

# ***FRONTLINE FINANCIAL SERVICES LIMITED***

**CIN: L65910GJ1991PLC016289**

Regd Office: - Office No 803, Eighth Floor, Wallstreet II, Ellisbridge, Ahmedabad- 380006  
E-mail: - frontlinefsl@gmail.com , Co No. - 079-26461390, URL:- www.frontlinefsl.com

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**Date: 27.12.2019**

To  
The Department of Corporate Affairs,  
Bombay Stock Exchange Limited,  
P J Towers, Dalal Street  
Mumbai

**Sub.: Submission of Statement on Impact of Audit Qualifications**

**Ref.: BSE Script code:- 531685**

Dear Sir,

Kindly acknowledge the attached copy of Statement of Impact of Audit Qualifications for March, 2019 quarter ended.

Kindly take on your records.

Thanking You.

**FOR, FRONTLINE FINANCIAL SERVICES LIMITED**

  
**DIRECTOR**  
**SANDEEP MATHUR**  
**DIN- 08173027**



**ANNEXURE I**

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

**FRONTLINE FINANCIAL SERVICES LIMITED**

**Statement on Impact of Audit Qualifications for the Financial Year ended March 31, 2019**

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

<b>I.</b>	<b>Sl No.</b>	<b>Particulars</b>	<b>Audited Figures (In Rs.) (as reported before readjusting for qualifications)</b>	<b>Adjusted Figures (In Rs.) (audited figures after adjusting for qualifications)</b>
	1.	Turnover / Total income	66,612,016	3,840,000
	2.	Total Expenditure	66,469,078	3,752,680
	3.	Net Profit/(Loss)	142,938	64,835
	4.	Earnings Per Share	0.02	0.01
	5.	Total Assets	105,315,526	63,648,962
	6.	Total Liabilities	105,315,526	72,169
	7.	Net Worth	63,680,772	63,576,793
	8.	Any other financial item(s) (as felt appropriate by the management)	-	-



**Audit Qualification (each audit qualification separately):**


- a. **Details of Audit Qualification: N.A.**
- b. **Type of Audit Qualification: N.A.**
- c. **Frequency of qualification: N.A.**
- d. **For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views: N.A.**
- e. **For Audit Qualification(s) where the impact is not quantified by the auditor:**
- (i) **Management's estimation on the impact of audit qualification:**
- (ii) **If management is unable to estimate the impact, reasons for the same:**

**(iii) Auditors' Comments on (i) or (ii) above**


**III.**

**Signatories:**

- **Director**

  
**Mr. Sandeep Mathur**  
**DIN: 08173027**

- **Director**

  
**Mr. Viki Shah**  
**DIN: 07823247**

- **Statutory Auditor**

  
**Mr. Nirav Kothari**



**Place: Ahmedabad**

**Date: 30.05.2019**

# FRONTLINE FINANCIAL SERVICES LIMITED

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## AUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED ON 31ST MARCH, 2019

SR. NO.	PARTICULARS	QUARTER ENDED			FINANCIAL YEAR ENDED	
		3/31/2019	12/31/2018	3/31/2018	3/31/2018	3/31/2019
		AUDITED	UNAUDITED	AUDITED	AUDITED	AUDITED
I	Revenue From operations	76.35	290.04	0.00	38.40	666.08
II	Other Income	0.04	0.00	0.00	0.00	0.04
III	<b>Total Income (I+II)</b>	<b>76.39</b>	<b>290.04</b>	<b>0.00</b>	<b>38.40</b>	<b>666.12</b>
IV	EXPENSES					
	Cost of materials consumed	0.00	0.00	0.00	0.00	0.00
	Direct Expenses	0.00	0.00	0.00	0.00	0.00
	Purchases of Stock-in-Trade	91.76	272.17	0.00	0.00	744.21
	Changes in inventories of finished goods, Stock-in -Trade and work-in-progress	-91.99	9.78	0.00	0.00	-217.41
	Employee benefits expense	7.08	26.86	1.50	2.40	63.20
	Finance costs	0.32	0.06	0.00	0.00	0.39
	Depreciation and amortization expenses	0.13	0.00	0.00	0.00	0.13
	Other expenses	20.03	27.81	2.03	35.13	74.17
	<b>Total expenses (IV)</b>	<b>27.33</b>	<b>336.68</b>	<b>3.53</b>	<b>37.53</b>	<b>664.69</b>
V	<b>Profit/(loss) before exceptional items and tax (I-IV)</b>	<b>49.06</b>	<b>(46.64)</b>	<b>(3.53)</b>	<b>0.87</b>	<b>1.43</b>
VI	Exceptional Items	0.00	0.00	0.00	0.00	0.00
VII	<b>Profit/ (loss) before exceptions items and tax(V-VI)</b>	<b>49.06</b>	<b>(46.64)</b>	<b>(3.53)</b>	<b>0.87</b>	<b>1.43</b>
	Tax expense:					
	(1) Current tax					
VIII	(2) Deferred tax	0.00	0.00	0.00	0.22	0.39
IX	<b>Profit (Loss) for the period from continuing operations (VII-VIII)</b>	<b>49.06</b>	<b>(46.64)</b>	<b>(3.53)</b>	<b>0.65</b>	<b>1.04</b>
X	Profit/(loss) from discontinued operations	0.00	0.00	0.00	0.00	0.00
XI	Tax expenses of discontinued operations	0.00	0.00	0.00	0.00	0.00
XII	<b>Profit/(loss) from Discontinued operations (after tax) (X-XI)</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>
XIII	<b>Profit/(loss) for the period (IX+XII)</b>	<b>49.06</b>	<b>(46.64)</b>	<b>(3.53)</b>	<b>0.65</b>	<b>1.04</b>
XIV	Other Comprehensive Income A. (i) Items that will not be reclassified to profit or loss  (ii) Income tax relating to items that will not be reclassified to profit or loss B. (i) Items that will be reclassified to profit or loss  (ii) Income tax relating to items that will be reclassified to profit or loss	0.00	0.00	0.00	0.00	0.00
XV	<b>Total Comprehensive Income for the period (XIII+XIV) Comprising Profit (Loss) and Other comprehensive Income for the period )</b>	<b>49.06</b>	<b>(46.64)</b>	<b>(3.53)</b>	<b>0.65</b>	<b>1.04</b>
XVI	Earnings per equity share (for continuing operation): (1) Basic  (2) Diluted	0.83	(0.79)	(0.06)	0.01	0.02
XVII	Earnings per equity share (for discontinued operation): (1) Basic  (2) Diluted	0.00	0.00	0.00	0.00	0.00
XVIII	Earning per equity share (for discontinued & continuing operation) (1) Basic  (2) Diluted	0.83	(0.79)	(0.06)	0.01	0.02

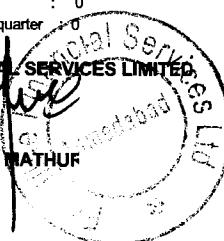
**NOTES:-**

- 1) The above results have been reviewed by the Audit Committee and taken on record by the Board of Directors at their meeting held on 30.05.2019
- 2) Previous Year / Periods figures have been regrouped / rearranged to the extent necessary.
- 3) The Auditors of the company has carried out the Limited Review for the financial results for the Quarter ended 31.03.2019
- 4) The investors complaints / queries received and disposed off during the quarter ended on 31.03.2019  
 Pending at the beginning of Quarter : 0  
 Received during the Quarter : 0  
 Disposed off during the quarter : 0  
 Lying unresolved at the end of the quarter : 0

Date : 30.05.2019  
Place: Ahmedabad

For FRONTLINE FINANCIAL SERVICES LIMITED

**SANDEEP CHHAGANLAL MATHUR**  
DIRECTOR  
DIN:08173027



**AUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED ON 31ST MARCH, 2019**

**(IN LAKHS)**

No.	Particulars	As at 31/03/2019 in Rs.	As at 31/03/2018 in Rs.
	<b>ASSETS</b>		
<b>1</b>	<b>Non - current Assets</b>		
	(a) Property, Plant and Equipment	0.38	0
	(b) Capital work-in-progress	-	-
	© Investment Property	-	-
	(d) Goodwill	-	-
	(e) Other Intangible assets	-	-
	(f) Intangible assets under development	-	-
	(g) Biological Assets other than bearer plants	-	-
	(h) Financial Assets:		
	(i) Investments	100	100
	(ii) Trade receivables	-	-
	(iii) Loans	-	-
	(i) Deferred tax assets (net)	-	-
	(j) Other non-current assets	0	-
<b>2</b>	<b>Current Assets</b>		
	(a) Inventories	217.42	0
	(b) Financial Assets		
	(i) Investments	0.00	0.00
	(ii) Trade receivables	92.81	0.29
	(iii) Cash and cash equivalents	24.76	5.12
	(iv) Bank balances other than (iii) above	0	0
	(v) Loans	616.67	531.07
	(vi) Others (to be specified)	-	-
	(c) Current Tax Assets (Net)	-	-
	(d) Other current assets	1.11	-
	<b>TOTAL - ASSETS</b>	<b>1053.15</b>	<b>636.48</b>
	<b>EQUITY AND LIABILITIES</b>		
	<b>Equity</b>		
	(a) Equity Share capital	590.11	590.11
	(b) Reserves	46.7	45.65
	<b>LIABILITIES</b>		
	<b>Non-current liabilities</b>		
	(a) Financial Liabilities		
	(i) Borrowings	0	-
	(ii) Trade payables	-	-
	(iii) Other financial liabilities (other than those specified in item (b), to be specified)	-	-
	(b) Provisions	-	-
	(c) Deferred tax liabilities (Net)	0.01	-
	(d) Other non-current liabilities	-	-
	<b>Current Liabilities</b>		
	(a) Financial Liabilities		
	(i) Borrowings	-	-
	(ii) Trade payables	372.34	0.35
	(iii) Other financial liabilities (other than those specified in item ©)	-	-
	(b) Other current liabilities	42.86	-
	(c) Provisions	1.13	0.37
	(d) Current Tax Liabilities (Net)	-	-
	<b>TOTAL - EQUITY AND LIABILITIES</b>	<b>1053.15</b>	<b>636.48</b>

Date : 30.05.2019

Place: Ahmedabad

For **FRONTLINE FINANCIAL SERVICES LIMITED**

**SANDEEP C MATHUR**  
DIRECTOR  
DIN:08173027



**NIRAV KOTHARI**  
B.Com, A.C.A., L.L.B., (C.S. Inter)

**NIRAV KOTHARI & CO**

**CHARTERED ACCOUNTANT**

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Rambaug | Maninagar | AHMEDABAD - 380 00

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E-mail : niravk13@gmail.com

**INDEPENDENT AUDITOR'S REPORT**

To,  
THE MEMBERS,  
FRONTLINE FINANCIAL SERVICES LIMITED  
REPORT ON THE FINANCIAL STATEMENTS

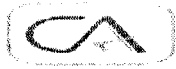
**REPORT OF THE IND. AS FINANCIAL STATEMENTS**

We have audited the accompanying financial statement of FRONTLINE FINANCIAL SERVICES LIMITED (the company), which comprise the Balance Sheet as at 31<sup>st</sup> March, 2019, the Statement of Profit and Loss for the year then ended and statement of Cash flows Statements and notes to the financial statements including summary of significant accounting policies and other explanatory information.

**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 and presentation of these Ind. AS financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting standards (Ind. AS) specified under Section 133 of the Act, read with the Companies (Indian Accounting Standards) Rules, 2015 as amended. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities ; selection and application of appropriate accounting policies; making judgment 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.





NIRAV KOTHARI  
B.Com. A.C.A., F.I.B. (C.V. dated)

**NIRAV KOTHARI & CO.**

**CHARTERED ACCOUNTANT**

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E-mail: nirav@nkc.com

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

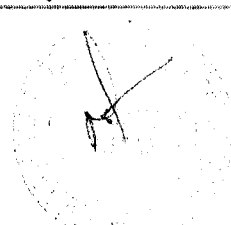
### AUDITORS' RESPONSIBILITY

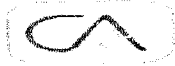
Our responsibility is to express an opinion on these financial statements based on our audit. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Ind AS financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the Ind AS financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the Ind AS financial statements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Ind AS financial statements.

### OPINION

We have audited the accompanying standalone financial statements of the Company, which comprise the Balance Sheet as at March 31, 2019, the Statement of Profit and Loss and the Statement of Cash Flows for the year ended on that date, and a summary of the significant accounting policies and other explanatory information (hereinafter referred to as "the standalone financial statements")





NIRAV KOTHARI  
B.Com. A.C.A. (FEB. 0.5.1962)

## NIRAV KOTHARI & CO.

CHARTERED ACCOUNTANT

204, Bala Complex 1 Upa, Mumbanga Police Station,  
Rambaug 1 Morotagar 1 AHMEDABAD - 380 008  
Landline : 91 79 2546 3022  
Fax : 91 79 2546 3022  
E-mail : nirav@niravkothari.com

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone 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 affairs of the Company as at March 31, 2019, the profit including the cash flows for the year ended on that date.

### BASIS FOR OPINION

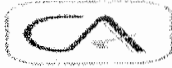
We conducted our audit of the standalone financial statements in accordance with the Standards on Auditing (SA's) specified under section 143(10) of the Act. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Standalone Financial Statements 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 ethical requirements that are relevant to our audit of the standalone financial statements under the provisions of the Act and the Rules made 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 standalone financial statements.

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 were addressed in the context of our audit of the standalone financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. Against Key audit matter, our description of how our audit addressed the matter is provided in that context.

We have determined the matters described below to be the key audit matters to be communicated in our report. We have fulfilled the responsibilities described in the Auditor's responsibilities for the audit of the standalone Ind AS financial statements section of our report, including in relation to these matters. Accordingly, our audit included the performance of procedures designed to respond to our assessment of the risks of material misstatement of the Standalone Ind AS financial statements. The results of our audit procedures, including the procedures performed to address the matter below, provide the basis.







NIRAV KOTHARI  
B.Com., A.C.A., U.I.B., (C.S. Inter)

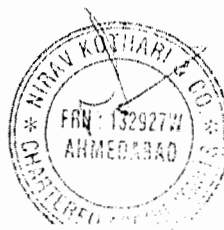
## NIRAV KOTHARI & CO.

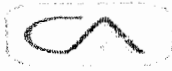
CHARTERED ACCOUNTANT

701, Bhai Complex, 1<sup>st</sup> Opp. Chhatrapati Shahu Stadium,  
Rambhadr Nagar, Ahmedabad - 380 015  
Contact: 91 79 2622 3029  
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### Key Audit Matters

Sr.	Key Audit Matters	Auditor's Response
1.	<p><b>Recognition, measurement, presentation and disclosures of revenues from operations in view of adoption of Ind. AS 115 "Revenue from Contracts with Customers"</b> (new revenue accounting standard): The application of the new revenue accounting standard involves in addition certain other things, recognition of revenue when control of goods or services are transferred to the customer at an amount that reflects the consideration to which the company expects to be entitled in exchange. According to the company, revenue recognition criteria is depends on the terms and conditions of the contracts with customers within the segment. Further revenue is regarded by management as most important Key performance indicator. Accordingly, revenue was determined as Key Audit Matter.</p>	<p>Our Audit procedure included the following:</p> <ul style="list-style-type: none"><li>• Evaluation of revenue recognition criteria of the company and determination of existence of any material and significant deviation from applicable accounting standards.</li><li>• Assessment of effectiveness of internal control of the company with respect to revenue recognition.</li><li>• Test checks of revenue recognized on the basis of terms and conditions of the contracts for measurement and its accuracy.</li><li>• Review of sample customer accounts for any variation in recognition.</li></ul>
2.	<p><b>Inventory of Raw material and Finished Goods</b></p> <p>We refer to Significant accounting policies on inventory and Note. No.VIII on inventory. Inventories are considered as Key Audit Matter due to nature of business, technical indicators governing inventory valuation, size of Balance sheet and because inventory valuation involves management judgment. According to accounting policy followed by the company, inventories are valued at lower of cost or market value. Cost comprise in addition to other things, overheads related to material, labour and other overheads. The company has specific</p>	<p>To address the matter our audit procedure included amongst others:</p> <ul style="list-style-type: none"><li>• Assessing the compliance of accounting policies over inventory with applicable accounting standards.</li><li>• Assessing the inventory valuation process and practices.</li><li>• Assessing the analysis and assessment made by management with respect to slow moving or obsolete stock.</li><li>• Discussion with those charged with responsibility of overlooking inventory management process.</li><li>• Expert opinion obtained by the</li></ul>





NIRAV KOTHARI  
B.COM, A.C.A., F.F.B. (C.S. 1004)

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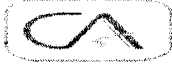
203, B-Block, Complex-1, D-1, Marolundhi, Police Station-1,  
Bandra (W), Mumbai-400 050  
London: 01 29 2416 1022  
Fax: 01 29 2416 1022  
E-mail: nirav@niravkothari.com

	<p>procedures to identify risk for obsolescence and valuation of inventories.</p>	<p>company on the technicalities of matter.</p> <ul style="list-style-type: none"><li>• Justification of management estimates and Judgments.</li><li>• Assessing the effectiveness of perpetual and physical inventory verification process.</li></ul> <p>It should be advisable for the company to maintain proper records to enable us to judge / verify and carry out valuation of the inventory for the purpose of Audit.</p>
3.	<p>Previous Years Balances as at 31.03.2018 including Current Assets, Loans and Advances, Current Liabilities, Unsecured Loans etc.</p>	<p>To address the matter our audit procedure included amongst others:</p> <ul style="list-style-type: none"><li>• We have relied on the Previous Year's Auditor's Report on The Ind AS financial statements of the Company for the year ended March 31, 2018, included in these Ind AS financial statements, were audited by the predecessor auditor M/s. Kamlesh Bhojani &amp; Associates (M no.119808, FRN - 127505W) who expressed an unmodified opinion on those statements on May 22, 2017.</li><li>• No data available for us to verify the Opening Balances as at 01.04.2018 and hence we are not able to comment on the same.</li></ul>

**REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS**

1. As required by the Companies (Auditors' Report) Order, 2016 ("the Order") issued by Central Government of India in terms of sub-Section (11) of section 143 of the Act, we give in "Annexure-1", a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable by the Central





NIRAV KOTHARI  
B.Com., A.C.A., L.L.B., (C.S. Inter)

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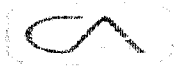
CHARTERED ACCOUNTANT

203, Rajiv Gandhi Club, Mahatma Park, Station 1  
Rambhadr Nagar, Ahmedabad - 380 001  
Telephone : 91 79 2546 3022  
Fax : 91 79 2546 3022  
E-mail : nirav@nkc.com

Government of India, in terms of Sub-section (11) of section 143 of the Act, We have given in the 'Annexure A' a statement on the matters specified in paragraph 3 & 4 of the order.

2. As required by Section 143 (3) of the Act, we report that:
- a. We have obtained all the information and explanation which to the best of our knowledge and belief were necessary for the purpose of our audit;
  - b. In our opinion, proper books of accounts as required by law have been kept by the Company so far as appears from our examination of those books.
  - c. The Balance Sheet, Statement of Profit and Loss, Cash flow statement dealt with by this Report are in agreement with the books of accounts.
  - d. In our opinion, the aforesaid Standalone Ind AS financial statement comply with the Indian AS specified under section 133 of the Act, read with Companies (Indian Accounting Standards) Rules 2015, as amended;
  - e. On the basis of written representations received from the directors as on March 31, 2019, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2019, from being appointed as a director in terms of section 164(2) of the Act
  - f. With respect to the adequacy of the internal financial controls over financial reporting of the Company with reference to these standalone financial statements and the operating effectiveness of such controls, refer to our separate report in "Annexure-2" to this report.
  - g. In our opinion, the Managerial remuneration for the year ended March 31, 2019 has been paid/ provided by the company to its directors in accordance with the provisions of Section 197 read with Schedule V to the Act.
  - h. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the companies (Audit and Auditors) Rules, 2014 in our opinion and to the best of our information and according to explanation given to us:
    - i) The Company did not have any pending litigation as on 31<sup>st</sup> March 2019 which would impact its financial statements.





NIRAV KOTHARI  
B.COM, ACCA, C.F.A. (C.S. 6000)

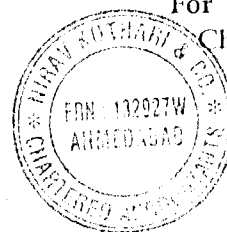
**NIRAV KOTHARI & CO.**  
CHARTERED ACCOUNTANTS

204, 205, 206, 207, 208, 209, 210, 211, 212, 213, 214, 215, 216, 217, 218, 219, 220, 221, 222, 223, 224, 225, 226, 227, 228, 229, 230, 231, 232, 233, 234, 235, 236, 237, 238, 239, 240, 241, 242, 243, 244, 245, 246, 247, 248, 249, 250, 251, 252, 253, 254, 255, 256, 257, 258, 259, 260, 261, 262, 263, 264, 265, 266, 267, 268, 269, 270, 271, 272, 273, 274, 275, 276, 277, 278, 279, 280, 281, 282, 283, 284, 285, 286, 287, 288, 289, 290, 291, 292, 293, 294, 295, 296, 297, 298, 299, 300, 301, 302, 303, 304, 305, 306, 307, 308, 309, 310, 311, 312, 313, 314, 315, 316, 317, 318, 319, 320, 321, 322, 323, 324, 325, 326, 327, 328, 329, 330, 331, 332, 333, 334, 335, 336, 337, 338, 339, 340, 341, 342, 343, 344, 345, 346, 347, 348, 349, 350, 351, 352, 353, 354, 355, 356, 357, 358, 359, 360, 361, 362, 363, 364, 365, 366, 367, 368, 369, 370, 371, 372, 373, 374, 375, 376, 377, 378, 379, 380, 381, 382, 383, 384, 385, 386, 387, 388, 389, 390, 391, 392, 393, 394, 395, 396, 397, 398, 399, 400, 401, 402, 403, 404, 405, 406, 407, 408, 409, 410, 411, 412, 413, 414, 415, 416, 417, 418, 419, 420, 421, 422, 423, 424, 425, 426, 427, 428, 429, 430, 431, 432, 433, 434, 435, 436, 437, 438, 439, 440, 441, 442, 443, 444, 445, 446, 447, 448, 449, 450, 451, 452, 453, 454, 455, 456, 457, 458, 459, 460, 461, 462, 463, 464, 465, 466, 467, 468, 469, 470, 471, 472, 473, 474, 475, 476, 477, 478, 479, 480, 481, 482, 483, 484, 485, 486, 487, 488, 489, 490, 491, 492, 493, 494, 495, 496, 497, 498, 499, 500, 501, 502, 503, 504, 505, 506, 507, 508, 509, 510, 511, 512, 513, 514, 515, 516, 517, 518, 519, 520, 521, 522, 523, 524, 525, 526, 527, 528, 529, 530, 531, 532, 533, 534, 535, 536, 537, 538, 539, 540, 541, 542, 543, 544, 545, 546, 547, 548, 549, 550, 551, 552, 553, 554, 555, 556, 557, 558, 559, 560, 561, 562, 563, 564, 565, 566, 567, 568, 569, 570, 571, 572, 573, 574, 575, 576, 577, 578, 579, 580, 581, 582, 583, 584, 585, 586, 587, 588, 589, 590, 591, 592, 593, 594, 595, 596, 597, 598, 599, 600, 601, 602, 603, 604, 605, 606, 607, 608, 609, 610, 611, 612, 613, 614, 615, 616, 617, 618, 619, 620, 621, 622, 623, 624, 625, 626, 627, 628, 629, 630, 631, 632, 633, 634, 635, 636, 637, 638, 639, 640, 641, 642, 643, 644, 645, 646, 647, 648, 649, 650, 651, 652, 653, 654, 655, 656, 657, 658, 659, 660, 661, 662, 663, 664, 665, 666, 667, 668, 669, 670, 671, 672, 673, 674, 675, 676, 677, 678, 679, 680, 681, 682, 683, 684, 685, 686, 687, 688, 689, 690, 691, 692, 693, 694, 695, 696, 697, 698, 699, 700, 701, 702, 703, 704, 705, 706, 707, 708, 709, 710, 711, 712, 713, 714, 715, 716, 717, 718, 719, 720, 721, 722, 723, 724, 725, 726, 727, 728, 729, 730, 731, 732, 733, 734, 735, 736, 737, 738, 739, 740, 741, 742, 743, 744, 745, 746, 747, 748, 749, 750, 751, 752, 753, 754, 755, 756, 757, 758, 759, 760, 761, 762, 763, 764, 765, 766, 767, 768, 769, 770, 771, 772, 773, 774, 775, 776, 777, 778, 779, 780, 781, 782, 783, 784, 785, 786, 787, 788, 789, 790, 791, 792, 793, 794, 795, 796, 797, 798, 799, 800, 801, 802, 803, 804, 805, 806, 807, 808, 809, 810, 811, 812, 813, 814, 815, 816, 817, 818, 819, 820, 821, 822, 823, 824, 825, 826, 827, 828, 829, 830, 831, 832, 833, 834, 835, 836, 837, 838, 839, 840, 841, 842, 843, 844, 845, 846, 847, 848, 849, 850, 851, 852, 853, 854, 855, 856, 857, 858, 859, 860, 861, 862, 863, 864, 865, 866, 867, 868, 869, 870, 871, 872, 873, 874, 875, 876, 877, 878, 879, 880, 881, 882, 883, 884, 885, 886, 887, 888, 889, 890, 891, 892, 893, 894, 895, 896, 897, 898, 899, 900, 901, 902, 903, 904, 905, 906, 907, 908, 909, 910, 911, 912, 913, 914, 915, 916, 917, 918, 919, 920, 921, 922, 923, 924, 925, 926, 927, 928, 929, 930, 931, 932, 933, 934, 935, 936, 937, 938, 939, 940, 941, 942, 943, 944, 945, 946, 947, 948, 949, 950, 951, 952, 953, 954, 955, 956, 957, 958, 959, 960, 961, 962, 963, 964, 965, 966, 967, 968, 969, 970, 971, 972, 973, 974, 975, 976, 977, 978, 979, 980, 981, 982, 983, 984, 985, 986, 987, 988, 989, 990, 991, 992, 993, 994, 995, 996, 997, 998, 999, 1000

- i) The Company did not have any long term contracts including derivative contracts for which there were any material foreseeable losses.
- ii) There were no amounts which were required to be transferred to the Investor Education and protection fund by the company.

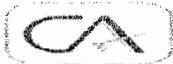
Place : Ahmedabad.

Date : 30.05.2019



For Nirav Kothari & Co  
Chartered Accountant

*(Signature)*  
(Nirav A. Kothari)  
Proprietor  
M. No. 136372  
FRN.: 132927W



NIRAV KOTHARI  
B. Com, A. C. A., I. I. B., (C.S. Inter)

NIRAV KOTHARI & CO.

CHARTERED ACCOUNTANTS

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Telephone : 022 2542466, 2542467  
Fax : 022 2542468, 2542469  
E-mail : nirav@niravca.com

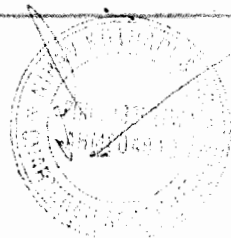
## Annexure to the Independent Auditor's Report

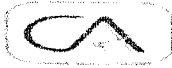
Annexure - 1 to The Independent Auditor's Report to members of Kiri Industries Ltd for the year ended 31st March 2019

(Referred to in Paragraph 1 under "Report on Other Legal and Regulatory Requirements" section of our report of even date on the Standalone Ind AS financial statements of the company for the year ended 31st March, 2019)

On the basis of such checks as we considered appropriate, according to the information and explanation given to us by the management and on the basis of examination of books of accounts during the course of our audit, we report that:

1. a) The company has not maintained proper records showing full particulars including quantitative details and situation of its fixed assets.  
  
b) It is explained by the Directors of the Company that the company is in the process of maintaining of proper records showing full particulars including quantitative details and situation of its fixed assets and conducting physical verification of Fixed assets for the year.
2. a) The company has not maintained proper records showing full particulars including quantitative details and situation of its inventory.  
b) Inventories have been physically verified during the year by the management; and  
c) It is reported by the management of the company that No material discrepancy was noticed on physical verification of stocks by the management.  
d) It is explained by the Directors of the Company that the company is in the process of maintaining of proper records showing full particulars including quantitative details and situation of its Inventory and conducting physical verification of the same for the year.
3. According to the information and explanations given to us, company has granted Loans & Advances to staff for their personal needs were as per the prevailing rules and regulations of the Companies Act. We have relied on the management of the company for the same.
4. The Company has not raised money through initial public offer nor taken any term loan during the year. Hence, the requirement of application of funds for the purpose for which these were borrowed does not arise.





NIRAV KOTHARI  
B.Com. A.C.A. I.I.B. (K.S. 1988)

**NIRAV KOTHARI & CO.**  
CHARTERED ACCOUNTANT

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Fax : 91 79 2546 3180  
E-mail : nirav@niravkothari.com

5. According to the information and explanations given to us, the Company has not granted any loans, secured or unsecured to companies, firms, Limited Liability Partnerships or other parties covered in the register maintained under section 189 of the Companies Act, 2013. Accordingly, the provisions of clause 3(iii) (a),(b) and (c) of the Order are not applicable to the Company and hence not commented upon.
6. We have been informed that maintenance of cost records under sub-section 1 of section 148 of the Companies Act 2013 is mandatory for the company and such records are maintained by the company. However we have not made examination of the cost records with a view to determine whether they are accurate or complete.
7. No material fraud on or by the Company has been noticed or reported during the year, nor have we been informed of such case by the management.
8. During the year under review, the company has paid managerial remuneration in accordance with the requisite approvals mandated by the provisions of the section 197 read with schedule V to the companies act.
9. It is explained by the Management that the transactions with related party are in compliance with sections 177 and 188 of the Companies Act, 2013.
10. It is explained by the Management that The Company has not entered into non-cash transaction with directors or person connected with them during the year.
11. The Company is not required to be registered under section 45-IA of Reserve Bank of India Act, 1934.

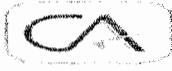
Place : Ahmedabad.

Date : 30.05.2019



For Nirav Kothari & Co  
Chartered Accountant

*(Nirav A. Kothari)*  
Nirav A. Kothari  
Proprietor  
M: No. 136372  
FRN.: 132927W



NIRAV KOTHARI  
& Co., A.C.A., F.F.R. (C.S. 1000)

**NIRAV KOTHARI & CO.**  
CHARTERED ACCOUNTANT

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Rambhadrani, Chhatrapati, Ahmedabad - 380 015  
Ahmedabad - 91 79 2594 1002  
Toll Free - 91 28782 15187  
E-mail - niravk@niravk.com

**ANNEXURE 2 TO THE INDEPENDENT AUDITOR'S REPORT OF EVEN DATE ON THE IND AS THE FINANCIAL STATEMENTS OF M/S. FRONTLINE FINANCIAL SERVICES LTD FOR THE YEAR ENDED 31<sup>ST</sup> MARCH, 2019**

(Referred to in Paragraph 2(f) under "Report on Other Legal and Regulatory Requirements" section of our reports of even date on the Standalone Ind AS financial statements of the company for the year ended 31st March, 2019.)

Report on the Internal Financial Control clause (i) of sub-section 3 of section 143 of the Companies Act, 2013 ("the Act")

We have audited the Internal Financial Controls over financial reporting of M/s. Frontline Financial Services Ltd ('the Company'), as of March 31, 2019 in conjunction with our audit of the financial statements of the Company for the year then ended on that date.

**Management's Responsibility for Internal Financial Controls**

The Company's management is responsible for establishing and maintaining Internal Financial Controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on audit of Internal Financial Controls over financial reporting issued by the Institute of Chartered Accountants of India [ICAI]. These responsibilities include the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to Company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

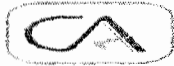
**Auditor's Responsibility**

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 Act, to the extent









NIRAV KOTHARI  
B.Com., A.C.A., F.I.B., (C.S. Inter)

## NIRAV KOTHARI & CO.

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Ranchhura 1 Main Road, AHMEDABAD - 380 018  
Telephone : 91 79 2542 3122  
Fax : 91 79 2542 1510  
E-mail : nirav@niravgroup.com

### Inherent Limitations of Internal Financial Controls over Financial Reporting

Because of 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 Controls 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 and to the best of our information and according to the explanations given to us, the Company has, in all material respects, an adequate Internal Financial Controls over Financial Reporting and such Internal Financial Controls over Financial Reporting were operating effectively as at 31st March 2019, 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.

Place : Ahmedabad.

Date : 30.05.2019

For Nirav Kothari & Co  
Chartered Accountant



  
(Nirav A. Kothari)

Proprietor  
M. No. 136372  
FRN.: 132927W