.04	0.01
RELIANCEP1	10	0	500	0.00	5.45
rites LTD	10	0	2500	0.00	6.02
SASKEN	10	0	1300	0.00	11.37
SANDHAR TECHNOLOGIES LIMITED	10	11000	0	24.06	0.00
SBI LIFE INSURANCE COMPANY LIMITED	10	3300	1000	37.01	8.81
Shipping Corporation of India Ltd.	10	0	12000	0.00	13.28
Shree Cement Ltd.	10	0	50	0.00	14.73
SRF Ltd	10	4450	0	119.23	0.00
SRI DIGV CEM	10	0	80000	0.00	49.44
STATE BANK OF INDIA	10	7000	0	34.55	0.00
SYNGENE	10	0	4000	0.00	21.73
Tata Motors Ltd	2	4000	0	17.35	0.00
Tata Steel Ltd	10	2200	0	28.76	0.00
TATASPONGE	10	6750	0	48.51	0.00
TECH MAHINDRA	5	0	1050	0.00	10.41
TRIDENT LIMITED	1	0	50000	0.00	7.03
TV18 Broadcast Ltd	2	35500	198500	26.29	57.07
UTIAMC	10	4100	6000	40.77	34.96
VALIANT ORGANICS LTD	10	0	500	0.00	6.46
VEDANTA LIMITED	10	3000	0	12.10	0.00
YESBANK	10	30000	0	3.69	0.00
ZYDUS LIFESCIENCES LIMITED	10	29000	0	101.07	0.00
Zee Entertainment Enter. Ltd	1	13300	80000	38.35	162.56
<b>Total Equity shares Quoted(ii)</b>		<b>13,96,445.00</b>	<b>19,08,995.00</b>	<b>2,046.86</b>	<b>1548.43</b>
<b>Sub -Total Equity Shares A =(i+ii)</b>		<b>63,96,975.00</b>	<b>19,09,345.00</b>	<b>2,546.88</b>	<b>1548.45</b>

(B) **Investment in Mutual Fund**

At FVTOCI (Equity)					
DSP BlackRock US Flexible Equity Fund - Direct Plan - Growth	107377	51288	48.41	20.32	
ICICI Prudential US Bluechip Equity Fund - Direct Plan - Growth	97898	54631	48.71	24.31	
Axis blue chip Fund - Direct Plan - Growth	193429	160230	96.58	68.34	
Axis Midcap Fund - Direct Plan - Growth	36283	36283	27.40	21.92	
DSP Equity Opportunities Fund-Regular Plan - Growth	0	5126	0.00	15.09	
DSP Healthcare Fund - Direct Plan - Growth	46535	129732	10.75	25.86	
DSP Top 100 Equity Fund - Direct Plan - Growth	0	1800	0.00	4.81	

HDFC Capital Builder Fund -Direct Plan - Growth Option	0	17140	0.00	64.34
HDFC Top 100 Fund -Direct Plan - Growth Option	5123	0	37.70	0.00
HDFC Equity Fund -Direct Plan - Growth Option	0	1016	0.00	8.61
ICICI Prudential Technology Fund - Direct Plan - Growth	33072	0	58.05	15.47
ICICI Prudential Bluechip Fund - Direct Plan - Growth	30201	0	21.33	0.00
Kotak Bluechip fund - direct - growth	2319	0	9.45	0.00
Kotak Flexicap Fund - Growth - Direct	0	110962	0.00	54.07
Motilal Oswal Focused 25 Fund (MOF25)- Direct Plan Growth Option	0	39812	0.00	13.11
MOST Focused Multicap 35-Direct Plan-Growth Option	0	177148	0.00	59.60
Nippon India Large Cap Fund - Direct Plan Growth Plan - Growth	67471	0	37.08	0.00
Nippon India US Equity opportunity Fund	38748	0	10.13	0.00
Nippon India Banking Fund - Direct Plan Growth Plan - Growth	0	5422	0.00	16.59
SBI HEALTHCARE OPPORTUNITIES FUND - DIRECT PLAN - GROWTH	1986	9944	4.86	21.23
SBI Technology Opportunities Fund - DIRECT PLAN - GROWTH	1247	0	2.14	0.00
UTI Pharma & Healthcare Fund-Growth Option- Direct	6768	0	11.59	0.00
<b>Total Mutual Fund Equity (a)</b>	<b>463182</b>	<b>694617</b>	<b>424.18</b>	<b>433.68</b>

<b>At FVTPL (Debt)</b>				
Axis Gold Fund - Direct Plan - Growth option	430454	515913	72.54	76.02
HDFC Gold Fund-Direct Plan	579477	579477	96.51	84.21
Axis Liquid Fund - Direct Plan - Growth Option	12175	11442	287.82	261.44
DSP Liquidity Fund - Direct Plan - Growth	1196	1291	36.40	37.96
HDFC Liquid Fund -Direct Plan - Growth Option	10012	8932	418.98	361.45
Kotak Liquid - Growth - Direct	4076	4196	175.41	174.53
ICICI Prudential Liquid - Direct Plan - Growth	66752	13956	210.44	42.53
SBI Liquid Fund - DIRECT PLAN -Growth	10564	13023	352.09	419.54
UTI- Liquid Cash Plan - Direct Plan - Growth Option	5075	7410	177.02	249.75
Nippon India Low Duration Fund- Growth Plan - Growth Option	1	1	0.04	0.04
<b>Total Mutual Fund Debt (b)</b>	<b>1119781.68</b>	<b>1155640.34</b>	<b>1827.25</b>	<b>1707.46</b>

<b>Sub- Total Mutual Fund (B)=(a+b)</b>	<b>1582964</b>	<b>1850257</b>	<b>2251.43</b>	<b>2141.14</b>
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**Bonds**

(C)

<b>At Amortised Cost</b>				
01006 GOI 2021 10.25	0	50000	0.00	59.11
CENTRAL GOVT LOAN 23150 SOVEREIGN GOLD BONDS 2.50%				
MAY 2028 SR-II 2020-21 FV 4590	2389	250	113.53	12.45
Central Government Loan	0	62000	0.00	62.45
NTPC Limited	23500	23500	0.00	0.00
<b>Sub-TOTAL Bonds (C)</b>	<b>25889</b>	<b>135750</b>	<b>113.53</b>	<b>134.01</b>

<b>Total Investments (A+B+C)</b>	<b>8005828</b>	<b>3895352</b>	<b>4911.85</b>	<b>3823.62</b>
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<b>Total Investment at deemed cost</b>			500.02	0.00
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<b>Total Investment at FVTPL</b>			1827.25	1707.46
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<b>Total Investment at FVTOCI</b>			2471.05	1982.12
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<b>Total Investment at Amortised Cost</b>			113.53	134.01
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<b>Investment In India</b>			<b>4911.85</b>	<b>3823.62</b>
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<b>Investment In Outside India</b>			-	-
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**Note 1.** The Equity Securities which are not held for trading , for which the company has made an irrevocable election at initial recognition to recognise changes in Fair Value through OCI rather than profit and loss account as these are strategic investments and the company considered this to be more relevant.

**Note 2:-**For investment in equity unlisted shares- cost carried in balancesheet has been taken as best estimate of fair value in case of non availability of sufficient and recent information as per Ind as 109 financial instruments.

**Note 10**

**Property Plant and Equipment**

Particulars	Own Assets													Leased Assets	Rs in lacs
	Building at Tech zone IV , Greater Noida	Building at E169, Masjid Moth, New Delhi	Vehicle	Office Equipmen ts	Co work Office Equipmen t	Lift	Fire Fighting Equipmen ts	Computer Equipmen ts	Furniture & Fixture	Co work furniture	Electrical Equipmen ts	Co work electrical	Right of use under lease	Total	
Gross Carrying Amount															
opening Gross Carrying Amount	691.22	-	40.71	7.48	5.01	50.07	11.77	2.69	2.75	9.14	39.90	2.22	528.04	1,391.00	
Additions	-	-	-	0.11	-	-	-	-	0.22	-	0.13	-	-	0.45	
Disposals and Transfers	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Closing Gross Carrying Amount	691.22	-	40.71	7.59	5.01	50.06	11.77	2.69	2.97	9.14	40.03	2.22	528.04	1,391.45	
Accumulated depreciation															
opening accumulated Depretiation	57.22	0.00	12.60	3.18	0.73	6.55	1.56	2.20	2.13	1.23	7.62	0.26	45.45	140.73	
Depretiation Charged During the year	21.90	-	4.84	1.20	0.48	4.52	0.76	0.39	0.17	0.87	3.79	0.13	5.36	44.40	
Disposal aand Transfers	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Closing Accumulated depreciation	79.12	0.00	17.43	4.37	1.20	11.07	2.32	2.59	2.30	2.10	11.42	0.38	50.81	185.13	
Net Carrying Amount at 31 March ,2021	612.11	0.00	23.29	3.22	3.80	39.00	9.45	0.10	0.67	7.04	28.62	1.84	477.22	1,206.35	
Gross Carrying Amount															
opening Gross Carrying Amount	691.22	-	40.71	7.59	5.01	50.06	11.77	2.69	2.97	9.14	40.03	2.22	528.04	1,391.45	
Additions	0.25	-	-	-	-	-	-	-	-	-	-	-	-	0.25	
Disposals and Transfers	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Closing Gross Carrying Amount	691.47	-	40.71	7.59	5.01	50.05	11.77	2.69	2.97	9.14	40.03	2.22	528.04	1,391.69	
Accumulated depreciation															
opening accumulated Depretiation	79.12	0.00	17.43	4.37	1.20	11.07	2.32	2.59	2.30	2.10	11.42	0.38	50.81	185.11	
Depretiation Charged During the year	21.90	-	4.83	1.18	0.48	4.71	0.76	0.06	0.10	0.87	3.80	0.06	5.36	44.11	

Disposal and Transfers	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Closing Accumulated depreciation	101.02	0.00	22.27	5.53	1.68	15.78	3.09	2.64	2.40	2.96	15.22	0.43	56.17	229.22
Net Carrying Amount at 31 March ,2022	590.45	0.00	18.45	2.06	3.33	34.27	8.68	0.04	0.57	6.17	24.81	1.80	471.86	1,162.50

\* On Transition Date the company has elected to carry Previous GAAP Carrying Amount as Deemed Cost , Except in case of Leasehold land where relevant changes as per Adoption of IND AS 116 are made, Company has adopted IND AS 116 from 01/04/2019 and made necessary changes in corresponding figures of Previous Years.

**Note 11**

<u>Inntangible Assets</u>	<b>Computer Software</b>	
	<b>As at 31 March ,2022</b>	<b>As at 31 March ,2021</b>
<b>Gross Carrying Amount</b>		
Opening Deemed Cost *	5.37	5.37
Additions	-	-
Disposal aand Transfers	-	-
<b>Closing Gross Carrying Amount</b>	<b>5.37</b>	<b>5.37</b>
<b>Accumulated depreciation</b>		
opening accumulated Depretiation	4.94	4.78
Depretiation Charged During the year	0.16	0.16
Disposal and Transfers		
<b>Closing Accumulated depreciation</b>	<b>5.10</b>	<b>4.94</b>
<b>Net Carrying Amount</b>	<b>0.27</b>	<b>0.43</b>

**Notes:-**

- 1) \*On Transition Date the company has elected to carry Previous GAAP Carrying Amount as Deemed Cost
- 2)In respect of the intangible asset it is other than internally generated

**Note 21 Interest Income**

Particulars	(Amount in lacs)	
	For the Year Ended 31.03.2022	For the Year Ended 31.03.2021
<b>On Financial Assets Measured At Amortised Cost</b>		
Bonds	3.86	10.61
Fixed Deposits	6.97	7.81
Loans	-	-
<b>Total</b>	<b>10.83</b>	<b>18.42</b>

**Note 22 Commission and Brokerage**

Particulars	(Amount in lacs)	
	For the Year Ended 31.03.2022	For the Year Ended 31.03.2021
Commission from Mutual Fund Distribution	658.08	485.48
Referral Fees	4.65	6.36
	-	-
	<b>662.73</b>	<b>491.84</b>

**Note 23 Net gain / loss on Fair Value Changes**

Particulars	(Amount in lacs)	
	For the Year Ended 31.03.2022	For the Year Ended 31.03.2021
Net Gain/loss on Fair Value changes (Mutual Fund -Debt)	60.07	7.97
	<b>60.07</b>	<b>7.97</b>

**Note 24 Other Income**

Particulars	(Amount in lacs)	
	For the Year Ended 31.03.2022	For the Year Ended 31.03.2021
gratuity income	0.00	3.95
Misc Income	0.10	1.44
	<b>0.10</b>	<b>5.39</b>

**Note 25 Finance Cost**

Particulars	(Amount in lacs)	
	For the Year Ended 31.03.2022	For the Year Ended 31.03.2021
a) <b>On Deferred Payment Liability Measured at Amortised Cost</b>		
Interest on Leasehold Land	0.00	4.13
<b>OTHERS</b>		
Bank Interest	0.22	0.20
other interest	-	-
	<b>0.22</b>	<b>4.34</b>

**Note 26 Employee Benefits**

Particulars	(Amount in lacs)	
	For the Year Ended 31.03.2022	For the Year Ended 31.03.2021
Salary, Wages & Other Benefits	18.14	25.36
Contribution to Provident Fund & Other Funds	0.67	0.97
Staff Welfare	0.75	0.50
Gratuity (refer note no 35)	1.32	0.03
	<b>20.88</b>	<b>26.86</b>

**Note 27 Other Expenses**

Particulars	(Amount in lacs)	
	For the Year Ended 31.03.2022	For the Year Ended 31.03.2021
STT Charges	6.11	3.96
Low Value Leases (Refer Note no 39)	4.92	4.92
AGM Expenses	0.00	0.32
Printing & Stationery	0.44	0.63
Repairs & Maintenance	0.76	1.45
Advertisement	0.27	0.25
<b>Payment to Auditors :</b>		
-Statutory Audit Fee	0.21	0.21
-Tax Audit Fee	0.09	0.09
Office Maintenance Exp.	0.16	0.50
Postage & Telegram	0.14	0.06
Telephone & Internet Expenses	0.33	0.13
Electricity Expense	1.13	0.90
Software expense	3.50	1.26
balance Write off	0.05	0.25
Other Expenses	4.90	5.77
	<b>23.01</b>	<b>20.70</b>

**Note 28 The Earning Per Share (EPS) is calculated as follows**

Particulars	For the year ended 31.03.2022	For the year ended 31.03.2021
Profit attributable to Equity Share Holders (Rs. In Lacs)	428.48	263.15
No of shares in the beginning of the year	99,70,541.00	99,70,541.00
Less:-No of shares bought back	-	-
Balance No of shares at the year end	99,70,541.00	99,70,541.00
Weighted Average No of Shares	99,70,541.00	99,70,541.00
Earning per share- Basic and Diluted	<b>4.30</b>	<b>2.64</b>

The number of shares used in computing Basic & Diluted EPS is the weighted average number of shares outstanding during the year.

**Note 29 Payment to Auditor**

Particulars	(Amount in lacs)	
	For the year ended March 31,2022	For the year ended March 31,2021
<b>A) Auditor</b>		
(i) Statutory Audit Fees	0.21	0.21
(ii) Tax Audit Fees	0.09	0.09
	<b>0.30</b>	<b>0.30</b>

**Note 30 RELATED PARTY DISCLOSURE**

Following disclosures are made, as per INDIAN ACCOUNTING STANDARD (IND AS) 24-Related Party Disclosures For The Financial Year 2021-2022

**(i) Individual having significant influence or control**

Mr Rakesh K Jain  
Ms Prerna Jain

**(ii) Key Management Personnel:**

Mr. Gauri Shanker Pandey (Whole Time Director w.e.f 27.08.2019 and resigned as chief financial officer w.e.f. 08.08.2022)

**(iii) List of companies/enterprise, in which above person or their close family members have influence**

1. Frontline Capital Services Limited
2. FSL Software Technologies Limited
3. Hope Consultants Limited
4. Wonder Buildtech Private Limited
5. FC SL Asset Managemnet Limited (w.e.f 24.11.2021)
6. FSL Consultants Private Limited
7. Jain Singhal & Associates LLP
8. JSA Advisors LLP
9. Petal Resorts Private Limited
10. Vardhman Electricals Private Limited
11. RP Jain Family Management Pvt Ltd
12. FC SL Mutual Fund Trustee Limited (w.e.f 24.11.2021)
13. ABC Telecom Private Limited
14. Three-D Solutions Private Limited
15. Link8 systems Private Limited
16. Global medical handholding LLP

(B) Details of transactions relating to persons referred in item A above

Nature of transactions	Key managerial personnel	(Amount in lacs)	
		Transaction with the companies/enterprises have significant influence or	Total A+B
<b>Amount paid to key managerial personnel as remuneration, conveyance, etc.</b>	(A)	(B)	
- Current Year Mr G S Pandey	CY	1.86	1.86
	PY	(7.46)	(7.46)
- Current Year Ms. Pooja Gupta	CY	-	-
	PY	(3.08)	(3.08)
<b>Rent paid</b>			
- Current Year	CY	4.92	4.92
previous year	PY	(4.92)	(4.92)
<b>Brokerage paid to Frontline Capital Services Limited</b>			
- Current Year	CY	21.72	21.72
previous year	PY	(13.84)	(13.84)
<b>Investment Made</b>			
- Current Year	CY	500.02	500.02
previous year	PY	-	-
<b>software expenses</b>			
- Current Year	CY	3.50	3.50
previous year	PY	(1.25)	(1.25)
<b>current year</b>		<b>1.86</b>	<b>530.15</b>
<b>previous year</b>		<b>(10.54)</b>	<b>(20.01)</b>
<b>Balance outstanding as on 31.03.2022</b>			
<b>Remuneration payable</b>			
- Current Year	0.00	-	-
previous year	(0.45)	(0.45)	(0.45)
<b>Amount receivable from broker (Frontline Capital Services Limited)</b>			
- Current Year		0.03	0.03
previous year		(22.83)	(22.83)
<b>Investment made</b>			
- Current Year		500.02	500.02
previous year		-	-

Previous year figures have been shown under bracket and italics

**Note 31** SEGMENT REPORTING

The company operates in one geographical segment, i.e. India and has identified four business segments i.e. Segment-I which is Consultancy Commission & Brokerage Segment-II Investments in Bonds, Fixed Deposits & Loans & Advances and Segment-III Renting and Co- Work and Segment-IV Other unallocated investment activities. Segment Profit & Loss is measured on the basis of Operating Profit or Loss of each respective segment. Segment Assets and Liabilities have been apportioned similarly

Disclosure as required under Ind AS-108 "Operating Segments" is as under:-

(Amount in lacs.)

	Service, Commission & Brokerage	Investment in Bonds/ FDR/Loans & Advances	Renting and Co - Work	Unallocated	Total
<b>Segment Revenue (A)</b>					
- Current Year	685.46	10.83	4.44	111.25	<b>811.98</b>
- Previous Year	522.67	18.39	2.06	55.36	<b>598.48</b>
<b>Segment expense (B)</b>					
- Current Year	38.43	38.43	1.13	13.14	<b>91.12</b>
- Previous Year	40.09	40.09	5.03	3.98	<b>89.19</b>
<b>Depreciation</b>					
- Current Year	7.42	7.42	29.43	-	<b>44.27</b>
- Previous Year	7.91	7.91	28.73	-	<b>44.56</b>
<b>Exceptional Item</b>					
- Current Year	-	-	-	-	-
- Previous Year	-	-	-	-	-
<b>Segment Result (A) - (B) - (C)</b>					
- Current Year	639.62	-35.01	-26.12	98.11	<b>676.59</b>
- Previous Year	474.67	-29.61	-31.70	51.38	<b>464.72</b>
<b>Segment Assets (A)</b>					
- Current Year	102.94	177.27	1085.52	4931.50	<b>6297.23</b>
- Previous Year	55.14	144.29	1200.63	3839.36	<b>5239.42</b>
<b>Segment Liabilities (B)</b>					
- Current Year	6.51	6.51	0.00	37.02	<b>50.04</b>
- Previous Year	5.77	5.77	0.00	11.72	<b>23.27</b>
<b>Capital Employed (A-B)</b>					
- Current Year	96.44	170.76	1085.52	4894.49	<b>6247.19</b>
- Previous Year	49.37	138.52	1200.63	3827.64	<b>5216.15</b>

Previous year figures have been shown under bracket

**Note 32 Exceptional item**

During current Year there has been no occurrence of any exceptional item .

**Note 33 Corporate Social Responsibility**

As per section 135 of the Companies Act, 2013, the gross amount suggested to be spent by the Company during the year ended March 31, 2022 was Rs. 10.70 Lacs (Previous year ended March 31, 2021 Rs Nil). The Company had spent Rs. 10.70 Lacs (Previous year Rs. Nil) on various CSR initiatives which includes contribution/donations made to the trusts which are engaged in activities as per section 135 of the Companies Act, 2013 read with Schedule VII to the said Act . During the financial Year 2021-22 there is no Shortfall at the end of the year. Further, Provision of Rs. 16.56 Lacs have been created for the year Financial Year 2022-23.

**Note 34** Previous year's figures have been regrouped and reclassified wherever required.

**Note 35 Employee Benefits**

**A) GRATUITY**

The employees' Group Gratuity Scheme is managed by Life Insurance Corporation of India. The present value of obligation is determined based on actuarial valuation using the Projected Unit credit Method, which recognizes each period of service as giving rise to additional unit of employee benefit entitlement and measures each unit separately to build up the final obligation. The disclosure is as required under Ind AS-19 Employee Benefits is as under:-

Particulars	Percentage	Current Year	Percentage	Previous Year Amount
<b>Actuarial assumptions</b>				
Discount Rate Per Annum	7.51%		7.00%	
Salary Escalation	6.00%		6.00%	
<b>Reconciliation of opening and closing balances of obligation</b>				
Obligation at beginning of the year*		2.00		1.40
Current Service Cost		0.12		0.13
Interest Cost/ past service cost		0.15		0.10
Actuarial (gain) /loss		-0.80		-0.03
Less: Benefits paid		0.00		0.00
<b>Obligation at the end of the year</b>		<b>1.48</b>		<b>1.60</b>
<b>Reconciliation of opening and closing balances of fair value assets</b>				
Fair value of plan assets at beginning of		3.58		3.13
Employer contribution		0.01		
Less: Benefits Paid		-0.02		
Add: Expected return on plan assets		0.26		0.23
Fair Value of plan assets at the end of the year		<b>3.82</b>		<b>3.36</b>
<b>Amount Recognized in Balance Sheet</b>				
Present value of obligation		1.48		1.60
Fair value of plan assets		3.82		3.36
Amount Recognized in Balance Sheet		<b>-2.35</b>		<b>-1.76</b>
<b>Gratuity cost for the period</b>				
Current Service Cost		0.12		0.13
past service cost		0.15		0.10
Expected return on plan assets		-0.26		-0.23
Actuarial (gain) /loss		-0.80		-0.03
<b>Net Gratuity cost</b>		<b>-0.80</b>		<b>-0.03</b>
<b>Amount recognised in Other comprehensive Income</b>				
Actuarial Gain/ (Loss)		<b>0.80</b>		<b>0.03</b>

B) Leave accumulated during the year lapse on the balance sheet date and thus no provision for leave encashment is made.

C) Contribution to provident fund is made monthly at predetermined rates to the appropriate authorities.

D) The company has recognised the excess of obligation over value of fund as a liability during the year

**Note 36**

We have policy for asking confirmations from all vendors for their MSMED status as required under the Micro, Small and Medium Enterprises Development Act 2006 (MSMED Act). There are no Micro and Small Scale Business Enterprises, to whom the Company owes dues, which are outstanding for more than 45 days as at March 31, 2022. This information as required to be disclosed under the Micro, Small and Medium Enterprises Development Act, 2006 has been determined to the extent such parties have been identified on the basis of information available with the Company.

**Note 37 Fair Value Measurement**

**a) Fair value hierarchy**

The Company determines fair value of its financial instruments according to following hierarchy:

**Level 1:** Category includes financials assets and liabilities that are measured in whole or significant part by reference to published quotes in an active market

**Level 2:** Category includes financials assets and liabilities that are measured using a valuation technique based on assumptions that are supported by prices from observable current market transactions.

**Level 3:** Category includes financials assets and liabilities that are measured using valuation techniques based on non-market observable inputs and subsidiaries/ associates are carried at deemed cost. This means that fair value are determined in whole or in part using a valuation model based on assumptions that are neither supported by prices from observable current market transactions in the same instrument nor are they based on available market data. The main asset classes in this category are unlisted equity investments as well as unlisted funds.

An explanation of each level follows underneath the table

As at March 31 2022

Financial assets and liabilities at fair value	Level 1	Amortised cost	Total
<b>Financial Assets</b>			
<b>Financial Assets at FVTPL</b>			
Investments	1,827.25	-	1,827.25
Trade Receivable	-	60.67	60.67
Other Receivables	-	-	-
<b>Financial Assets at FVTOCI</b>			
Investments	2,471.05	-	2,471.05
<b>Financial Assets at Deemed cost</b>			
Investments	500.02	-	500.02
<b>Financial Assets at Amortised Cost</b>			
Investments	-	113.53	113.53
Cash and Cash Equivalents	-	1.65	1.65
Bank Balance Other than Cash and Cash Equivalents	-	141.62	141.62
Other Financial Assets	-	2.22	2.22
<b>Total Financial Assets</b>	<b>4,798.31</b>	<b>319.68</b>	<b>5,118.00</b>
<b>Financial Liabilities</b>			
<b>Financial Liabilities at Amortised Cost</b>			
Borrowings	-	-	-
Other Financial Liabilities	-	6.62	6.62
Trade Payables	-	0.28	0.28
<b>Total Financial Assets</b>	<b>-</b>	<b>6.90</b>	<b>6.90</b>

As at March 31 2021

Financial assets and liabilities at fair value	Level 1	Amortised cost	Total
<b>Financial Assets</b>			
<b>Financial Assets at FVTPL</b>			
Investments	1,707.47	-	1,707.47
Trade Receivable	-	49.12	49.12
Other Receivables	-	-	-
<b>Financial Assets at FVTOCI</b>			
Investments	1,982.13	-	1,982.13
<b>Financial Assets at Deemed cost</b>			
Investments	-	-	-
<b>Financial Assets at Amortised Cost</b>			
Investments	-	134.02	134.02
Cash and Cash Equivalents	-	0.99	0.99
Bank Balance Other than Cash and Cash Equivalents	-	143.90	143.90
Other Financial Assets	-	3.59	3.59
<b>Total Financial Assets</b>	<b>3,689.60</b>	<b>331.62</b>	<b>4,021.22</b>
<b>Financial Liabilities</b>			
<b>Financial Liabilities at Amortised Cost</b>			
Borrowings	-	-	-
Other Financial Liabilities	-	8.90	8.90
Trade Payables	-	1.22	1.22
<b>Total Financial Assets</b>	<b>-</b>	<b>10.12</b>	<b>10.12</b>

Note: level 2 and level 3 inputs have not been used to fair value any of the above Financial Assets or Liabilities during current or previous year

**Note 38 Financial Risk Management**

The Company is exposed to market risk, strategic, financial, security, property, IT, legal, regulatory, reputation credit risk liquidity & interest rate risk, capital management risk and other risk. The Company's risk management function is carried out by the Risk Management department that is guided and supported by Risk Management Committee that reviews risk management policy annually that advises on financial risks and the appropriate governance framework for the Company. The Risk Management Committee provides assurance to the Board that the Company's financial risk activities are governed by appropriate policies procedures and that financial risks are identified measured and managed in accordance with the Company's policies and risk objectives. The major risks are summarised below:

**Market Risk :-**

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices.

**(i) Price Risk**

The Company has quoted investments which are exposed to fluctuations in stock prices. Due to Covid-19, which has effected globally, the Indian stock market has fallen substantially and the same has impacted asset quality of the company for the year ended 31st March 2022.

The company continuously monitors market exposure for both equity and debt oriented instruments.

**(ii) Foreign exchange risk**

There are no transactions entered in foreign currency and therefore it is not exposed to foreign currency risk.

**(iii) 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. The Company may be impacted by volatility in interest rates in India which could cause its margins to decline and profitability to shrink. As the company does not have any borrowing except in nature of deferred lease liability so the company is not subject to interest rate risk on account of any fluctuation in the base rate fixed by the banks. The Company seeks to match its interest rate positions of assets and liabilities to minimize interest rate risk.

**Credit risk management**

Credit risk is the risk that one party to a financial instrument will cause a financial loss for the other party by failing to discharge an obligation. Credit risk arises mainly from loans and advances and loan commitments arising from such lending activities but can also arise from credit enhancement provided such as financial guarantees letters of credit endorsements and acceptances. Credit risk is one of the major risk for the Company's business management therefore carefully manages its exposure to credit risk. This risk is comprehensively addressed both at the strategic level and at the client level. There is a framework with risk oversight being provided by the Risk Management. During the year the Company has adopted the Ind AS while identifying and providing for the Expected Credit Losses (ECL) wherever required. The Company measures credit risk using Probability of Default (PD), Exposure at Default (EAD) and Loss Given Default (LGD). This is similar to the approach used for the purposes of measuring Expected Credit Loss (ECL) under Ind AS 109 along with the provisioning of NPA (Non-performing assets) as required by the provisioning norms of directions issued by RBI.

In case of Trade receivables the collections of trade dues are strictly monitored and all ar realisable within a period of 12 months.

The company is not active in lending loans to the company in th reporting perod hence, not associated with credit risk.

**Liquidity risk**

Liquidity risk is the risk that an entity will encounter difficulty in meeting obligations associated with financial liabilities that are settled by delivering cash or another financial asset.

The company maintains adequate liquidity in the system so as to meet its all financial liabilities timely. In addition to this, the company's overall financial position is very strong so as to meet any eventuality of liquidity tightness as the company operates on cash basis which is highly liquid.

**Contractual maturities of financial liabilities are given as under:**

(Rs in lacs)

Particulars	As At 31-03-2022	Due within 12 months from balance sheet date	Due beyond 12 months from balance sheet date
Borrowings	0.00	0.00	0.00
Trade Payable	0.28	0.28	
Other Financial liabilities	6.62	6.62	
Current tax liability	0.00	0.00	

**Capital Management Risk**

The Reserve Bank of India (RBI) sets and monitors capital adequacy requirements for the Company from time to time.

The Companies policies in respect of capital management and allocation are reviewed regularly by the Board of Directors. The Company has put in place systems for quarterly monitoring of capital adequacy and necessary mitigation plan to address deviation on a priority basis.

The company manages ts capital to ensure:-

- to continue as a going concern while maximising its return to shareholders

-an optimum capital strauture to reduce the cost of capital

The company's capital structure is determined by the Management from time to time on the basis of factors such as profitability, liquidity etc.

**Note 39 Disclosures for Leases as per Ind AS -116 on "Leases"**

The following disclosures are made in respect of leases as required under Ind AS-116 on "Leases",

(Rs in Lacs)

S. No.	Particulars	Note No	As at 31.03.2022	As at 31.03.2021
--------	-------------	---------	------------------	------------------

(i)	Depreciation Charge on Right to Use Assets	10	5.36	5.36
(ii)	Interest Expense on Lease Liabilities	25	0.00	4.13
(iii)	Short Term Leases		-	-
(iv)	Low Value Leases	27	4.92	4.92
(v)	Variable Lease Payments		0	0
(vi)	Total Cash Outflows on Right to Use Assets		0	41.94
(vii)	Additions to Right to Use Assets		0	0
(viii)	Carryig amount of Right to Use Assets	11	471.86	477.22

**Note 40** No dividend has been declared by the company during the year 2022

**Note 41**

The shareholders of Frontline Securities Limited( "The Company") has approved delisting of Equity Shares from BSE Limited with requisite majority through postal ballot, results of which were declared on March 14, 2020. Frontline Securities Limited has filed the application with the stock exchange M/s BSE Limited for grant of in-principle delisting approval on June 17, 2020. The company got delisted on 28.08.2020.

**Note 42**

- a) There were no events that occurred after the reporting period i.e. March 31, 2022 up to the date of approval of financial statements that require any adjustment to the carrying value of assets and Liabilities.
- b) All Trade receivables are expected to be collected within 12 months hence provision for impairment as per Expected credit loss method(ECL)
- c) The company does not have any contingent Liability and commitment at the year end of 31.03.2022
- d) No Loan was given by the company during the Financial year 2020-21 and FY 2021-22 therefore disclosure required by RBI as per notification no. RBI/2019-20/170 is not applicable to the company.

**Note 43** Additional Regulatory Information and other statutory Information

- (i) The Company do not have any Benami property, where any proceeding has been initiated or pending against the Company for holding
- (ii) The Company has not been declared as wilful defaulter by any bank or financial institutions or other lenders.
- (iii) During the year, the Company has not revalued its Property, Plant and Equipments.
- (iv) The Company have not traded or invested in Crypto currency or Virtual Currency during the financial year.
- (v) The Company have not advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding that the Intermediary shall:

(a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company (Ultimate Beneficiaries); or

(b) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries

(vi) The Company have not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Company shall:

(a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding

(b) provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries,

(vii) The Company have not any such transaction which is not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961.

(viii) The Company do not have any transactions with companies struck off under section 248 of the Companies Act, 2013.

(ix) The company has complied with the number of layers of company.

(x) the title deeds of immovable property are held in the name of the company

(xi) During the year no loans and advances have been granted to promoters , directors, KMPS and related parties.

(xii) **As per Master Directions - Non Banking Financial company- Non-Systemically Important Non- Deposit Taking Company (Reserve Bank) Directions 2016** all ratios That is Capital To risk-weighted assets Ratio (CRAR), Tier I CRAR, Tier II CRAR and Liquidity Coverage ratios are not applicable on the Company. Accordingly the disclosure is not applicable on the company.

**FRONTLINE SECURITIES LIMITED**

M-6, IInd floor, M-Block Market, Greater Kailash-II, New Delhi-110048

CIN NO. U65100DL1994PLC058837

(Rs in Lacs)

44. [Schedule to the Balance sheet of a Non Banking Financial company as required in terms of paragraph 18 of Non Banking Financial Company-Non-Systemically Important Non- Deposit taking Company (Reserve Bank) Directions, 2016]

**LIABILITIES SIDE**

1		Loans and advances availed by the NBFC inclusive of interest accrued thereon but not paid:	Amount Outstanding	Amount Overdue
	a.	Debentures (other than falling within the meeting of public deposits)		
		- Secured	-	-
		- Unsecured	-	-
	b.	Deferred Credits		
	c.	Term Loans	-	-
	d.	Inter-corporate loans and borrowings	-	-
	e.	Commercial Paper	-	-
	f.	Public Deposits	-	-
	g.	Other Loans – Cash credit	-	-
2	Break up of 1(f) above (Outstanding public deposits inclusive of interest accrued thereon but not paid);		Amount Outstanding	Amount Overdue
	a.	In the form of unsecured debentures	-	-
	b.	In the form of partly secured debentures i.e debentures where there is a shortfall in the value of security	-	-
	c.	Other public deposits	-	-

**ASSET SIDE**

3	Break up of Loans and Advances including bills receivables [other than those included in (4) below]:		Amount Outstanding
	a	Secured	-
	b	Unsecured	-
4	Break up of Leased Assets and stocks on hire and other assets counting towards AFC activities		Amount Outstanding
	i.	Lease Assets including lease rental under sundry debtors:	
	a.	Finance Lease	-
	b.	Operating Lease	-
	ii.	Stocks on hire including hire charges under sundry debtors:	
	a.	Assets on hire	-
	b.	Reposessed Assets	-
	iii.	Other Loans counting towards AFC activities:	
	a.	Loans where assets have been reposessed	-
	b.	Loans other than (a) above	-
5	Break up of Investments:		Amounts
	Current Investments		
	1	Quoted	
	i.	Shares – Equity	-
		- Preference	-
	ii.	Debentures and Bonds	-
	iii.	Units of mutual funds	-
	iv.	Government Securities	-
	v.	Others	-
	2	Unquoted	
	i.	Share – Equity	-
		- Preference	-
	ii.	Debentures and Bonds	-
	iii.	Units of mutual funds	-
	iv.	Government Securities	-
	v.	Others	-
	Long Term Investments		
	1	Quoted	
	i.	Shares – Equity	2,046.86
		- Preference	-
	ii.	Debentures and Bonds	113.53
	iii.	Units of mutual funds	2,251.43
	iv.	Government Securities	-
	v.	Others	-
			-
	2	Unquoted	-
	i.	Share – Equity	500.02
		- Preference	-
	ii.	Debentures and Bonds	-
	iii.	Units of mutual funds	-
	iv.	Government Securities	-

	v.	Others			-
6	Borrower group wise classification of all leased assets, stock on hire and loans and advances (Refer note 3 below);				
	Category		Amount net of provision		
			Secured	Unsecured	Total
	1	Related Parties**	-	-	-
	a.	Subsidiaries	-	-	-
	b.	Companies in the same group	-	-	-
	c.	Other than related parties	-	-	-
	Total		-	-	-
7	Investor group wise classification of all investments (current and long term) in shares and securities (both quoted and unquoted): (Refer note 4 below)				
	Category		Market Value / Break up of fair value or NAV	Book Value (Net of Provisions)	
	1	Related Parties**			
	a.	Subsidiaries	-	-	
	b.	Companies in the same group	500.02	500.02	
	c.	Other related parties	-	-	
	2	Other than related parties	4,411.83	4,411.83	
	Total		4,911.85	4,911.85	
	** As per Accounting Standard issued by the Institute of Chartered Accountants of India ('ICAI').				
8	Other Information			Amount	
	i.	Gross Non-Performing Assets			
	a.	Related Parties			-
	b.	Other than related parties			-
	ii.	Net Non-Performing Assets			
	a.	Related Parties			-
	b.	Other than related parties			-
	iii.	Assets acquired in satisfaction of debt			-
Notes:					
1	Provisioning norms shall be applicable as prescribed in these Directions				
2	All Accounting Standards and Guidance Notes issued by the Institute of Chartered Accountants of India ('ICAI') are applicable including for calculation of investments and other assets as also assets acquired in satisfaction of debts. However, market value in respect of quoted investments and break up / fair value / NAV in respect of unquoted investments should be disclosed irrespective of whether they are classified as long term of current in category 5 above.				

FOR AND ON BEHALF OF THE BOARD

"AS PER OUR REPORT ATTACHED OF EVEN DATE"

For M/s WALECHA INDER & ASSOCIATES

Chartered Accountants

Firm's Registration Number : 014205N

Sd  
(RAKESH K. JAIN)  
Director  
DIN : 00050524

Sd  
(ATUL KUMAR JAIN)  
Director  
DIN :00133750

Sd  
(Walecha Inder Jeet)

Partner  
M.No: 093694

Place : Noida  
Date:-08-08-2022

**DIRECTOR'S REPORT**

Dear Members,

The Directors of your Company take pleasure in presenting this Twenty Eight (28<sup>th</sup>) Annual Report along with the Audited Financial Statements for the financial year ended 31<sup>st</sup> March, 2022.

**FINANCIAL RESULTS (as per Ind-AS)**

The financial performance of the Company, for the year ended 31<sup>st</sup> March, 2022 is summarized below:

(Rs In Lakhs)		
Particulars	2021-22	2020-21
<b>Total Income</b>	<b>811.97</b>	<b>598.48</b>
<b>Profit before Depreciation and Amortization Expenses Finance Costs and Tax Expenses</b>	<b>721.07</b>	<b>513.62</b>
Finance Costs	(0.22)	(4.34)
Depreciation & Amortization expenses	(44.27)	(44.56)
<b>Profit before exceptional and extra-ordinary items</b>	<b>676.58</b>	<b>464.72</b>
Add: Extra-ordinary Items	-	-
<b>Profit before Tax</b>	<b>676.58</b>	<b>464.72</b>
Current Tax	(214.25)	(186.41)
MAT Credit	-	-
Deferred Tax	(33.85)	(13.83)
Short provision for earlier years	-	(1.33)
<b>Profit for the year</b>	<b>428.48</b>	<b>263.15</b>
<b>Other Comprehensive Income for the year:</b>		
Item that will be reclassified to profit or loss	-	-
B)Item that will not be reclassified to profit or loss		
Fair value Gain/(Loss) on financial assets carried at FVTOCI	(128.88)	1036.64
income tax relating to item that will not be reclassified to profit or loss	29.71	(148.47)
Remeasurement of defined employee benefit plan	0.80	0.03
<b>Total Other Comprehensive Income for the year</b>	<b>(98.37)</b>	<b>888.14</b>
<b>Total Comprehensive Income for the year</b>	<b>330.11</b>	<b>1151.29</b>

The figures have been presented in accordance with the Non Banking Financial Company (NBFC) whose financial statements have been drawn up in compliance of the (Indian Accounting Standards Rules) 2015, in Division III of notification G.S.R 1022(E) dated 11.10.2018, issued by the Ministry of Corporate Affairs, Government of India and as amended on dated 01.04.2021.

**REVIEW OF OPERATIONS**

During the year under review, the Company had achieved a Total Income of Rs. 811.97/- Lakhs as against Rs. 598.48/- Lakhs in the previous year. The profit before tax stood at Rs.676.58/- Lakhs as against Rs. 464.72/- Lakhs in the previous year.

**STATE OF COMPANY AFFAIRS**

During the year under review, the Company operated in one geographical segment i.e. India & has identified four business segments i.e. Segment-I which is Consultancy, Commission & Brokerage, Segment-II Investments in Bonds, Fixed deposits & Loan & Advances, Segment-III Renting and Co-Work and Segment-IV Other unallocated investment activities.

**SHARE CAPITAL**

The paid-up equity shares capital outstanding as on 31<sup>st</sup> March, 2022 was Rs. 4,98,52,705 divided into 99,70,541 (Ninety Nine Lakh Seventy Thousand Five Hundred Forty One) Equity Shares of Rs. 5/- (Rupees Five only) each.

During the year under review, the Company has neither issued Shares with differential voting rights, nor granted stock option and Sweat Equity Shares.

**DELISTING LISTING OF EQUITY SHARES**

The Company shares got delisted from the recognized stock exchange w.e.f 28.08.2020. The Company as mandated by delisting regulation gave one year time to the shareholders to surrender their shares thereafter with the approval of SEBI duration was extended by another three months. The said period had since been expired on 27<sup>th</sup> November 2021.

**RBI GUIDELINES**

The Company has complied with the Regulations of the Reserve Bank of India as on 31<sup>st</sup> March, 2022, as are applicable to it as a Non-Banking Financial Company.

**DEPOSITS**

The Company has not accepted any public deposits during the year, within the meaning of Section 73 of the Companies Act, 2013 read with Companies (Acceptance of Deposits) Rules 2014 and the Non-Banking Financial Companies Acceptance of Public Deposits (Reserve Bank) Directions 2016.

There was no unclaimed deposit or overdue deposit with the Company as on 31.03.2022.

**DIVIDEND**

The Company has not declared any dividend on the Equity Shares for the Financial Year ended 31<sup>st</sup> March, 2022

**RESERVE FUND**

As per section 45IC of RBI Act 1934, the Company has transferred Rs 228.02/- Lakhs in RBI reserve fund i.e. aggregating of 20% of its net profit.

**WEB LINK OF ANNUAL RETURN, IF ANY**

Extract of the Annual Return in Form MGT-7 for the financial year ended 31<sup>st</sup> March, 2022 made under the provisions of Section 92(3) of the Act shall be accessed on the website of the Company at [www.fslindia.com](http://www.fslindia.com).

**CHANGE IN NATURE OF BUSINESS**

There is no change in the nature of business of the Company .

**DIRECTORS AND KEY MANAGERIAL PERSONNEL APPOINTED AND RESIGNED DURING THE FINANCIAL YEAR:**

The Board of the Company is structured in accordance with the requirements of Companies Act, 2013.

In accordance with the provisions of the Companies Act, 2013 and the Articles of Association of the Company, **Mr. ARUN KUMAR JAIN, Director having DIN: 00050925 of the Company, retires by rotation at the ensuing Annual General Meeting and being eligible, offered himself for re-appointment.**

Brief resume and other details of the Directors being re-appointed as required Secretarial Standard-2 (SS-2) issued by The Institute of Company Secretaries of India (ICSI) are provided in the notes annexed to the Notice.

None of the Directors are related to each other within the meaning of the term “relative” as per Section 2(77) of the Act.

During the year under review, Eight (08) Meetings of the Board were convened and held.

However Mr. Gauri Shanker Pandey has resigned from the position of Chief Financial Officer of the company w.e.f. 08<sup>th</sup> August, 2022

**NUMBER OF BOARD MEETING HELD**

The Board of Directors duly met Eight times during the financial year from 1st April, 2021 to 31st March, 2022. The dates on which the meetings were held are as follows:-

S.No	Date of Meeting	Mr. Rakesh K. Jain	Mr.Gauri Shanker Pandey	Mr. Charanjeet Singh Bedi	Mr. Atul Kumar Jain	Mr. Arun Kumar Jain
1	16/04/2021	Present	Present	Absent	Present	Present
2	15/06/2021	Present	Present	Absent	Present	Present
3	20/08/2021	Present	Present	Present	Present	Present
4	15/10/2021	Present	Present	Absent	Present	Present
5	08/11/2021	Present	Present	Absent	Present	Present
6	02/12/2021	Present	Present	Absent	Present	Present
7	29/01/2022	Present	Present	Absent	Present	Present
8	26/03/2022	Present	Present	Absent	Present	Present

**Details of other Committee Position of Director in the company**

**Stakeholder Relationship Committee****1. Terms of Reference:**

The powers and terms of reference of the Stakeholder Relationship Committee are as mentioned in Section 178 of the Companies Act, 2013 which inter alia, include the monitoring and expeditious redressal of investors / stakeholders grievances and ensures that all issues / concerns of stakeholders are addressed / resolved promptly. The Stakeholder Relationship Committee has been constituted to attend & resolve the requests of dematerialization of shares, re-materialization of shares, share transfer and to redress investor's grievance/complaints and regular correspondence such as non-receipt of Annual Report, non-receipt of Dividend and entertains such other related matters.

**2. Composition of the Committee:**

The Committee consists of 2 Non-Executive Director and 1 Executive Director. The Stakeholder Relationship Committee is being chaired by Mr. Arun K. Jain.

**3. Meetings and attendance during the year:**

During the Financial Year ended March 31st, 2022, Two (2) meetings of the Stakeholder Relationship Committee were held. The composition of the Committee and details of meetings held and attendance recorded of the members are as follows:

Name of Member Position No. of Meetings held Attendance

<b>Name of Member</b>	<b>Position</b>	<b>No. of Meetings held</b>	<b>Attendance</b>
Arun K. Jain	Chairman	2	2
Atul K. Jain	Member	2	2
Gauri Shanker Pandey	Member	2	2

As on March 31st, 2022, there is no pending request for share transfer, dematerialization or rematerialization of shares.

**STATEMENT ON DECLARATION GIVEN BY INDEPENDENT DIRECTORS UNDER SECTION 149(6)**

Not Applicable, as the Company does not fall under the category required to appoint any independent director in the company.

**A STATEMENT REGARDING OPINION OF THE BOARD WITH REGARD TO INTEGRITY, EXPERTISE AND EXPERIENCE (INCLUDING THE PROFICIENCY) OF THE INDEPENDENT DIRECTORS APPOINTED**

Not Applicable, as the Company does not fall under the category required to appoint any independent director, Hence the requirement of opinion of Board with regard to integrity, expertise and experience (including the proficiency) of the independent directors appointed not applicable as well.

**DISCLOSURE OF COMPOSITION OF AUDIT COMMITTEE AND PROVIDING VIGIL MECHANISM**

The provisions of Section 177 of the Companies Act, 2013 read with Rule 6 and 7 of the Companies (Meetings of the Board and its Powers) Rules, 2014 is not applicable to the Company. Hence the Company is not required to have Audit Committee & Providing Vigil Mechanism.

#### **COMPANY'S POLICY RELATING TO DIRECTORS APPOINTMENT, PAYMENT OF REMUNERATION AND DISCHARGE OF THEIR DUTIES**

The provisions of Section 178(1) of the Companies Act, 2013 relating to constitution of Nomination and Remuneration Committee are not applicable to the Company and hence the Company is not required to devise any policy relating to Appointment of Directors, payment of Managerial Remuneration, Directors qualifications, positive attributes, independence of Directors and other related matters as provided under Section 178(3) of the Companies Act, 2013.

#### **STATUTORY AUDITORS:**

There is no change in Statutory Auditors as M/s Walecha Inder & Associates, Chartered Accountants (FRN: 014205N) will continue as Statutory Auditor of the Company as appointed for a term of five years in 23<sup>rd</sup> Annual general Meeting held on August 9<sup>th</sup>, 2017 till the conclusion of 28<sup>th</sup> Annual general Meeting to be held for the financial year 2021-22.

The Report given by M/s Walecha Inder & Associates on the financial statements of the Company for the financial year 2021-22 is part of the Annual Report.

The report of the Statutory Auditor on the financial statements including the relevant notes on the account for the financial year ended 31<sup>st</sup> March, 2022 are self-explanatory and do not call for any further comments. The Auditor's Report does not contain any qualification, reservation and adverse remark.

During the year under Review the Auditor had not reported any matter under Section 143 (12) of the Companies Act, 2013; therefore no detail is required to be disclosed under Section 134 (3) of the Companies Act, 2013.

However, the appointment period of statutory Auditor M/s Walecha Inder & Associates will end on the ensuing 28<sup>th</sup> Annual General Meeting of the company. The board of directors recommended the re- appointment of Statutory Auditor subject to the approval of the members in the Annual General Meeting of the Company and the company has received the consent for the reappointment from the M/s Walecha Inder & Associates.

#### **EXPLANATIONS OR COMMENT BY THE BOARD ON EVERY QUALIFICATION, RESERVATION OR ADVERSE REMARK OR DISCLAIMER MADE –**

##### **(i) BY THE AUDITOR IN HIS AUDIT REPORT**

The Report of the Auditor on the Financial Statement including relevant notes on the Accounts for the Financial Year ended 31<sup>st</sup> March, 2022 are self-explanatory and therefore do not call for any further comment.

There are no qualified, reserved, adverse or disclaimer remarks made by the Auditor in the Audit Report.

During the year under review, auditor had not reported any matter under Section- 143(12) Companies Act, 2013.

##### **(ii) BY THE COMPANY SECRETARY IN PRACTICE IN HIS SECRETARIAL AUDIT REPORT**

As per the provision of Section 204 of the Companies Act, 2013, the Company does not fall under the purview of Secretarial Audit.

#### **PARTICULARS OF LOANS GIVEN AND INVESTMENTS MADE**

Being a NBFC (Non-Banking Financial Company), the Company is exempted to make disclosure as per Section 186(11) of the Companies Act, 2013.

**LOANS TAKEN**

During the year under review, the Company has not taken any loan

**A STATEMENT THAT THE COMPANY HAS COMPLIED WITH PROVISIONS RELATING TO THE CONSTITUTION OF INTERNAL COMPLAINTS COMMITTEE UNDER THE SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013**

The Company is an equal opportunity employer and consciously strives to build a work culture that promotes dignity of all employees. As required under the provisions of sexual harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 and Rules framed there under, the Company has implemented a policy on prevention, prohibition and redressal of sexual harassment at workplace. All women, permanent, temporary or contractual including those of service provider are covered under this policy.

Internal Complaints Committee (ICC) has been set up to redress complaints received regarding sexual harassment. During the year under review, no Complaint was received by the company from its any employee.

**PARTICULARS OF CONTRACTS OR ARRANGEMENTS MADE WITH RELATED PARTIES UNDER SECTION 188(1)**

All contracts / arrangements / transactions entered by the Company during the financial year under review with related party(s) were in the ordinary course of business and on an arm's length basis. During the year, the Company had not entered into any contract / arrangement / transaction with related parties which could be considered material in accordance with the policy of the Company on materiality of related party transactions. The Policy on materiality of related party transactions and dealing with related party transactions as approved by the Board may be accessed on the Company's website at the link: <http://fslindia.com/pdf/RPT.pdf>

Particulars of contracts or arrangement with related parties during the year under review are provided in AOC-2 as Annexure B.

**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 RELATES AND THE DATE OF THE REPORT**

There are 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 relates and the date of the report

**CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO****A) Conservation of Energy & Technology Absorption**

<b>(A) CONSERVATION OF ENERGY</b>	
The steps taken or impact on conservation of energy	NA
The steps taken by the company for utilizing alternate sources of Energy	NA

The capital investment on energy conservation equipment	NA
<b>(B) TECHNOLOGY ABSORPTION</b>	
The efforts made towards technology absorption	NA
The benefits derived like product improvement, cost reduction, product development or import substitution	NA
In case of imported technology (imported during the last three years reckoned from the beginning of the financial year)	NA
The expenditure incurred on research and development	NA
<b>(C) FOREIGN CURRENCY TRANSACTIONS</b>	
Total Income earned in Foreign Currency during the year	NA
Total expenditure incurred in Foreign Currency during the year	NA

**B) Foreign Exchange Earnings and Outgo**

The company has neither earned nor spent any foreign exchange during the year under review.

**DEVELOPMENT AND IMPLEMENTATION OF A RISK MANAGEMENT POLICY**

The Directors have taken proper and sufficient care for the identification and management of the risk. Adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities have been maintained.

**DETAILS ABOUT THE POLICY DEVELOPED AND IMPLEMENTED BY THE COMPANY ON CORPORATE SOCIAL RESPONSIBILITY INTIATIVE TAKEN DURING THE YEAR**

The Corporate Social Responsibility Policy has been framed by the Board of Directors of the company. The requirement to constitute Corporate Social Responsibility committee is not applicable, as per the sub section 9 of the section 135 of the Companies Act, 2013 where amount to be spent by a company does not exceed Rupees fifty lakhs, the requirement to constitute Corporate Social Responsibility committee shall not applicable and the functions of such committee be discharged by the Board of directors of the company.

The amount to spend for Corporate Social Responsibility liability during the reporting period was Rs. 10.70 Lakhs out of which Rs. 10.50 Lakhs given to M/s Lala Kundan Memorial Society engaged in promoting education program for the less privileged and Rs. 0.20 Lakhs donation made for action of autism. Further liability to spend for Corporate Social Responsibility for the Financial Year 2022-23 is Rs. 16.56 Lakhs.

**BOARD EVALUATION**

As per the Provisions of the Companies Act, 2013 and rules made there under Listed Company and Public Company having paid share capital Rs. 25 crores or more required to provide the a statement indicating the manner in which formal annual evaluation of the performance of the Board, its Committees and of individual has

been made

As above stated the Company does not fall under the category required to made the performance evaluation of the Board. The requirement to conduct Board Evaluation not applicable on the Company.

#### **HOLDING COMPANY**

The Company does not have any holding Company.

#### **NAME OF THE COMPANIES WHICH HAVE BECOME OR CEASED TO BE ITS SUBSIDIARIES, JOINT VENTURE OR ASSOCIATE COMPANIES DURING THE YEAR**

Not Applicable, as the Company do not have any subsidiary or joint venture or associate during the year under review.

#### **DETAILS OF THE SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS OR THE COURTS OR TRIBUNALS IMPACTING THE GOING CONCERN STATUS OR COMPANY'S OPERATIONS IN FUTURE**

There are no orders passed by the any regulatory authorities or courts or tribunal which would impact the going concern status of the Company and its operation in future.

#### **ADEQUACY OF INTERNAL FINANCIAL CONTROLS WITH REFERENCE TO THE FINANCIAL STATEMENTS**

The Company has in place adequate internal financial controls with reference to financial statements. During the year, such controls were tested and no reportable material weakness in the design or operations were observed.

#### **A DISCLOSURE, AS TO WHETHER MAINTENANCE OF COST RECORDS AS SPECIFIED BY THE CENTRAL GOVERNMENT UNDER SUB-SECTION (1) OF SECTION 148 OF THE COMPANIES ACT, 2013, IS REQUIRED BY THE COMPANY AND ACCORDINGLY SUCH ACCOUNTS AND RECORDS ARE MADE AND MAINTAINED**

Not Applicable, as the Company does not fall under the category required to maintain cost record.

#### **THE DETAILS OF APPLICATION MADE OR ANY PROCEEDING PENDING UNDER THE INSOLVENCY AND BANKRUPTCY CODE, 2016 (31 OF 2016) DURING THE YEAR ALONGWITH THEIR STATUS AS AT THE END OF THE FINANCIAL YEAR.**

No application under The Insolvency & Bankruptcy Code, 2016 has been filed / pending by/against the Company during the period under review.

#### **THE DETAILS OF DIFFERENCE BETWEEN AMOUNT OF THE VALUATION DONE AT THE TIME OF ONE TIME SETTLEMENT AND THE VALUATION DONE WHILE TAKING LOAN FROM THE BANKS OR FINANCIAL INSTITUTIONS ALONG WITH THE REASONS THEREOF.**

Not Applicable. The Company has not gone for any kind of one-time settlement and has not taken any loan from Banks or Financial Institutions.

#### **DIRECTORS RESPONSIBILITY STATEMENT**

Your Directors makes the following statement in terms of Section 134(3) of Companies Act, 2013:

- a. In the preparation of the annual accounts for the year ended March 31st, 2022, the applicable accounting standards read with requirements set out under Schedule III to the Act, have been followed and there are no material departures from the same;
- b. The Directors have 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 as at March 31st, 2022 and of the profit of the Company for the year ended on that date;
- c. The Directors have taken proper and sufficient care for the 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 fraud and other irregularities;
- d. The Directors have prepared the annual accounts on a 'going concern' basis;
- e. The Directors have laid down internal financial controls to be followed by the Company and that such internal financial controls are adequate and are operating effectively; and
- f. The Directors have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems are adequate and operating effectively.

#### **COMPLIANCES OF APPLICABLE SECRETARIAL STANDARDS**

During the period under review, the Company has complied with all the applicable secretarial standards

#### **ACKNOWLEDGEMENT**

Your Directors express their sincere thanks and gratitude to the Company's esteemed Shareholders, Clients, Associates, Financial Institutions, Bankers, the Securities and Exchange Board of India, Bombay Stock Exchange Limited, Reserve Bank of India and other Government Departments for their valuable contribution and whole hearted support.

We also acknowledge the sincere and dedicated efforts put in by the employees of the Company at all levels.

**Date: 08.08.2022**

**Place: Noida**

**Sd/-**  
**Rakesh K Jain**  
**Director**  
**DIN: 0005052**

**By Order of the Board of Directors**  
**For Frontline Securities Limited**

**Sd/-**  
**Atul Kumar Jain**  
**Director**  
**DIN: 00133750**