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Notice to the shareholders

NOTICE is hereby given that the Fourth Annual General Meeting of the Shareholders of the Company will be held on Tuesday, 12 September 2017 at 10.00 A.M., at the Registered Office of the Company at No 88, Mount Road, Guindy, Chennai – 600 032, to transact the following businesses.

ORDINARY BUSINESSES

1. To receive, consider, approve and adopt the audited statement of accounts for the year ended 31 March 2017 along with the Auditors and Directors' Report thereon.

"RESOLVED THAT Pursuant to Section 129 and other applicable provisions, if any, of the Companies Act, 2013, the audited financial statements of the Company for the year ended 31 March 2017, together with the Reports of the Directors and Auditors report as circulated to the members and presented to the meeting be and are hereby considered and adopted".

2. To appoint Auditors:

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

"RESOLVED THAT Pursuant to Section 139 of the Companies Act, 2013 read with the Companies (Audit and Auditors) Rules, 2014, the re-appointment of M/s. CNGSN Associates LLP, as the Auditors of the Company to hold office, from the conclusion of this annual general meeting till the conclusion of the next annual general meeting, for the fifth year in the first term of five years as recommended by the board of directors of the Company is ratified at a remuneration of Rs.1,00,000/-"

By Order of the Board
For OASIS VENTURES PRIVATE LIMITED



E N Rangaswami
Director
(DIN:06463753)

Place: Chennai
Date: 18 August 2017

Oasis Ventures Private Limited

(CIN: U70102TN2013PTC093554)

Registered Office : 88 Mount Road, Guindy, Chennai - 600 032 India

Notes:

1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF AND THE PROXY NEED NOT BE A MEMBER. PROXIES IN ORDER TO BE EFFECTIVE TO BE DEPOSITED ATLEAST 48 HOURS BEFORE THE COMMENCEMENT OF THE MEETING.
2. Copy of the Memorandum and Articles of Association of the Company (along with the proposed amendments) is available for inspection at the registered office of the Company on all working days during usual business hours till the conclusion of this meeting.
3. Members/proxies should bring the attendance slip duly filled in for attending the meeting.

DIRECTOR'S REPORT

To the Members,

Your Directors have pleasure in submitting their Annual Report of the Company together with the Audited Statements of Accounts for the year ended 31 March 2017

FINANCIAL SUMMARY

Particulars	(Amount in Rs.)	
	For the year ended 31 March 2017	For the year ended As at 31 March 2016
Total Revenue	6,84,21,300	1,03,21,645
Total Expenses	6,47,43,698	80,62,485
Profit/(Loss) before Tax	36,77,602	22,59,160
Less: Current Tax	20,54,572	(6,97,699)
Deferred Tax	(9,10,926)	9,877
Profit/(Loss) After Tax	25,33,956	15,51,584

DIVIDEND

The Board of Directors has not recommended any dividend for the year as the profits are conserved to fund the future plans of the Company.

REVIEW OF BUSINESS OPERATIONS AND FUTURE PROSPECTS

The Board has reviewed the operation of the company and has taken all possible efforts to improve the performance of the company with the dedicated manpower.

MATERIAL CHANGES AND COMMITMENT IF ANY AFFECTING THE FINANCIAL POSITION OF THE COMPANY OCCURRED BETWEEN THE END OF THE FINANCIAL YEAR TO WHICH THIS FINANCIAL STATEMENT RELATE AND THE DATE OF THE REPORT

No material changes and commitments affecting the financial position of the Company occurred between the end of the financial year to which this financial statements relate and the date of this report

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

The provisions of Section 134(3)(m) of the Companies Act, 2013 do not apply to our Company. There was no foreign exchange inflow or Outflow during the year under review.

DETAILS OF POLICY DEVELOPED AND IMPLEMENTED BY THE COMPANY ON ITS CORPORATE SOCIAL RESPONSIBILITY INITIATIVES

The said provisions of Corporate Social Responsibility are not applicable to the company for the current financial year.

PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS MADE UNDER SECTION 186 OF THE COMPANIES ACT, 2013

The particulars of Loans, guarantees and investments covered under section 186 of the Companies Act 2013 are provided in Note No.7 of the financial statements.

PARTICULARS OF CONTRACTS OR ARRANGEMENTS MADE WITH RELATED PARTIES

The particulars of Loans, guarantees and investments covered under section 186 of the Companies Act 2013 are provided in Note No.19 of the financial statements.

EXPLANATION OR COMMENTS ON QUALIFICATIONS, RESERVATIONS OR ADVERSE REMARKS OR DISCLAIMERS MADE BY THE AUDITORS AND THE PRACTICING COMPANY SECRETARY IN THEIR REPORTS

There are no qualifications, reservations or adverse remarks made by the Auditors in their report. The provisions relating to submission of Secretarial Audit Report is not applicable to the Company.

ANNUAL RETURN

The extracts of Annual Return pursuant to the provisions of Section 92 read with Rule 12 of the Companies (Management and Administration) Rules, 2014 is furnished in Annexure A and is attached to this Report.

NUMBER OF BOARD MEETINGS CONDUCTED DURING THE YEAR UNDER REVIEW

The Company has conducted six Board meetings (07/04/2016, 12/05/2016, 22/07/2016, 05/10/2016, 09/01/2017 and 31/03/2017) during the financial year under review.

DIRECTORS RESPONSIBILITY STATEMENT

In accordance with the provisions of section 134(5) of the Companies Act, 2013 the Board hereby submits its Responsibility Statement:-

(a) in the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;

(b) the directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit and loss of the company for the year ended 31 March 2017;

(c) the directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;

(d) the directors had prepared the annual accounts on a going concern basis;

(e) the directors had laid down internal financial controls to be followed by the company and that such internal financial controls are adequate and are operating effectively. Internal financial control means the policies and procedures adopted by the company 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 and

(f) the directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

SUBSIDIARIES, JOINT VENTURES AND ASSOCIATE COMPANIES

Pursuant to sub-section 129(3) read with Rule 5 of the Companies (Accounts) Rules, 2014, the statement containing the salient feature of the financial statement of subsidiary company is furnished in Form AOC1 as Annexure B.

Further, pursuant to Accounting Standard AS-21 issued by the Institute of Chartered Accountants of India read with Section 129(3), Consolidated Financial Statements presented by the Company in this Annual Report include the financial information of its subsidiary.

DEPOSITS

The Company has neither accepted nor renewed any deposits during the year under review.

DIRECTORS

There was no change in the Board of Directors during period under review.

STATUTORY AUDITORS

M/s. CNGSN & Associates LLP were appointed as the Auditors of the Company at the First Annual General Meeting held on 26 June 2014 to hold office till the conclusion of the Fifth AGM to be held in the year 2018 as per Section 139 of the Companies Act, 2013. Their re-appointment will have to be ratified by the Members at every AGM. In compliance with the requirements of the Companies Act, 2013, it is proposed to seek the ratification of the members for the appointment of the Auditors.

SHARES

During the year, Authorised share capital of the company was increased from Rs. 2,00,00,000/- (Rupees two crore only) to Rs. 2,60,00,000/- (Rupees two crore sixty lakhs only) and the paid up share capital of the company increased from Rs. 1,31,00,000/- (Rupees one crore thirty one lakhs only) to Rs. 2,14,00,000/- (Rupees two crore fourteen lakhs only)

DETAILS OF SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS, COURTS AND TRIBUNALS

No significant and material order has been passed by the regulators, courts, tribunals impacting the going concern status and Company's operations in future.

ACKNOWLEDGEMENTS

Your Directors place on record their sincere thanks to bankers, business associates, consultants, and various Government Authorities for their continued support extended to your Companies activities during the year under review. Your Directors also acknowledges gratefully the shareholders for their support and confidence reposed on your Company.

Place: Chennai

Date : 18 August 2017

For and on behalf of the Board



E N Rangaswami
Director
(DIN:06463753)

K Gopalakrishnan
Director
(DIN:00621061)

Annexure - A
FORM NO. MGT 9
EXTRACT OF ANNUAL RETURN
as on financial year ended on 31.03.2017
Pursuant to Section 92 (3) of the Companies Act, 2013 and
Rule 12(1) of the Company (Management & Administration) Rules, 2014.

I REGISTRATION & OTHER DETAILS:

i	CIN	U70102TN2013PTC093554
ii	Registration Date	04/11/2013
iii	Name of the Company	OASIS VENTURES PRIVATE LIMITED
iv	Category/Sub-category of the Company	Company limited by shares
v	Address of the Registered office	No.88, Anna Salai, Guindy, Chennai - 32
vi	Whether listed company	NO
vii	Name , Address & contact details of the Registrar & Transfer Agent, if any.	NA

II PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

All the business activities contributing 10% or more of the total turnover of the company

SL No	Name & Description of main products/services	NIC Code of the Product /service	% to total turnover of the company
1	Services to buildings and landscape activities	811	100%

III PARTICULARS OF HOLDING , SUBSIDIARY & ASSOCIATE COMPANIES

S.No	Name of the Company	CIN	Holding/ Associate	% of Shares Held
1	Mercantile Ventures Limited	L65191TN1985PLC037309	Holding	100.00
2	i3 Security Private Limited	U74120TN2011PTC082965	Subsidiary	100.00
3	Rayce Electronics Intelligence India Private Lim	U74900TN2015PTC099223	Subsidiary	100.00

IV SHAREHOLDING PATTERN (Equity Share capital Break up as % to total Equity)

Category of Shareholders	No. of Shares held at the beginning of the year			No. of Shares held at the end of the year			% change during the year	
	Physical	Total	% of Total Shares	Physical	Total	% of Total Shares		
A. Promoters								
(1) Indian	-	-	-	-	-	-	-	-
a) Individual/HUF	-	-	-	-	-	-	-	-
b) Central Govt.or State Govt.	-	-	-	-	-	-	-	-
c) Bodies Corporates	1,310,000.00	1,310,000.00	100.00	2,140,000.00	2,140,000.00	100.00	830,000.00	38.79
d) Bank/FI	-	-	-	-	-	-	-	-
e) Any other	-	-	-	-	-	-	-	-
SUB TOTAL:(A) (1)	1,310,000.00	1,310,000.00	100.00	2,140,000.00	2,140,000.00	100.00	830,000.00	38.79
(2) Foreign	-	-	-	-	-	-	-	-
a) NRI- Individuals	-	-	-	-	-	-	-	-
b) Other Individuals	-	-	-	-	-	-	-	-
c) Bodies Corp.	-	-	-	-	-	-	-	-
d) Banks/FI	-	-	-	-	-	-	-	-
e) Any other	-	-	-	-	-	-	-	-
SUB TOTAL (A) (2)	-	-	-	-	-	-	-	-
Total Shareholding of Promoter								
(A)= (A)(1)+(A)(2)	1,310,000.00	1,310,000.00	100.00	2,140,000.00	2,140,000.00	100.00	830,000.00	38.79
B. PUBLIC SHAREHOLDING								
(1) Institutions	-	-	-	-	-	-	-	-
a) Mutual Funds	-	-	-	-	-	-	-	-
b) Banks/FI	-	-	-	-	-	-	-	-
c) Central govt	-	-	-	-	-	-	-	-
d) State Govt.	-	-	-	-	-	-	-	-
e) Venture Capital Fund	-	-	-	-	-	-	-	-
f) Insurance Companies	-	-	-	-	-	-	-	-
g) FIIS	-	-	-	-	-	-	-	-
h) Foreign Venture Capital Funds	-	-	-	-	-	-	-	-
i) Others (specify)	-	-	-	-	-	-	-	-
SUB TOTAL (B)(1):	-	-	-	-	-	-	-	-
(2) Non Institutions	-	-	-	-	-	-	-	-
a) Bodies corporates	-	-	-	-	-	-	-	-
i) Indian	-	-	-	-	-	-	-	-
ii) Overseas	-	-	-	-	-	-	-	-
b) Individuals	-	-	-	-	-	-	-	-
i) Individual shareholders holding nominal share capital upto Rs.1 lakhs	-	-	-	-	-	-	-	-
ii) Individuals shareholders holding nominal share capital in excess of Rs. 1 lakhs	-	-	-	-	-	-	-	-
c) Others (specify)	-	-	-	-	-	-	-	-
SUB TOTAL (B)(2):	-	-	-	-	-	-	-	-
Total Public Shareholding								
(B)= (B)(1)+(B)(2)	-	-	-	-	-	-	-	-
C. Shares held by Custodian for GDRs & ADRs								
	-	-	-	-	-	-	-	-
Grand Total (A+B+C)	1,310,000.00	1,310,000.00	100.00	2,140,000.00	2,140,000.00	100.00	830,000.00	38.79

(ii) SHARE HOLDING OF PROMOTERS:

SI No.	Shareholders Name	No of shares	% of total shares of the company	% of shares pledged encumbered to total shares
1	Mercantile Ventures Limited	2,140,000	100.00	-

(iii) CHANGE IN PROMOTERS' SHAREHOLDING (SPECIFY IF THERE IS NO CHANGE):

There is no change in Promoters shareholding

(iv) SHAREHOLDING PATTERN OF TOP TEN SHAREHOLDERS (OTHER THAN DIRECTORS, PROMOTERS & HOLDERS OF GDRs & HDRs):

Not Applicable

(v) SHAREHOLDING OF DIRECTORS & KMP:

Mr.E N Rangaswami

Director

Mr.K. Gopalakrishnan

Director

	For Each of the Directors & KMP	Shareholding at the end of the year	
		No.of shares	% of total shares of the company
	At the beginning of the year	Nil	Nil
	Date wise increase/decrease in Promoters Share holding during the year specifying the reasons for increase/decrease (e.g. allotment/transfer/bonus/sweat equity etc)	Nil	Nil
	At the end of the year	Nil	Nil

V INDEBTEDNESS:

NIL

VI REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL:

NIL

A. REMUNERATION TO MANAGING DIRECTOR, WHOLE-TIME DIRECTOR AND/OR MANAGER:

Not Applicable

B. REMUNERATION TO OTHER DIRECTORS:

NIL

C. REMUNERATION TO KEY MANAGERIAL PERSONNEL OTHER THAN MD/MANAGER/WTD:

Not Applicable

VII PENALTIES/PUNISHMENT/COMPOUNDING OF OFFENCES:

NIL



CNGSN & ASSOCIATES LLP

CHARTERED ACCOUNTANTS

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S. NEELAKANTAN
B.Com., FCA

R. THIRUMALMARUGAN
M.Com., FCA

B. RAMAKRISHNAN
B.Com., Grad. CWA, FCA

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B.Com., FCA, DISA (ICAI)

D. KALAIALAGAN
B.Com., FCA, DISA (ICAI)

K. PARTHASARATHY
B.Com., FCA

NYAPATHY SRILATHA
M.Com., FCA, PGDFM

E.K. SRIVATSAN
B.Com., ACA

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF Oasis Ventures Private Limited,

Report on the Consolidated Financial Statements

We have audited the accompanying consolidated financial statements of **Oasis Ventures Private Limited** (hereinafter referred to as "the Holding Company") and its subsidiary (the Holding Company and its subsidiary together referred to as "the Group") comprising of the Consolidated Balance Sheet as at 31st March, 2017, the Consolidated Statement of Profit and Loss, the Consolidated Cash Flow Statement for the year then ended, and a summary of the significant accounting policies and other explanatory information (hereinafter referred to as "the consolidated financial statements").

Management's Responsibility for the Consolidated Financial Statements

The Holding Company's Board of Directors is responsible for the preparation of these consolidated financial statements in terms of the requirements of the Companies Act, 2013 (hereinafter referred to as "the Act") that give a true and fair view of the consolidated financial position, consolidated financial performance and consolidated cash flows of the Group in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. The respective Board of Directors of the companies included in the Group are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Group and for preventing and detecting frauds and other irregularities; the selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the 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, which have been used for the purpose of preparation of the consolidated financial statements by the Directors of the Holding Company, as aforesaid.

Auditor's Responsibility

Our responsibility is to express an opinion on these consolidated financial statements based on our audit. While conducting the audit, we have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.

We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the consolidated financial statements are free from material misstatement.



CNGSN & ASSOCIATES LLP

CHARTERED ACCOUNTANTS

Contd.....

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

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

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid consolidated financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the consolidated state of affairs of the Group, as at 31st March, 2017, and their consolidated profit and their consolidated cash flows for the year ended on that date.

Other Matters:

We did not audit the financial statements of "i3 Security Private Limited" and "Rayce Electronic Intelligence India Private Limited", subsidiaries, and whose financial statements reflect total assets of Rs. 5,04,29,402 as at 31st March, 2017, total revenues of Rs. 15,99,77,994. and net cashflows amounting to Rs. 83,86,564 for the year ended on that date, as considered in the consolidated financial statements. These financial statements have been audited by other auditors whose reports have been furnished to us by the Management and our opinion on the consolidated financial statements, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries, and our report in terms of sub-sections (3) and (11) of Section 143 of the Act, insofar as it relates to the aforesaid subsidiary, is based solely on the reports of the other auditors.

Our opinion on the consolidated financial statements, and our report on Other Legal and Regulatory Requirements below, is not modified in respect of the above matters with respect to our reliance on the work done and the reports of the other auditors and the financial statements certified by the Management.

Report on Other Legal and Regulatory Requirements

1. As required by Section 143(3) of the Act, we report, to the extent applicable, 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 of the aforesaid consolidated financial statements.
 - (b) In our opinion, proper books of account as required by law relating to preparation of the aforesaid consolidated financial statements have been kept so far as it appears from our examination of those books and the reports of the other auditors.
 - (c) The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss, and the Consolidated Cash Flow Statement dealt with by this Report are in agreement with the relevant books of account maintained for the purpose of preparation of the consolidated financial statements.
 - (d) In our opinion, the aforesaid consolidated financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.



CNGSN & ASSOCIATES LLP

CHARTERED ACCOUNTANTS

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- (e) On the basis of the written representations received from the directors of the Holding Company as on 31st March, 2017 taken on record by the Board of Directors of the Holding Company and the reports of the statutory auditors of its subsidiary companies incorporated in India, none of the directors of the Group companies, incorporated in India is disqualified as on 31st March, 2017 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 Group and the operating effectiveness of such controls, refer to our separate report in "Annexure".
- (g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditor's) Rules, 2014, in our opinion and to the best of our information and explanations given to us:
- The Group does not have any pending litigations which would impact the consolidated financial position in its financial Statements.
 - The Group has not entered into any long-term contracts including derivative contracts, requiring provision under applicable laws or accounting standards, for material foreseeable losses
 - There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Holding Company, and its subsidiary companies incorporated in India.
 - The Group has provided requisite disclosures in the financial statements as to holdings as well as dealings in Specified Bank Notes during the period from 8th November, 2016 to 30th December, 2016. Based on audit procedures and relying on the management representation we report that the disclosures are in accordance with books of account maintained by the Company and as produced to us by the Management – Refer Note 23.

Place : Chennai
Dated : 05.05.2017

For CNGSN & ASSOCIATES LLP
Chartered Accountants
F.R.No.004915S/LLP.R.No.5200036



C N GANGADARAN
Partner
Memb.No.11205

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

In conjunction with our audit of the consolidated financial statements of the Company as of and for the year ended 31st March 2017, we have audited the internal financial controls over financial reporting of **Oasis Ventures Private Limited** ("the Holding Company") and its subsidiary companies which are companies incorporated in India, as of that date.

Management's Responsibility for Internal Financial Controls

The Respective Board of Directors of the Holding Company and its subsidiary companies, which are companies incorporated in India, are 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 ("Guidance Note") issued by the Institute of Chartered Accountants of India ("ICAI"). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act.

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note, issued by ICAI and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Act, to the extent applicable to an audit of internal financial controls, both issued by the ICAI. 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 and the audit evidence obtained by the other auditors in terms of their reports and the information and explanation provided by the management is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

Meaning of Internal Financial Controls Over Financial Reporting

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



CNGSN & ASSOCIATES LLP

CHARTERED ACCOUNTANTS

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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, based on the test checks conducted by us, the Holding Company and its subsidiary companies which are companies incorporated in India, have, in all material respects, reasonably adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were prima facie operating effectively as at 31st March 2017, 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.

Other Matter

Our aforesaid reports under Section 143(3)(i) of the Act on the adequacy and operating effectiveness of the internal financial controls over financial reporting insofar as it relates to subsidiary companies which are companies incorporated in India, is based on the corresponding report of the auditor of such companies incorporated in India. Our opinion on the consolidated internal financial controls, is not modified in respect of the above matter with respect to our reliance on the work done and the reports of the other auditors and the information and explanations provided by the management.

Place : Chennai
Dated : 05.05.2017

For CNGSN & ASSOCIATES LLP
Chartered Accountants
F.R.No.004915S/LLP.R.No.S200036



C N GANGADARAN
Partner
Memb.No.11205

OASIS VENTURES PRIVATE LIMITED
88, Mount Road, Guindy, Chennai 600 032
BALANCE SHEET AS AT 31 MARCH 2017

PARTICULARS	Note No	As at 31/3/2017		As at 31/3/2016	
		₹	₹	₹	₹
I. EQUITY AND LIABILITIES					
(1) Shareholders' Funds:					
(a) Share Capital	2	2,14,00,000		1,31,00,000	
(b) Reserves and Surplus	3	51,17,758		25,83,802	
(c) Money Received against Share warrants		-	2,65,17,758	-	1,56,83,802
(2) Share application money pending allotment					
(3) Non-current liabilities:					
(a) Long-term borrowings		-		-	
(b) Deferred tax liabilities (Net)		-		-	
(c) Other Long-term liabilities		-		-	
(d) Long-term provisions		-		-	
(4) Current liabilities:					
(a) Trade payables	4	2,99,177		92,120	
(b) Other current liabilities	5	44,18,265		35,541	
(c) Short-term provisions	6	34,51,147	81,68,589	14,56,806	15,84,467
Total			3,46,86,347		1,72,68,269
II. ASSETS:					
(1) Non-current assets					
(a) Fixed Assets					
(i) Tangible assets		-		-	
(ii) Intangible assets		-		-	
(iii) Capital work-in-progress		-		-	
(iv) Intangible assets under developemnt		-		-	
(b) Non-current investments	7	1,98,44,340		1,39,41,090	
(c) Deferred tax assets (Net)	8	9,10,926		-	
(d) Long-term loans and advances	9	27,69,638		7,74,705	
(e) Other non-current assets		-	2,35,24,904	-	1,47,15,795
(2) Current assets					
(a) Current investments		-		-	
(b) Inventories		-		-	
(c) Trade receivables	10	1,03,48,012		21,50,897	
(d) Cash and cash equivalents	11	7,60,488		3,11,645	
(e) Short-term loans and advances	12	52,943		89,932	
(f) Other current assets		-	1,11,61,443	-	25,52,474
Total			3,46,86,347		1,72,68,269

See accompanying notes to the financial statements
As per our Report of even date

for CNGSN & ASSOCIATES LLP
CHARTERED ACCOUNTANTS

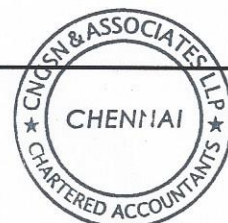
G.N. GANGADARAN
PARTNER

FOR AND ON BEHALF OF BOARD

E N RANGASWAMI
DIRECTOR

K GOPALAKRISHNAN
DIRECTOR

Place : CHENNAI
Date : 05 MAY 2017



OASIS VENTURES PRIVATE LIMITED

88, Mount Road, Guindy, Chennai-600032

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31 MARCH 2017

Particulars	Note No.	2016-17	2015-16
		₹	₹
I Revenue from operations	13	6,84,21,190	1,02,88,787
II Other income	14	110	32,858
III Total Revenue (I + II)		6,84,21,300	1,03,21,645
IV Expenses:			
a Cost of Services	15	6,29,19,677	71,82,282
b Employee benefits expenses	16	11,79,765	5,16,933
c Finance costs	17	23,518	30,731
d Depreciation and amortization expenses		-	-
e Other expenses	18	6,20,738	3,32,539
Total expenses		6,47,43,698	80,62,485
V Profit before exceptional and extraordinary items and tax (III - IV)		36,77,602	22,59,160
VI Exceptional items		-	-
VII Profit before extraordinary items and tax (V - VI)		36,77,602	22,59,160
VIII Extraordinary items		-	-
IX Profit before tax (VII - VIII)		36,77,602	22,59,160
X Tax expenses			
(1) Current Tax		20,54,572	6,97,699
(2) Deferred Tax Liability		(9,10,926)	9,877
XI Profit / (loss) for the period from continuing operations (IX -X)		25,33,956	15,51,584
XII Profit / (loss) from discontinuing operations		-	-
XIII Tax expenses of discontinuing operations		-	-
XIV Profit / (loss) from discontinuing operations (after tax) (XII - XIII)		-	-
XV Profit / (loss) for the period (XI + XIV)		25,33,956	15,51,584
XVI Earnings per share:			
-Basic		1.26	1.38
-Diluted		1.26	1.38
See accompanying notes to the financial statements			

As per our Report of even date

For CNGSN & ASSOCIATES LLP
CHARTERED ACCOUNTANTS

G.N. GANGADARAN
PARTNER

FOR AND ON BEHALF OF BOARD

E N RANGASWAMI
DIRECTOR

K GOPALAKRISHNAN
DIRECTOR

Place : CHENNAI
Date : 05 MAY 2017



OASIS VENTURES PRIVATE LIMITED
88, Mount Road, Guindy, Chennai 600 032

CASH FLOW STATEMENT FOR THE YEAR ENDED 31 MARCH 2017

Particulars	2016-17		2015-16	
	₹		₹	
CASH FLOW FROM OPERATING ACTIVITIES				
Cash Receipts from Customers	6,87,89,634		90,10,750	
Cash paid to suppliers	(55,26,855)		(77,15,427)	
Cash paid for expenses	(16,05,294)		(2,18,256)	
Cash paid to employees	(4,26,47,507)		(3,87,417)	
Cash paid to Government Authorities	(2,04,66,945)		(9,58,000)	
Cash generated from operations	(14,56,967)		(2,68,350)	
Income taxes paid/(refund)	(4,90,940)		2,26,060	
Net Cash flow from operating activities		(19,47,907)		(4,94,410)
CASH FLOW FROM INVESTING ACTIVITIES				
Investments made	(59,03,250)		(63,08,450)	
Interest received	-		893	
Net Cash flow from investing activities		(59,03,250)		(63,07,557)
CASH FLOW FROM FINANCING ACTIVITIES				
Issue of equity shares	83,00,000		55,00,000	
Net Cash flow from financing activities		83,00,000		55,00,000
Net Increase/(Decrease) in Cash and Cash Equivalents for the year		4,48,843		(13,01,967)
Opening Cash and Cash Equivalents:				
Balances with banks	3,07,670		16,03,048	
Cash-in-hand	3,975	3,11,645	10,564	16,13,612
Closing Cash and Cash Equivalents:				
Balances with banks	7,50,913		3,07,670	
Cash-in-hand	9,575	7,60,488	3,975	3,11,645

See accompanying notes to the financial statements

As per our Report of even date

For CNGSN & ASSOCIATES LLP
CHARTERED ACCOUNTANTS

FOR AND ON BEHALF OF BOARD

G.N. GANGADARAN
PARTNER



Place : CHENNAI
Date : 05 MAY 2017

E N RANGASWAMI
DIRECTOR

K GOPALAKRISHNAN
DIRECTOR

OASIS VENTURES PRIVATE LIMITED

Notes forming part of the Financial Statements for the year ended 31.03.2017

Corporate Information:

The Company was incorporated on 4th November, 2013 as "Oasis Ventures Private Limited". The Company was formed for the purpose of acquisition of immovable properties. The Objectives of the Company includes the "Facility Management Services" by a special resolution passed in an Extra Ordinary General Meeting held on 12th December, 2013.

Basis for preparation of financial statements:

The Financial Statements have been prepared on accrual basis under the historical cost convention and in accordance with Generally Accepted Accounting Principles (GAAP). The said financial statements comply with the relevant provisions of the Companies Act, 2013 and the mandatory accounting standards notified by the Central Government of India.

Note 1: Significant Accounting Policies:

1.1 Use of Estimates:

The preparation of financial statements requires estimates and assumptions to be made that affect the reported amount of assets and liabilities on the date of the financial statements and the reported amount of revenues and expenses during the reporting period. Management believes that the estimates used in the preparation of financial statements are prudent and reasonable. Any revision to accounting estimates is recognized in the period in which such revisions are made.

1.2 Cash and Cash Equivalents (for Cash flow statement):

Cash and Cash Equivalents comprise Cash in hand and Balance with Banks and other liquid funds.

1.3 Non-current Investments:

Investments in shares and units are stated at cost, net of permanent diminution in value wherever necessary.

1.4 Revenue Recognition:

- Revenue is recognized on accrual basis and expenses are accounted on their accrual with necessary provisions for all known liabilities and losses.
- Dividend income is recognized when the company's right to receive the dividend is established by the reporting date.
- Interest is recognized on a time proportion basis.

1.5 Fixed Assets and Depreciation:

The Company does not possess Fixed Assets as on the reporting date and hence depreciation has not been charged.

1.6 Provision for Tax:

Provision for tax for the year comprises current income tax and deferred tax. Provision for current income tax is made based on the estimated tax liability in accordance with the relevant tax rates and tax laws.

Current tax is payable on taxable profits, which differ from profit or loss in the financial statements. Current tax is computed based on tax rates and tax laws that have been enacted by the end of the reporting period.

Deferred income taxes reflect the impact of current year timing differences between taxable income and accounting income for the year and reversal of timing differences of earlier years.



Deferred tax is measured based on the tax rates and the tax laws enacted or substantively enacted as at the balance sheet date. Deferred tax assets are recognized only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized.

1.7 Earnings per Share (EPS):

Basic earnings per share is calculated by dividing the net profit or loss for the period attributable to equity shareholders (after deducting attributable taxes) by the weighted average number of equity shares outstanding during the period. For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares. In determining Earnings Per Share, the Company considers the net profit after tax and includes the post-tax effect of any extra-ordinary / exceptional item. The number of shares used in computing basic earnings per share is the weighted average number of shares outstanding during the period.

1.8 Retirement Benefits:

The company has presently has no post – employment and other long term benefits.



OASIS VENTURES PRIVATE LIMITED
88, Mount Road, Guindy, Chennai 600 032
NOTES TO THE BALANCE SHEET FOR THE YEAR ENDED 31 MARCH 2017

Note 2 : Share Capital

Particulars	As at 31st March 2017	As at 31st March 2016
	₹	₹
Authorised Share Capital 26,00,000 Equity Shares of Rs.10 each (Previous year 20,00,000 Equity Shares of Rs 10 each)	2,60,00,000	2,00,00,000
Issued, Subscribed and Paid Up 21,40,000 Equity Shares of Rs.10 each (Previous year 13,10,000 Equity Shares of Rs 10 each)	2,14,00,000	1,31,00,000
Total	2,14,00,000	1,31,00,000

a. Number of Equity Shares at the beginning and end of the reporting year

Particulars	As at 31st March 2017	As at 31st March 2016
	No. of Shares	No. of Shares
Shares outstanding at the beginning of the year	1,31,00,000	7,60,000
Shares issued during the year	83,00,000	5,50,000
Shares outstanding at the close of the year	2,14,00,000	13,10,000

b. Details of shares held by the holding company, the ultimate holding company, their subsidiaries and associates

Particulars	As at 31st March 2017	As at 31st March 2016
	Equity Shares Held	Equity Shares Held
Mercantile Ventures Limited, the holding company	21,40,000	13,10,000

c. Details of shares held by each shareholder holding more than 5% shares

Name of the Shareholder - Mercantile Ventures Limited		
As at 31st March 2017		
Number of shares held	21,40,000	
% holding	100%	
As at 31st March 2016		
Number of shares held	13,10,000	
% holding	100%	

Note 3 : Reserves & Surplus

Particulars	As at 31st March 2017	As at 31st March 2016
	₹	₹
a. Surplus		
Opening Balance	25,83,802	10,32,218
Add : Profit/Loss for the Period	25,33,956	15,51,584
Less : Deductions during the year	-	-
Total	51,17,758	25,83,802

Note 4 : Trade Payables

Particulars	As at 31st March 2017	As at 31st March 2016
	₹	₹
Trade Payables	2,99,177	92,120
Total	2,99,177	92,120

Note 5 : Other Current Liabilities

Particulars	As at 31st March 2017	As at 31st March 2016
	₹	₹
Statutory Dues Payable	11,51,604	35,541
Bonus Payable	28,81,668	-
Other Payables	3,84,993	-
Total	44,18,265	35,541

Note 6 : Short Term Provisions

Particulars	As at 31st March 2017	As at 31st March 2016
	₹	₹
Others		
Provision for Income Tax	32,10,635	11,86,794
Provision for liabilities	2,40,512	2,70,012
Total	34,51,147	14,56,806



Note 7 : Non Current Investments

Particulars	As at 31st March 2017	As at 31st March 2016
	₹	₹
Non Trade Investments		
Investment in Equity instruments - Unquoted		
a. Rayce Electronics Intelligence India Private Limited (5,00,000 shares of Rs.10 each fully paid up, Previous Year 3,10,000 shares of Rs.10 each fully paid up)	50,00,000	31,00,000
b. i3 Security Pvt Ltd (8,52,000 shares of Rs.10 each fully paid up, Previous year 7,30,750 shares of Rs.10 each fully paid up)	1,48,01,340	1,08,41,090
Less : Provision for diminution	-	-
Investment in NSC for Labour License	43,000	-
Total	1,98,44,340	1,39,41,090

Note 8 : Deferred Tax Asset

Particulars	As at 31st March 2017	As at 31st March 2016
	₹	₹
Bonus payable	8,90,436	-
Gratuity payable	20,490	-
Total	9,10,926	-

Note 9 : Long Term Loans & Advances

Particulars	As at 31st March 2017	As at 31st March 2016
	₹	₹
a. Security Deposit	90,000	90,000
b. Other loans and advances		
TDS Receivable	21,88,697	6,84,705
Self Assessment Tax 15-16	4,90,941	-
Total	27,69,638	7,74,705

Note 10 : Trade Receivables

Particulars	As at 31st March 2017	As at 31st March 2016
	₹	₹
Trade Receivables outstanding for a period less than six months		
Unsecured, considered good	86,641	-
Others-unsecured, considered good	1,02,61,371	21,50,897
Total	1,03,48,012	21,50,897

Note 11 : Cash & Cash Equivalents

Particulars	As at 31st March 2017	As at 31st March 2016
	₹	₹
a. Balances with banks	9,575	3,07,670
b. Cash on hand	7,50,913	3,975
Total	7,60,488	3,11,645

Note 12 : Short Term Loans & Advances

Particulars	As at 31st March 2017	As at 31st March 2016
	₹	₹
Others - Unsecured, considered good		
Salary Advance	8,485	24,722
Service Tax Input	42,924	65,210
KKC Input	1,534	-
Total	52,943	89,932



Note 13 : Revenue from Operations		
Particulars	Year ended 31st March 2017	Year ended 31st March 2016
	₹	₹
Sale of services		
a. Man power supply services	5,91,65,412	-
b. House Keeping Charges	14,39,010	19,85,052
c. Maintenance Charges	78,16,768	83,03,735
Total	6,84,21,190	1,02,88,787

Note 14 : Other Income		
Particulars	Year ended 31st March 2017	Year ended 31st March 2016
	₹	₹
a. Interest Income	-	893
b. Other non-operating income	110	31,965
Total	110	32,858

Note 15 : Cost of Services		
Particulars	Year ended 31st March 2017	Year ended 31st March 2016
	₹	₹
Charges for Facility Management Services	73,01,963	71,82,282
Cost of Manpower Supply services	5,56,17,714	-
Total	6,29,19,677	71,82,282

Note 16 : Employee Benefits Expense		
Particulars	Year ended 31st March 2017	Year ended 31st March 2016
	₹	₹
Salaries & Benefits	11,79,765	5,16,933
Total	11,79,765	5,16,933

Note 17 : Finance Cost		
Particulars	Year ended 31st March 2017	Year ended 31st March 2016
	₹	₹
Interest Expense	23,518	30,731
Total	23,518	30,731

Note 18 : Other Expenses		
Particulars	Year ended 31st March 2017	Year ended 31st March 2016
	₹	₹
Bank Charges	-	-
Filing Fees	50,878	84,676
Miscellaneous Expenses	88,701	12,116
Operating Expenses	-	-
Postage & Telephone Charges	5,896	29
Printing & Stationary	56,532	8,267
Professional and Consultancy Charges	31,884	-
Rates and Taxes	10,364	1,000
Travelling & Conveyance Expenses	34,294	16,000
Advertisement Charges	3,110	-
Rent - SPIC House	1,08,000	1,10,451
Auditor's remuneration:		
a) For audit	1,00,000	1,00,000
Swachh Bharat Cess @ 0.5% Expenses	14,671	-
Bad Debts Written Off	1,16,048	-
Books & Periodicals	360	-
Total	6,20,738	3,32,539



Note 19 : Related Party disclosures under Accounting Standard-18:

Name of Related Party	Nature Of Relationship
Mercantile Ventures Limited	Holding Company
i3 Security Private Limited	Subsidiary
Rayce Electronics Intelligence India Private Limited	Subsidiary

Details of Related party transactions for the period

(in ₹)

Name of Related Party	Mercantile Ventures Limited		i3 Security Private Limited		Rayce Electronics Intelligence India Private Limited	
Nature of Transaction	Year ended 31.03.2017	Year ended 31.03.2016	Year ended 31.03.2017	Year ended 31.03.2016	Year ended 31.03.2017	Year ended 31.03.2016
Income from Services Rendered	12,00,000	28,65,693	-	-	-	-
Payment of Rent	1,08,000	1,08,225	-	-	-	-
Reimbursement of Expenses	-	-	-	-	-	-
Payment of Security expenses	-	-	-	-	-	-
Cost of Services	-	-	38,37,463	61,49,140	-	-
Investments made in equity instruments	-	-	39,60,250	42,08,450	19,00,000	21,00,000

Name of Related Party	Mercantile Ventures Limited		i3 Security Private Limited		Rayce Electronics Intelligence India	
Particulars	As at 31.03.2017	As at 31.03.2016	As at 31.03.2017	As at 31.03.2016	As at 31.03.2017	As at 31.03.2016
Balance Outstanding	-	855842 Dr.	-	-	-	-

Note 20 : Disclosure on Specified Bank Notes (SBNs)

(in ₹)

During the year, the Company had specified bank notes or other denomination note as defined in the MCA notification G.S.R. 308(E) dated March 31, 2017 on the details of Specified Bank Notes (SBN) held and transacted during the period from November 8, 2016 to December, 30 2016, the denomination wise SBNs and other notes as per the notification is given below:

Particulars	SBNs	Other denomination notes	Total
Closing cash in hand as on November 8, 2016	2,500	3,736	6,236
(+) Withdrawal from bank accounts	-	30,000	30,000
(+) Permitted receipts	-	-	-
(-) Permitted payments	-	(29,466)	(29,466)
(-) Amount deposited in Banks	(2,500)	-	(2,500)
Closing cash in hand as on December 30, 2016	-	4,270	4,270





CNGSN & ASSOCIATES LLP

CHARTERED ACCOUNTANTS

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B.Com., ACA

INDEPENDENT AUDITOR'S REPORT

To the Members of Oasis Ventures Private Limited

Report on the Standalone Financial Statements

We have audited the accompanying standalone financial statements of **Oasis Ventures Private Limited** ("the Company"), which comprise the Balance sheet as at 31st March 2017, the Statement of Profit and Loss and the Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Standalone Financial Statements

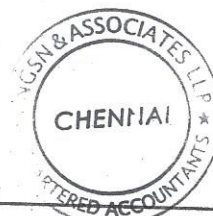
The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these standalone financial statements based on our audit.

We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.

We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.



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

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

Opinion

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 Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March, 2017, and its profit and its cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of Section 143 of the Act, we give in the "Annexure 1" a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
2. As required by Section 143(3) of the Act, we 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, and the Cash Flow Statement dealt with by this Report are in agreement with the books of accounts.
 - (d) In our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
 - (e) On the basis of the written representations received from the directors as on 31st March, 2016 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2016 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 and the operating effectiveness of such controls, refer to our separate report in "Annexure 2".



CNGSN & ASSOCIATES LLP

Contd.....

CHARTERED ACCOUNTANTS

(g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:

- i. the Company does not have any pending litigations which would impact its financial position
- ii. the Company does not have any material foreseeable losses from long-term contracts including derivative contracts. Hence no provision has been created for the same.
- iii. there were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
- iv. The Company has provided requisite disclosures in the financial statements as to holdings as well as dealings in Specified Bank Notes during the period from 8th November, 2016 to 30th December, 2016. Based on audit procedures and relying on the management representation we report that the disclosures are in accordance with books of account maintained by the Company and as produced to us by the Management – Refer Note 19.

For CNGSN & ASSOCIATES LLP
Chartered Accountants
F.R.No.004915S/S200036



C N GANGADARAN
Partner
Memb.No.011205

Place: Chennai
Date: 05/05/2017

Annexure 1 to the Auditor's report

Referred to in Paragraph 1 of Report on Other Legal and Regulatory Requirements of our Report of even date

- i. The company does not possess any fixed assets as on 31.03.2017. Accordingly clause i of para 3 of Companies (Auditors Report) Order 2016 is not applicable.
- ii. The Company does not hold any inventory as on 31.03.2017. Accordingly clause ii of para 3 of Companies (Auditors Report) Order 2016 is not applicable.
- iii. The company has not granted loans to parties covered in the register maintained under section 189 of the Companies Act. Accordingly clause iii of para 3 of Companies (Auditors Report) Order 2016 is not applicable.
- iv. In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of Section 185 and 186 of the Companies Act 2013 in respect of loans, investments, guarantees and security.
- v. In our opinion and according to the information and explanations given to us the company has not accepted any deposits. Accordingly clause v of paragraph 3 of Companies (Auditors Report) Order 2016 is not applicable.
- vi. The Central Government has not prescribed the maintenance of cost records under section 148 (1) of the Companies Act 2013. Accordingly clause vi of paragraph 3 of Companies (Auditors Report) Order 2016 is not applicable.
- vii.
 - a) According to the records of the Company and information and explanations given to us, the company is regular in depositing undisputed statutory dues including provident fund, employees' state insurance, income-tax, sales-tax, wealth tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues with the appropriate authorities. There are no undisputed statutory dues outstanding for more than six months.
 - b) According to the information and explanations given to us, there are no dues of sales tax, income tax, excise duty, customs duty, wealth tax, Service tax, value added tax and cess, which have not been deposited on account of any dispute.
- viii. The company has not taken any loan from a financial institution or bank or debenture holders. Accordingly clause viii of paragraph 3 of Companies (Auditors Report) Order 2016 is not applicable.
- ix. During the year, the company has not raised money by way of initial public offer or further public offer. Term loans were not obtained during the year. Accordingly, clause ix of Para 3 of Companies (Auditors Report) Order 2016 is not applicable.
- x. In our opinion and according to the information and explanations given to us, no fraud on or by the Company has been noticed or reported during the year.
- xi. In our opinion, the managerial remuneration has been paid or provided in accordance with the requisite approvals mandated by the provisions of Section 197 read with Schedule V to the Companies Act, 2013.



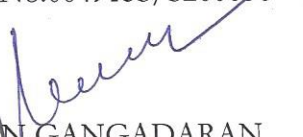
CHARTERED ACCOUNTANTS

- xii. In our opinion, the Company is not a Nidhi Company. Accordingly, clause xii of Para 3 of Companies (Auditors Report) Order 2016 is not applicable.
- xiii. In our opinion, all transactions with the related parties are in compliance with Section 177 and 188 of Companies Act 2013 where applicable, and the details have been disclosed in the financial statements as required by the applicable accounting standards.
- xiv. According to the information and explanations given to us, the company has made a preferential allotment of shares during the year under review and the requirement of section 42 of the Companies Act 2013 have been complied with.
- xv. In our opinion and according to the information and explanations given to us, the Company has not entered into any non - cash transactions with directors or persons connected with the Directors. Accordingly, clause xv of Para 3 of Companies (Auditors Report) Order 2016 is not applicable.
- xvi. In our opinion and according to the information and explanations given to us, the Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, clause xvi of Para 3 of Companies (Auditors Report) Order 2016 is not applicable.

Place: Chennai
Date: 05/05/2017

For CNGSN & ASSOCIATES LLP
Chartered Accountants
F.R.No.004915S/S200036




N. GANGADARAN
Partner
Memb.No.011205

Annexure 2 to the Auditor's report

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

We have audited the internal financial controls over financial reporting of **Oasis Ventures Private Limited** ("the Company") as of 31st March, 2017 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India. 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, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.



Meaning of Internal Financial Controls Over Financial Reporting

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

Inherent Limitations of Internal Financial Controls Over Financial Reporting

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

Opinion

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

Place: Chennai
Date: 05/05/2017

For CNGSN & ASSOCIATES LLP
Chartered Accountants
F.R.No.004915S/S200036




N. GANGADARAN
Partner
Memb.No.011205

OASIS VENTURES PRIVATE LIMITED
88, Mount Road, Guindy, Chennai 600 032
CONSOLIDATED BALANCE SHEET AS AT 31 MARCH 2017

PARTICULARS	Note No	As at 31-03-2017		As at 31-03-2016	
		₹	₹	₹	₹
I. EQUITY AND LIABILITIES					
(1) Shareholders' Funds:					
(a) Share Capital	2	2,14,00,000		1,31,00,000	
(b) Reserves and Surplus	3	1,36,80,022		61,80,806	
(c) Money Received against Share warrants		-	3,50,80,022	-	1,92,80,806
Minority Interest			-		25,39,656
(2) Share application money pending allotment					
(3) Non-current liabilities:					
(a) Long-term borrowings		-		-	
(b) Deferred tax liabilities (Net)		-		-	
(c) Other Long-term liabilities		-		-	
(d) Long-term provisions		-	-	-	-
(4) Current liabilities:					
(a) Short-term borrowings		-		-	
(b) Trade payables	4	20,44,010		10,46,891	
(c) Other current liabilities	5	1,57,10,601		91,43,605	
(d) Short-term provisions	6	1,54,94,814	3,32,49,425	1,43,83,241	2,45,73,737
Total			6,83,29,447		4,63,94,199
II. ASSETS:					
(1) Non-current assets					
(a) Fixed Assets					
(i) Tangible assets	7	7,72,204		4,13,874	
(ii) Intangible assets		30,15,037		16,05,898	
(iii) Capital work-in-progress		-		-	
(iv) Intangible assets under development		-		-	
(b) Non-current investments	8	43,000		-	
(c) Deferred tax assets (Net)	9	9,43,488		21,560	
(d) Long-term loans and advances	10	27,69,638		7,78,770	
(e) Other non-current assets		-	75,43,367	-	28,20,102
(2) Current assets					
(a) Current investments		-		-	
(b) Inventories	11	3,71,810		19,32,928	
(c) Trade receivables	12	3,70,89,297		2,47,42,285	
(d) Cash and cash equivalents	13	1,96,01,757		1,07,66,349	
(e) Short-term loans and advances	14	36,97,117		61,13,764	
(f) Other current assets	15	26,099	6,07,86,080	18,771	4,35,74,097
Total			6,83,29,447		4,63,94,199

See accompanying notes to the financial statements

As per our Report of even date

For CNGSN & ASSOCIATES LLP
CHARTERED ACCOUNTANTS

G.N. GANGADARAN
PARTNER

Place : CHENNAI
Date : 05 MAY 2017



FOR AND ON BEHALF OF BOARD

E N RANGASWAMI
DIRECTOR

K GOPALAKRISHNAN
DIRECTOR

OASIS VENTURES PRIVATE LIMITED
88, Mount Road, Guindy, Chennai 600 032

CONSOLIDATED STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31 MARCH 2017

Particulars		Note No.	2016-17	2015-16
			₹	₹
I	Revenue from operations	16	22,45,35,815	14,14,02,187
II	Other income	17	5,19,190	3,75,476
III	Total Revenue (I + II)		22,50,55,005	14,17,77,663
IV	Expenses:			
	a) Cost of Services	18	7,03,35,554	30,57,433
	Employee benefits expenses	19	13,35,30,609	12,14,24,494
	Finance costs	20	32,257	50,398
	Depreciation and amortization expenses	7	2,32,626	3,07,118
	Other expenses	21	1,00,43,945	1,14,28,852
	Total expenses		21,41,74,991	13,62,68,295
V	Profit before exceptional and extraordinary items and tax (III - IV)		1,08,80,014	55,09,368
VI	Exceptional items		-	-
VII	Profit before extraordinary items and tax (V - VI)		1,08,80,014	55,09,368
VIII	Extraordinary items		-	-
IX	Profit before tax (VII - VIII)		1,08,80,014	55,09,368
X	Tax expenses			
	(1) Current Tax		42,91,272	24,87,993
	(2) Deferred Tax liability		(9,21,927)	(11,808)
XI	Profit/(Loss) for the period before Minority Interest (IX-X)		75,10,670	30,33,183
XII	Minority Interest		-	5,62,904
	Capital Reserve		11,454	1,58,847
XIII	Consolidated profit for the year attributable to the Group (XI - XII)		74,99,216	23,11,432
XIV	Earnings per share:			
	-Basic		3.72	2.05
	-Diluted		3.72	2.05

See accompanying notes to the financial statements
As per our Report of even date

for CNGSN & ASSOCIATES LLP
CHARTERED ACCOUNTANTS

G.N. GANGADARAN
PARTNER

Place : CHENNAI
Date : 05 MAY 2017



FOR AND ON BEHALF OF THE BOARD

E N RANGASWAMI
DIRECTOR

K GOPALAKRISHNAN
DIRECTOR

OASIS VENTURES PRIVATE LIMITED
88, Mount Road, Guindy, Chennai 600 032

CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED 31 MARCH 2017

Particulars	2016-17	2015-16
	₹	₹
Profit before extraordinary items and tax	1,08,80,014	55,09,368
Adjustments for :		
Depreciation & Amortization	2,32,626	3,14,937
Interest Expense	23,518	30,731
Interest Income	(2,57,430)	-893
Dividend received	(1,67,731)	
Operating profit before working capital changes	1,07,10,997	58,54,142
Adjustment for Working Capital Changes		
(Increase) / Decrease in current assets	(1,02,67,443)	(1,30,74,690)
Increase / (Decrease) in current liabilities	70,73,698	65,33,808
Cash generated from operations	75,17,251	(6,86,739)
Tax (paid)/ refund	(27,89,281)	(2,26,060)
Net cash from operating activities	47,27,970	(9,12,799)
Cash flows from investing activities		
Purchase of Fixed Assets	(5,90,956)	(3,75,631)
Investment made	(59,03,250)	(32,08,450)
Interest Income Received	2,57,430	893
Dividend received	1,67,731	-
Net cash from investing activities	(60,69,045)	(35,83,188)
Cash flows from financing activities		
Proceeds from Issue of Equity Shares	1,02,00,000	55,00,000
Interest Paid	(23,517)	-
Net cash used in financing activities	1,01,76,483	55,00,000
Net increase in cash and cash equivalents	88,35,408	10,04,013
Cash and cash equivalents at beginning of period	1,07,66,349	97,62,335
Cash and cash equivalents at end of period	1,96,01,757	1,07,66,349

As per our Report of even date

for CNGSN & ASSOCIATES LLP
CHARTERED ACCOUNTANTS

G.N. GANGADARAN
PARTNER

Place : CHENNAI
Date : 05 MAY 2015



FOR AND ON BEHALF OF BOARD

(Signature of E N Rangaswami) *(Signature of K GOPALAKRISHNAN)*

E N RANGASWAMI
DIRECTOR

K GOPALAKRISHNAN
DIRECTOR

OASIS VENTURES PRIVATE LIMITED

Notes forming part of the Consolidated Financial Statements for the year ended 31.03.2017

Basis for Preparation of Consolidated Financial Statements:

The Consolidated Financial statements have been prepared in accordance with the generally accepted accounting principles in India under the historical cost convention on accrual basis. These financial statements have been prepared to comply in all material aspects with the accounting standards notified under Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules 2014.

Note 1 :Significant Accounting Policies

1. Use of Estimates:

The preparation of Consolidated financial statements requires estimates and assumptions to be made that affect the reported amount of assets and liabilities on the date of the financial statements and the reported amount of revenues and expenses during the reporting period. Management believes that the estimates used in the preparation of financial statements are prudent and reasonable. Any revision to accounting estimates is recognized in the period in which such revisions are made.

2. Cash and Cash Equivalents(for Cash flow statement):

Cash and Cash Equivalents comprise Cash in hand and Balance with Banks and other liquid funds.

3. Inventories:

Inventories are valued in accordance with the method of valuation prescribed by The Institute of Chartered Accountants of India at lower of cost or net realizable value.

4. Non-current Investments:

Investments in shares and units are stated at cost, net of permanent diminution in value wherever necessary.

5. Revenue Recognition:

- Revenue is recognized on accrual basis and expenses are accounted on their accrual with necessary provisions for all known liabilities and losses.
- Dividend income is recognized when the company's right to receive the dividend is established by the reporting date.
- Interest is recognized on a time proportion basis.

6. Provisions :

Expenses are accounted on accrual basis and provisions are made for all known losses and liabilities.



7. Impairment of Assets:

As per accounting standard 28, the company assesses at each balance sheet date whether there is any indication that an asset is impaired. If any such indication exists, the company estimates the recoverable amount of the asset. If such recoverable amount of the asset is less than the carrying amount then carrying amount is reduced to recoverable amount. The reduction is treated as impairment and recognized in profit and loss account. If at the balance sheet date there is an indication that a previously assessed impairment loss no longer exists, the recoverable amount is reassessed and the asset is reflected at the recoverable amount subject to a maximum of depreciated historical cost. During the year no such impairment has occurred.

8. Fixed Assets and Depreciation :

Fixed assets are stated at the cost of acquisition and the value of acquired business assets less accumulated depreciation. Assets costing less than Rs. 5,000/- are fully depreciated. Depreciation has been provided on the basis of Written down Value method adopting the rates and the manner as provided in schedule II of the Companies Act, 2013 as amended.

9. Provision for Tax:

Provision for tax for the year comprises current income tax and deferred tax. Provision for current income tax is made based on the estimated tax liability in accordance with the relevant tax rates and tax laws.

Current tax is payable on taxable profits, which differ from profit or loss in the financial statements. Current tax is computed based on tax rates and tax laws that have been enacted by the end of the reporting period.

Deferred income taxes reflect the impact of current year timing differences between taxable income and accounting income for the year and reversal of timing differences of earlier years.

Deferred tax is measured based on the tax rates and the tax laws enacted or substantively enacted as at the balance sheet date. Deferred tax assets are recognized only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized.

10. Earnings per Share :

Basic earnings per share is calculated by dividing the net profit or loss for the period attributable to equity shareholders (after deducting attributable taxes) by the weighted average number of equity shares outstanding during the period. For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares. In determining Earnings Per Share, the Company considers the net profit after tax and includes the post-tax effect of any extra-ordinary / exceptional item. The number of shares used in computing basic earnings per share is the weighted average number of shares outstanding during the period.



OASIS VENTURES PRIVATE LIMITED
88, Mount Road, Guindy, Chennai 600 032

CONSOLIDATED NOTES TO THE BALANCE SHEET FOR THE YEAR ENDED 31ST MARCH 2017

Note 2 : Share Capital

Particulars	As at 31st March 2017	As at 31st March 2016
	₹	₹
Authorised Share Capital 26,00,000 Equity Shares of Rs.10 each (Previous year 20,00,000 Equity Shares of Rs 10 each)	2,60,00,000	2,00,00,000
Issued, Subscribed and Paid Up 21,40,000 Equity Shares of Rs.10 each (Previous year 13,10,000 Equity Shares of Rs 10 each)	2,14,00,000	1,31,00,000
Total	2,14,00,000	1,31,00,000

a. Number of Equity Shares at the beginning and end of the reporting year

Particulars	As at 31st March 2017	As at 31st March 2016
	No. of Shares	No. of Shares
Shares outstanding at the beginning of the year	1,31,00,000	7,60,000
Shares issued during the year	83,00,000	5,50,000
Shares outstanding at the close of the year	2,14,00,000	13,10,000

b. Details of shares held by the holding company, the ultimate holding company, their subsidiaries and associates

Particulars	As at 31st March 2017	As at 31st March 2016
	Equity Shares Held	Equity Shares Held
Mercantile Ventures Limited, the holding company	21,40,000	13,10,000

c. Details of shares held by each shareholder holding more than 5% shares

Name of the Shareholder - Mercantile Ventures Limited		
As at 31st March 2017		
Number of shares held	21,40,000	
% holding	100%	
As at 31st March 2016		
Number of shares held	13,10,000	
% holding	100%	



Note 3 : Reserves & Surplus

Particulars	As at 31st March 2017	As at 31st March 2016
	₹	₹
a. Surplus		
Opening Balance	61,80,806	38,69,373
Add : Profit/Loss for the Period	74,99,216	23,11,432
Less : Deductions during the year	-	-
Closing Balance	1,36,80,022	61,80,806
b. Capital Reserve		
Opening Balance	-	3,44,679
Add : Profit/Loss for the Period	-	-
Less : Deductions during the year *	-	3,44,679
Closing Balance	-	-
Total	1,36,80,022	61,80,806

Note 4 : Trade Payables

Particulars	As at 31st March 2017	As at 31st March 2016
	₹	₹
Trade Payables	20,44,010	10,46,891
Total	20,44,010	10,46,891

Note 5 : Other Current Liabilities

Particulars	As at 31st March 2017	As at 31st March 2016
	₹	₹
Other Payables		
Statutory Dues Payable	22,25,084	51,830
Advances from Customers	3,87,514	13,48,113
Others	1,02,16,335	77,43,662
Bonus Payable	28,81,668	-
Total	1,57,10,601	91,43,605

Note 6 : Short Term Provisions

Particulars	As at 31st March 2017	As at 31st March 2016
	₹	₹
Others		
Provision for Income Tax	54,47,335	50,74,932
Provision for liabilities	1,00,47,479	2,70,012
Provision for employee benefits	-	90,38,297
Total	1,54,94,814	1,43,83,241



OASIS VENTURES PRIVATE LIMITED

Note - 7 Fixed Assets

S. No.	Particulars	GROSS BLOCK			DEPRECIATION				NET BLOCK	
		As on 01.04.2016	Additions	Deletion	As on 31.03.2017	As on 01.04.2016	For 2016-17	Deletions	As on 31.03.2017	As on 31.03.2016
1	Furniture and Fittings	2,68,929	23,450	-	2,92,379	1,47,616	36,237	-	1,83,853	1,21,313
2	Office Equipments	2,22,886	5,14,006	-	7,36,892	68,546	88,746	-	1,57,292	1,54,340
3	Computer & Peripherals	5,83,639	53,500	-	6,37,139	4,45,418	1,07,643	-	5,53,061	1,38,221
	Total	10,75,454	5,90,956	-	16,66,410	6,61,580	2,32,626	-	8,94,206	4,13,874



Note 8 : Non Current Investments		
Particulars	As at 31st March 2017	As at 31st March 2016
	₹	₹
Non Trade Investments		
Investment in NSC for Labour License	43,000	-
Total	43,000	-

Note 9 : Deferred Tax Asset		
Particulars	As at 31st March 2017	As at 31st March 2016
	₹	₹
Depreciation - Timing Difference	32,561	21,560
Bonus payable	8,90,436	-
Gratuity payable	20,491	-
Total	9,43,488	21,560

Note 10 : Long Term Loans & Advances		
Particulars	As at 31st March 2017	As at 31st March 2016
	₹	₹
a. Security Deposit	90,000	90,000
b. Other loans and advances		
TDS Receivable	21,88,697	6,88,770
Self Assessment Tax 15-16	4,90,941	-
Total	27,69,638	7,78,770

Note 11 : Inventories		
Particulars	As at 31st March 2017	As at 31st March 2016
	₹	₹
Materials	3,25,150	13,38,590
Work In Progress	46,660	5,94,338
Total	3,71,810	19,32,928

Note 12 : Trade Receivables		
Particulars	As at 31st March 2017	As at 31st March 2016
	₹	₹
Unsecured, considered good		
Debts Outstanding for a period less than 6 months	2,52,09,815	2,45,31,379
Debts Outstanding for a period exceeding 6 months	1,18,79,482	2,10,906
Total	3,70,89,297	2,47,42,285



Note 13 : Cash & Cash Equivalents

Particulars	As at 31st March 2017	As at 31st March 2016
	₹	₹
a. Balances with banks	1,95,72,680	1,06,69,062
b. Cash on hand	29,077	97,288
Total	1,96,01,757	1,07,66,349

Note 14 : Short Term Loans & Advances

Particulars	As at 31st March 2017	As at 31st March 2016
	₹	₹
Others - Unsecured, considered good		-
Salary Advance	8,485	24,722
TDS Receivable	25,94,614	
Other Loans and Advances	8,75,500	58,75,885
Input VAT	64,818	68,568
Service Tax Input	1,44,865	1,44,589
KKC Input	8,835	-
Total	36,97,117	61,13,764

Note 15 : Other Current Assets

Particulars	As at 31st March 2017	As at 31st March 2016
	₹	₹
Interest accrued but not due	18,599	18,771
Prepaid Expense	7,500	
Total	26,099	18,771



Note 16 : Revenue from Operations

Particulars	Year ended 31st March 2017	Year ended 31st March 2016
	₹	₹
Sale of Products	1,13,08,394	11,88,511
Sale of Services	21,32,27,421	14,02,13,676
Total	22,45,35,815	14,14,02,187

Note 17 : Other Income

Particulars	Year ended 31st March 2017	Year ended 31st March 2016
	₹	₹
a. Interest Income	2,57,430	2,93,644
b. Dividend Income	1,67,731	-
c. Other non-operating income	94,029	81,832
Total	5,19,190	3,75,476

Note 18 : Cost of Services / Cost of Materials Consumed

Particulars	Year ended 31st March 2017	Year ended 31st March 2016
	₹	₹
Cost of materials consumed	-	12,76,042
Cost of Services	7,03,35,554	17,81,391
Total	7,03,35,554	30,57,433

Note 19 : Employee Benefits Expense

Particulars	Year ended 31st March 2017	Year ended 31st March 2016
	₹	₹
Salaries & Benefits	13,35,30,609	12,14,24,494
Total	13,35,30,609	12,14,24,494



Note 20 : Finance Cost

Particulars	Year ended 31st March 2017	Year ended 31st March 2016
	₹	₹
Interest Expense	23,518	30,731
Bank Charges	8,739	19,667
Total	32,257	50,398

Note 21 : Other Expenses

Particulars	Year ended 31st March 2017	Year ended 31st March 2016
	₹	₹
Filing Fees	50,878	84,676
Miscellaneous Expenses	2,48,073	2,69,399
Operating Expenses	-	-
Postage & Telephone Charges	1,52,179	1,78,064
Printing & Stationary	1,79,560	1,43,491
Professional and Consultancy Charges	23,25,884	37,78,000
Rates and Taxes	1,51,082	1,66,779
Travelling & Conveyance Expenses	6,69,929	21,25,263
Advertisement Charges	3,110	-
Rent	15,71,433	11,95,986
Repairs & Maintenace	4,44,106	2,53,470
Director Remuneration	36,23,813	29,40,000
Business Promotion	-	-
Patrolling Expenses	-	-
Preliminary Expenses	-	7,800
Electricity Charges	73,726	85,924
Insurance Charges	3,493	-
Security Expenses	15,600	-
	-	-
Auditor's remuneration:	-	-
a) For audit	4,00,000	2,00,000
Swachh Bharat Cess @ 0.5% Expenses	14,671	-
Bad Debts Written Off	1,16,048	-
Books & Periodicals	360	-
Total	1,00,43,945	1,14,28,852

Note 22 : Related Party disclosures under Accounting Standard-18:

1. OASIS VENTURES PRIVATE LIMITED

Name of Related Party	Nature Of Relationship
Mercantile Ventures Limited	Holding Company
i3 Security Private Limited	Subsidiary
Rayce Electronics Intelligence India Private Limited	Subsidiary

Details of Related party transactions for the period

Name of Related Party	Mercantile Ventures Limited		i3 Security Private Limited		Rayce Electronics Intelligence	
Nature of Transaction	Year ended 31.03.2017	Year ended 31.03.2016	Year ended 31.03.2017	Year ended 31.03.2016	Year ended 31.03.2017	Year ended 31.03.2016
Income from Services Rendered	12,00,000	28,65,693	-	-	-	-
Payment of Rent	1,08,000	1,08,225	-	-	-	-
Reimbursement of Expenses	-	-	-	-	-	-
Payment of Security expenses	-	-	-	-	-	-
Cost of Services	-	-	38,37,463	61,49,140	-	-
Investments made in equity instruments	-	-	39,60,250	42,08,450	19,00,000	21,00,000

Name of Related Party	Mercantile Ventures Limited		i3 Security Private Limited		Rayce Electronics Intelligence	
Particulars	As at 31.03.2017	As at 31.03.2016	As at 31.03.2017	As at 31.03.2016	As at 31.03.2017	As at 31.03.2016
Balance Outstanding	-	855842 Dr.	-	-	-	-

2. i3 SECURITY PRIVATE LIMITED

Name of Related Party	Nature Of Relationship
Mercantile Ventures Ltd	Ultimate Holding Company
Oasis Ventures Private Limited	Holding Company
Mani MozhiArasu	Key management personnel
Rayce Electronic Intelligence India Private Limited	Company having a common share holder

Nature of Transaction	Holding Company (Oasis Ventures Private Limited)	Ultimate Holding Company	Key management personnel	Company having a common Share
Security Services	Rs.38,37,463/- (Rs 61,49,140/-)	Rs.9,200 /- (Rs.6,840 /-)	-	-
Director's remuneration	-	-	Rs.36,23,813/- (Rs.29,40,000)	-
Purchase of Fixed Assets	-	-	-	Rs.8,08,376/- (Rs.1,16,860)

3. RAYCE ELECTRONIC INTELLIGENCE INDIA PRIVATE LIMITED

Name of Related Party	Nature Of Relationship
Mercantile Ventures Ltd	Ultimate Holding Company
Oasis Ventures Pvt Limited	Holding Company
i3 Security Private Limited	Company having common Share Holder

Nature of Transaction	Holding Company (Oasis Ventures Pvt Limited)	Ultimate Holding Company (Mercantile Ventures Ltd)	Company having a common share Holder (i3 Security Private Ltd)
Sale of products & Services	-	2,61,316/- (2,02,937)	8,08,376/- (1,16,860)
Share Allotment	19,00,000 (31,00,000)	-	-
Share Capital@	19,00,000 (31,00,000)	-	-



Note 23: Disclosure on Specified Bank Notes (SBNs)**(in ₹)**

During the year, the group had specified bank notes or other denomination note as defined in the MCA notification G.S.R. 308(E) dated March 31, 2017 on the details of Specified Bank Notes (SBN) held and transacted during the period from November 8, 2016 to December, 30 2016, the denomination wise SBNs and other notes as per the notification is given below:

Particulars	SBNs	Other denomination notes	Total
Closing cash in hand as on 08.11.2016	1,76,500	34,702	2,11,202
(+) Permitted receipts	-	2,65,125	2,65,125
(-) Permitted payments	-	-2,44,625	-2,44,625
(-) Amount deposited in Banks	-1,76,500	-	-1,76,500
Closing cash in hand as on 30.12.2016	-	55,202	55,202





Rayce Electronic Intelligence India Private Limited
CIN: U74900TN2015PTC099223
26 (Old No 14), 5th Cross Street, RV Nagar,
Anna Nagar East, Chennai – 600102.
Phone: 044-26210003

NOTICE TO THE SHAREHOLDERS

Notice is hereby given that the Second Annual General Meeting of the shareholders of Rayce Electronic Intelligence India Private Limited will be held on Tuesday, 12 September 2017 at 10.30 am at 88, Mount Road, Guindy, Chennai- 600 032 to transact the following:

ORDINARY BUSINESS:

1. To receive, consider, approve and adopt the audited statement of accounts for the year ended 31 March 2017 along with the Auditors and Directors' Report thereon.

"RESOLVED THAT Pursuant to Section 129 and other applicable provisions, if any, of the Companies Act, 2013, the audited financial statements of the Company for the year ended 31 March 2017, together with the Reports of the Directors and Auditors report as circulated to the members and presented to the meeting be and are hereby considered and adopted".

2. To Appoint Auditors of the Company and fix their remuneration.

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

"RESOLVED THAT Pursuant to Section 139 of the Companies Act, 2013 read with the Companies (Audit and Auditors) Rules, 2014, the re-appointment of M/s. Venkatesh & Co, Chartered Accountants, as the auditors of the Company to hold office, from the conclusion of this annual general meeting till the conclusion of the next annual general meeting at a remuneration of Rs.25,000/- for the third year in the first term of five years."

SPECIAL BUSINESS

3. Increase of Authorized Share Capital of the company

To consider, and if thought fit, to pass with or without modification the following resolution as a SPECIAL RESOLUTION:

"RESOLVED THAT pursuant to Section 60,61 and other applicable provisions of the Companies Act, 2013 and subject to such other Rules and Regulations made there under, the authorized share capital of the company be increased from Rs.50,00,000/- (Rupees fifty lakhs only) (divided into 5,00,000 equity shares of Rs.10/- each) to Rs.1,00,00,000/- (Rupees one crore only) (divided into 10,00,000 equity shares of Rs.10/- each).

RESOLVED FURTHER THAT for the purpose of giving effect to the aforesaid resolution the Board of Directors of the Company be and are hereby authorized to do all such acts, things and deeds as may be required."

4. Alteration to the memorandum of association of the company

To consider, and if thought fit, to pass with or without modification the following resolution as a **SPECIAL RESOLUTION**:

"RESOLVED THAT pursuant to Section 60 and other applicable provisions of the Companies Act, 2013 and subject to such other Rules and Regulations made there under the existing Clause V of the Memorandum of Association be and is hereby replaced with the following:

V. The Authorised Share capital of the Company is Rs.1,00,00,000/- (Rupees one crore only) divided into 10,00,000 equity shares of Rs,10/-(Rupees ten) each.

RESOLVED FURTHER THAT for the purpose of giving effect to the aforesaid resolution, the board of directors of the Company be and is hereby authorized to do all acts, things and deeds and to do such other things as may be required in this connection."

By Order of the Board
For Rayce Electronic Intelligence India Private Limited



E N Rangaswami
(DIN: 06463753)
Director

Place: Chennai
Date : 18 August 2017

Notes:

1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF AND THE PROXY NEED NOT BE A MEMBER. PROXIES IN ORDER TO BE EFFECTIVE TO BE DEPOSITED ATLEAST 48 HOURS BEFORE THE COMMENCEMENT OF THE MEETING.
2. The Explanatory statement as required under the provision of the Companies Act, 2013 disclosing all the material facts concerning the special business as set out in the notice is furnished hereunder.
3. Copy of the Memorandum and Articles of Association of the Company (along with the proposed amendments) is available for inspection at the registered office of the Company on all working days during usual business hours till the conclusion of this meeting.
4. Members/proxies should bring the attendance slip duly filled in for attending the meeting.

EXPLANATORY STATEMENT U/S 102 OF THE COMPANIES ACT, 2013

Item No.3 and 4 of Special Business

Increase of the Authorised share capital and consequent amendments to the Memorandum and Articles of Association of the company

It is proposed to increase the authorised share capital of the company by Rs.50 lakhs (from Rs.50,00,000/- to Rs.1,00,00,000/-) as more fully stated in the notice, to meet its operational requirements.

Under provisions of the Companies Act, 2013, amendment to Memorandum (Clause V) of Association requires the approval of the members by way of Special resolution.

None of the Directors are deemed to be interested in this resolution.

By Order of the Board
For Rayce Electronic Intelligence India Private Limited



E N Rangaswami
(DIN: 06463753)
Director

Place: Chennai
Date : 18 August 2017

DIRECTOR'S REPORT

To the Members,

Your Directors have pleasure in submitting their Annual Report of the Company together with the Audited Statements of Accounts for the year ended 31 March 2017

FINANCIAL SUMMARY

Particulars	(Amount in Rs.)	
	For the year ended 31 March 2017	For the year ended 31 March 2016
Total Revenue	1,38,75,309	11,55,726
Total Expenses	1,37,58,434	36,29,705
Profit/(Loss) before Tax	1,16,875	(24,73,980)
Less: Current Tax	38,359	-
Deferred Tax	(2,091)	(164)
Profit/(Loss) After Tax	80,607	(24,73,816)

DIVIDEND

The Board of Directors has not recommended any dividend for the year in view of the losses incurred by the company.

REVIEW OF BUSINESS OPERATIONS AND FUTURE PROSPECTS

The Board has reviewed the operation of the company and has taken all possible efforts to improve the performance of the company with the dedicated manpower.

MATERIAL CHANGES AND COMMITMENT IF ANY AFFECTING THE FINANCIAL POSITION OF THE COMPANY OCCURRED BETWEEN THE END OF THE FINANCIAL YEAR TO WHICH THIS FINANCIAL STATEMENT RELATE AND THE DATE OF THE REPORT

No material changes and commitments affecting the financial position of the Company occurred between the end of the financial year to which this financial statements relate and the date of this report

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

The provisions of Section 134(3)(m) of the Companies Act, 2013 do not apply to our Company.

Foreign Exchange Earnings and Outgo:

- (a) Foreign Exchange Inflow: Rs.1,22,188/-
- (b) Foreign Exchange Outflow: Rs.17,058/-

DETAILS OF POLICY DEVELOPED AND IMPLEMENTED BY THE COMPANY ON ITS CORPORATE SOCIAL RESPONSIBILITY INITIATIVES

The said provisions of Corporate Social Responsibility are not applicable to the company for the current financial year.

PARTICULARS OF CONTRACTS OR ARRANGEMENTS MADE WITH RELATED PARTIES

The particulars of contracts or arrangements made with related parties are provided in Note No.16 of the financial statements.

EXPLANATION OR COMMENTS ON QUALIFICATIONS, RESERVATIONS OR ADVERSE REMARKS OR DISCLAIMERS MADE BY THE AUDITORS AND THE PRACTICING COMPANY SECRETARY IN THEIR REPORTS

There are no qualifications, reservations or adverse remarks made by the Auditors in their report. The provisions relating to submission of Secretarial Audit Report is not applicable to the Company.

ANNUAL RETURN

The extracts of Annual Return pursuant to the provisions of Section 92 read with Rule 12 of the Companies (Management and Administration) Rules, 2014 is furnished in Annexure A and is attached to this Report.

NUMBER OF BOARD MEETINGS CONDUCTED DURING THE YEAR UNDER REVIEW

The Company has conducted six Board meetings (04/05/2016, 29/06/2016, 07/09/2016, 05/10/2016, 09/01/2017 and 31/03/2017) during the financial year under review.

DIRECTORS RESPONSIBILITY STATEMENT

In accordance with the provisions of section 134(5) of the Companies Act, 2013 the Board hereby submits its Responsibility Statement:-

- (a) in the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- (b) the directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit and loss of the company for the year ended 31 March 2017;
- (c) the directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- (d) the directors had prepared the annual accounts on a going concern basis;
- (e) the directors had laid down internal financial controls to be followed by the company and that such internal financial controls are adequate and are operating effectively. Internal financial control means the policies and procedures adopted by the company 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 and
- (f) the directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

DEPOSITS

The Company has neither accepted nor renewed any deposits during the year under review.

DIRECTORS

There was no change in the Board of Directors during period under review.

STATUTORY AUDITORS

M/s. Venkatesh & Co, Chartered Accountants were appointed as the Auditors of the Company at the First Annual General Meeting held on 30 September 2016 to hold office till the conclusion of the Fifth AGM to be held in the year 2020 as per Section 139 of the Companies Act, 2013. Their re-appointment will have to be ratified by the Members at every AGM. In compliance with the requirements of the Companies Act, 2013, it is proposed to seek the ratification of the members for the appointment of the Auditors.

SHARES

The paid up share capital of the company as 31 March 2017 is Rs.50,00,000/- (Rupees fifty lakhs only).

DETAILS OF SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS, COURTS AND TRIBUNALS

No significant and material order has been passed by the regulators, courts, tribunals impacting the going concern status and Company's operations in future.

ACKNOWLEDGEMENTS

Your Directors place on record their sincere thanks to bankers, business associates, consultants, and various government authorities for their continued support extended to your Companies activities during the year under review. Your Directors also acknowledges gratefully the shareholders for their support and confidence reposed on your Company.

Place: Chennai

Date : 18 August 2017

For and on behalf of the Board



E N Rangaswami
(DIN: 06463753)

Director

Annexure - A
FORM NO. MGT 9
EXTRACT OF ANNUAL RETURN
as on financial year ended on 31.03.2017
Pursuant to Section 92 (3) of the Companies Act, 2013 and
Rule 12(1) of the Company (Management & Administration) Rules, 2014.

I REGISTRATION & OTHER DETAILS:

i	CIN	U74900TN2015PTC099223
ii	Registration Date	13/02/2015
iii	Name of the Company	RAYCE ELECTRONIC INTELLIGENCE INDIA PRIVATE LIMITED
iv	Category/Sub-category of the Company	Company limited by shares
v	Address of the Registered office	No.88, Mount Road, Guindy, Chennai - 32
vi	Whether listed company	NO
vii	Name , Address & contact details of the Registrar & Transfer Agent, if any.	NA

II PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

All the business activities contributing 10% or more of the total turnover of the company

SL No	Name & Description of main products/services	NIC Code of the Product /service	% to total turnover of the company
1	Security systems service activities	80200	100%

III PARTICULARS OF HOLDING , SUBSIDIARY & ASSOCIATE COMPANIES

S.No	Name of the Company	CIN	Holding/ Associate	% of Shares Held
1	Oasis Ventures Private Limited	U70102TN2013PTC093554	Holding	100.00

IV SHAREHOLDING PATTERN (Equity Share capital Break up as % to total Equity)

Category of Shareholders	No. of Shares held at the beginning of the year			No. of Shares held at the end of the year			% change during the year	
	Physical	Total	% of Total Shares	Physical	Total	% of Total Shares	Total	% of Total Shares
A. Promoters								
(1) Indian	-	-	-	-	-	-	-	-
a) Individual/HUF	-	-	-	-	-	-	-	-
b) Central Govt.or State Govt.	-	-	-	-	-	-	-	-
c) Bodies Corporates	310,000.00	310,000.00	100.00	500,000.00	500,000.00	100.00	190,000.00	38.00
d) Bank/Fl	-	-	-	-	-	-	-	-
e) Any other	-	-	-	-	-	-	-	-
SUB TOTAL (A) (1)	310,000.00	310,000.00	100.00	500,000.00	500,000.00	100.00	190,000.00	38.00
(2) Foreign	-	-	-	-	-	-	-	-
a) NRI- Individuals	-	-	-	-	-	-	-	-
b) Other Individuals	-	-	-	-	-	-	-	-
c) Bodies Corp.	-	-	-	-	-	-	-	-
d) Banks/Fl	-	-	-	-	-	-	-	-
e) Any other	-	-	-	-	-	-	-	-
SUB TOTAL (A) (2)	-	-	-	-	-	-	-	-
Total Shareholding of Promoter								
(A)= (A)(1)+(A)(2)	310,000.00	310,000.00	100.00	500,000.00	500,000.00	100.00	190,000.00	38.00
B. PUBLIC SHAREHOLDING								
(1) Institutions	-	-	-	-	-	-	-	-
a) Mutual Funds	-	-	-	-	-	-	-	-
b) Banks/Fl	-	-	-	-	-	-	-	-
c) Central govt	-	-	-	-	-	-	-	-
d) State Govt.	-	-	-	-	-	-	-	-
e) Venture Capital Fund	-	-	-	-	-	-	-	-
f) Insurance Companies	-	-	-	-	-	-	-	-
g) FIs	-	-	-	-	-	-	-	-
h) Foreign Venture Capital Funds	-	-	-	-	-	-	-	-
i) Others (specify)	-	-	-	-	-	-	-	-
SUB TOTAL (B)(1):	-	-	-	-	-	-	-	-
(2) Non Institutions	-	-	-	-	-	-	-	-
a) Bodies corporates	-	-	-	-	-	-	-	-
i) Indian	-	-	-	-	-	-	-	-
ii) Overseas	-	-	-	-	-	-	-	-
b) Individuals	-	-	-	-	-	-	-	-
i) Individual shareholders holding nominal share capital upto Rs.1 lakhs	-	-	-	-	-	-	-	-
ii) Individuals shareholders holding nominal share capital in excess of Rs. 1 lakhs	-	-	-	-	-	-	-	-
c) Others (specify)	-	-	-	-	-	-	-	-
SUB TOTAL (B)(2):	-	-	-	-	-	-	-	-
Total Public Shareholding								
(B)= (B)(1)+(B)(2)	-	-	-	-	-	-	-	-
C. Shares held by Custodian for GDRs & ADRs								
	-	-	-	-	-	-	-	-
Grand Total (A+B+C)	310,000.00	310,000.00	100.00	500,000.00	500,000.00	100.00	190,000.00	38.00

(ii) SHARE HOLDING OF PROMOTERS:

SI No.	Shareholders Name	No of shares	% of total shares of the company	% of shares pledged encumbered to total shares
1	Oasis Ventures Private Limited	500,000	100.00	-

(iii) CHANGE IN PROMOTERS' SHAREHOLDING (SPECIFY IF THERE IS NO CHANGE):

Not Applicable

(iv) SHAREHOLDING PATTERN OF TOP TEN SHAREHOLDERS (OTHER THAN DIRECTORS, PROMOTERS & HOLDERS OF GDRs & HDRs):

Not Applicable

(v) SHAREHOLDING OF DIRECTORS & KMP:

Mr.E N Rangaswami	Director
Mr.A Mani Moli Arasu	Director
Mr. R Vincent Jayaraj	Director

		Shareholding at the end of the year	
	For each of the Directors & KMP	No.of shares	% of total shares of the company
	At the beginning of the year	Nil	Nil
	Date wise increase/decrease in Promoters Share holding during the year specifying the reasons for increase/decrease (e.g. allotment/transfer/bonus/sweat equity etc)	Nil	Nil
	At the end of the year	Nil	Nil

V INDEBTEDNESS:

NIL

VI REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL:

NIL

A. REMUNERATION TO MANAGING DIRECTOR, WHOLE-TIME DIRECTOR AND/OR MANAGER:

Not Applicable

B. REMUNERATION TO OTHER DIRECTORS:

NIL

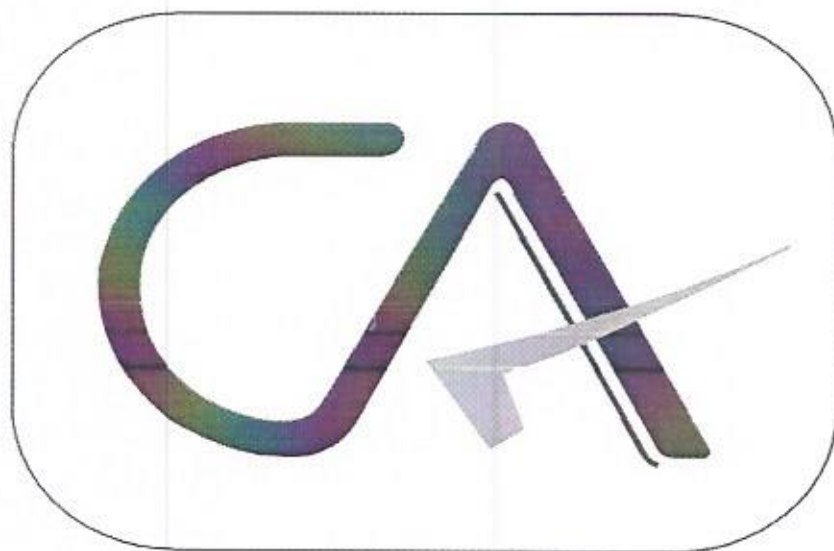
C. REMUNERATION TO KEY MANAGERIAL PERSONNEL OTHER THAN MD/MANAGER/MTD:

Not Applicable

VII PENALTIES/PUNISHMENT/COMPOUNDING OF OFFENCES:

NIL

RAYCE ELECTRONIC INTELLIGENCE INDIA PVT LTD
Audited Financial Statements For FY 2016-17



VENKATESH & CO
CHARTERED ACCOUNTANTS
CHENNAI 17



VENKATESH & CO

Chartered Accountants

Independent Auditor's Report

To the Members of
M/s.Rayce Electronic Intelligence India Private Limited

Report on Financial Statements

We have audited the accompanying financial statements of M/s. Rayce Electronic Intelligence India Private Limited ("the Company"), which comprise the Balance Sheet as at 31st March, 2017, the Statement of Profit and Loss, the Cash Flow statement, and a summary of the significant accounting policies and other explanatory information for the year then ended.

Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies(Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding 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.

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 conducted our audit in accordance with the Standards on Auditing specified under section 143(10) of the companies Act 2013. 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.



"SRI RANGA", New No.151, Mambalam High Road, T.Nagar, Chennai - 600 017.

Telefax : 2814 4763/64/65/66 Email : venkateshandco@gmail.com



An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the financial statements 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 management, as well as evaluating the overall presentation of the financial statements.

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

Opinion:-

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

- a) in the case of the Balance Sheet, of the state of affairs of the Company for as at March 31, 2017;
- b) in the case of the Profit and Loss Account, of the **profit** for the period ended on that date; and
- c) in the case of the Cash Flow Statement, of the cash flows for the period ended on that date.





Report on Other Legal and Regulatory Requirements: -

1. As required by the Companies (Auditor's Report) Order, 2016("the Order") issued by the Central Government of India in terms of sub section (11) of section 143 of the Act, we give in Annexure I a statement on the matters specified in the paragraph 3 and 4 of the Order, to the extent applicable.
2. As required by section 143(3) of the Act, we report that:
 - a) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
 - b) In our opinion proper books of account 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 account.
 - d) In our opinion, the Balance Sheet, Statement of Profit and Loss& Cash Flow Statement comply with the Accounting Standards notified under the Companies Act, read with the General Circular 15/2013 dated 13 September 2013 of the Ministry of Corporate Affairs in respect of section 133 of the Companies Act, 2013.
 - e) On the basis of written representations received from the directors as on March 31, 2017, and taken on record by the Board of Directors, none of the directors are disqualified as on March 31, 2017, from being appointed as a director in terms of sub-section (2) of section 164 of the Companies Act, 2013.
 - f) The company has adequate internal financial controls system in place and these controls are operating effectively.
 - g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:





VENKATESH & CO
Chartered Accountants

- I. The company does not have any pending litigations which would impact its financial position.
- II. The company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses;
- III. There were no amounts which were required to be transferred to the Investor Education and Protection fund by the company.
- IV. The company had provided requisite disclosures in its financial statements as to holdings as well as dealings in Specified Bank Notes during the period from 8th November, 2016 to 30th December, 2016 and they are in accordance with the books of accounts maintained by the company.

Place: Chennai
Date: 26/04/2017



For Venkatesh & Co.,
Chartered Accountants
F.R.No.004636S


CA Dasaraty V
M.No.026336
Partner



Annexure to Independent Auditors' Report

(Referred to in paragraph 1 under the heading of "Report on other Legal and Regulatory Requirements" of our Report of even date)

As required by the Companies (Auditor's Report) Order, 2016 issued by the Central Government in terms of section 143 (11) of the Companies Act, 2013 and on the basis of such checks of the books and records of the Company, as we considered appropriate and according to the information and explanations given to us during the course of the audit, we report that,

1.
 - a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets on the basis of available information.
 - b) As explained to us, all the fixed assets have been physically verified by the management during the year, which in our opinion is reasonable, having regard to the size of the company and the nature of its assets. No material discrepancies were noticed on such physical verification.
 - c) As per information provided to us, there are no immovable properties held in the name of the company hence clause (c) is not applicable.
2. In our opinion and according to the information and explanations given to us, the inventories have been physically verified during the year by the management and no material discrepancies were noticed during the physical verification.
3. According to the information and explanations given to us, there are no transactions of granting loans to companies/firms or other parties covered in the register maintained under section 189 of the Companies Act, 2013.
 - a) In the light of above, we do not comment on terms and conditions of grant of such loans.
 - b) In the light of above, we do not comment on repayment of the principal amount and interest.





- c) In the light of above, we do not comment on the reasonable steps taken by the company for recovery of the principal and interest.
4. According to the explanations given to us, there were no such cases of loans, investments, guarantees and security as mentioned in sections 185 and 186 of Companies act 2013. Hence, we do not comment on compliance with the respective sections.
5. According to the information and explanations given to us, the Company has not accepted any deposits from the public. Therefore, the provisions of section 73 to section 76 the Companies Act 2013 and rules framed there under are not applicable.
6. In our opinion and according to the explanations given to us, maintenance of cost records has not been specified by the Central Government under sub-section (1) of section 148 of the companies Act, 2013.
- 7.
- a) According to the information and explanation given to us and according to the books and records as produced and examined by us, in our opinion, the Company is regular in depositing undisputed statutory dues such as Provident fund, income tax, sales tax, customs duty, cess and other statutory dues as applicable with the appropriate authorities.
- b) According to the records of the Company and according to the information and explanations given to us, there are no dues of Income tax, Sales tax, Excise duty paid under dispute.
8. According to the records of the company, the company has not borrowed from financial institutions or banks. Hence, in our opinion, the question of reporting on defaults in repayment of dues to financial institutions or banks or debenture does not arise.
9. In our Opinion and according to the information and explanations given to us, the company has not issued shares to the public during the year. In respect of the term loans the company has not obtained any term loans. Hence, comments under the clause are not called for.
10. In our Opinion and according to information and explanations furnished to us no fraud on or by the Company has been noticed or reported during the year.





VENKATESH & CO

Chartered Accountants

11. In our opinion and according to information and explanations furnished to us, there were no remuneration paid and hence provisions of section 197 of the Companies Act, 2013 and approvals is not applicable.
12. The company is not a Nidhi company, we do not comment on Net Owned Funds to Deposits ratio and unencumbered term deposits as specified in Nidhi Rules 2014.
13. According to the information and explanations given to us, all transactions with the related parties are in compliance with Section 188 and 177 of the Companies Act 2013 were applicable and the details have been disclosed in the financial statements as required by the Accounting Standards and the Companies Act, 2013.
14. The Company has made preferential allotment or Private placement of 1,90,000 shares during the year and is in accordance with section 42 of Companies Act 2013.
15. According to the information and explanations given to us, the Company has not entered into any non-cash transactions with directors or persons connected with him. Hence we do not comment on Compliance of Section 192 of Companies Act 2013.
16. The Company is not required to be registered under 45-IA of the Reserve bank of India Act, 1934.

Place: Chennai
Date: 26.04.2017



For Venkatesh & Co.,
Chartered Accountants
F.R.No.004636S


CA Dasaraty V
M.No.026336
Partner



Name of the Assessee	RAYCE ELECTRONIC INTELLIGENCE INDIA PRIVATE		
Address	#88, Mount road, Guindy, CHENNAI-600032		
Previous Year 2016-17	Assessment Year 2017-18		
PAN Number	AAHCR2130C		
Income Tax jurisdiction	CORPORATE WARD 5(4) CHE		
Status	Private Company		
Date of Incorporation	13/02/2015		
Statement of Total Income for the period ended 31st March, 2017			
PARTICULARS		RS.	RS.
(A) PROFIT AND GAINS OF BUSINESS			
Profit as per Profit and Loss Account			1,16,875
Add: Inadmissible Expenses :			
ROC filing expenses		500	
Depreciation as per companies act, 2013		76,383	76,883
Less: Depreciation as per Income Tax Act, 1961			(69,617)
GROSS TOTAL INCOME			1,24,141
Rounded Off U/s 288A			1,24,140
Tax on Total Income		37,242	
Add: EC and SHEC		1,117	
Tax Payable after credit u/s 115JAA	A	38,359	
Tax on Total Income U/s 115 JB		21,622	
Add: EC and SHEC	B	649	
		22,271	
Tax payable (A or B which ever is higher)			38,359
Less: TDS (As per Books)			80,411
Tax Payable/(Refundable)			(42,052)
<p>For Venkatesh & Co Chartered Accountants F.R.No.004636S</p> <p><i>CA Dasaraty V</i> CA Dasaraty V M.No.026336 Partner</p> <p>Place:- Chennai Date:-26/04/2017</p> <p>On Behalf of Board</p> <p><i>[Signature]</i> Director</p> <p><i>[Signature]</i> Director</p>			

RAYCE ELECTRONIC INTELLIGENCE INDIA PRIVATE LIMITED

#88, Mount road, Guindy, CHENNAI-600032

CIN :- U74900TN2015PTC099223

Balance Sheet as at 31st March, 2017**Amount in Rs.**

Particulars	Note No	As on 31.03.2017	As on 31.03.2016
Significant accounting policies	1		
I. EQUITY AND LIABILITIES:-			
A. SHARE HOLDERS' FUNDS			
Share capital	2	50,00,000	31,00,000
Reserves and surplus	3	(23,93,208)	(24,73,816)
B. CURRENT LIABILITIES			
Trade payables	4	17,44,833	8,92,673
Other current liabilities	5	6,37,992	13,89,402
Total Liabilities		49,89,618	29,08,260
II. ASSETS:-			
A. NON CURRENT ASSETS			
Tangible assets	6	83,813	87,346
Deferred Tax Asset	7	2,255	164
B. CURRENT ASSETS			
Inventory	8	3,71,810	19,32,928
Trade receivables	9	24,43,095	16,129
Cash & cash equivalents	10	19,38,584	7,19,681
Other current assets	11	1,50,061	1,52,012
Total Assets		49,89,618	29,08,260

For Venkatesh & Co
Chartered Accountants
F.R.No.0046365

CA Dasaraty V
M.No.026336

Place: Chennai
Date:-26/04/2017

On Behalf of Board

Director

Director



RAYCE ELECTRONIC INTELLIGENCE INDIA PRIVATE LIMITED

#88, Mount road, Guindy, CHENNAI-600032

CIN :- U74900TN2015PTC099223

Profit & Loss account for the period ended 31st March, 2017

Amount in Rs

Particulars	Note No	31.03.2017	31.03.2016
<u>I. INCOME</u>			
a) Revenue From Operations	12	1,38,65,294	11,55,726
b) Other income		10,015	-
Total Income:		1,38,75,309	11,55,726
<u>II. EXPENDITURE</u>			
(a) Cost of Material Consumed	13	1,07,60,165	18,88,945
(b) Employee Benefit Expense	14	23,68,017	1,20,000
(c) Depreciation	6	76,383	77,224
(d) Other Administration Expenses	15	5,53,869	15,43,537
Total Expenditure:		1,37,58,434	36,29,706
Profit before exceptional and extraordinary items and tax		1,16,875	(24,73,980)
Exceptional Items & Extra ordinary items			-
Profit before extraordinary items and tax		1,16,875	(24,73,980)
<u>Tax expense:</u>			
(1) Current tax		38,359	-
(2) Deferred tax	7	(2,091)	(164)
Profit(Loss) from the period from continuing operations		80,607	(24,73,816)
Profit/(Loss) from Discontinuing operations:-			
Tax expense of discounting operations		-	-
Profit/(Loss) from Discontinuing operations		-	-
Profit/(Loss) for the period		80,607	(24,73,816)
Earning per equity share:			
(1) Basic		0.18	(15)
(2) Diluted		0.18	(15)
(3) No of Shares		5,00,000	3,10,000
(4) Weighted Average No of Shares		4,52,500	1,59,709

For Venkatesh & Co
Chartered Accountants
F.R.No.0046365

CA Dasaraty V
M.No.026336
Partner

Place: Chennai
Date:-26/04/2017

For on Behalf of Board

Director

Director



RAYCE ELECTRONIC INTELLIGENCE INDIA PRIVATE LIMITED

#88, Mount road, Guindy, CHENNAI-600032

CIN :- U74900TN2015PTC099223

Cash Flow Statement for the period ended 31/03/2017

Particulars	Amount In Rs	
	31-Mar-17	31-Mar-16
Cash Flows From Operating Activities:-		
Net Profit After Taxation	1,18,966	(24,73,816)
Add:-		
Depreciation & Amortisation Expenses	76,383	77,224
Provision for Tax / Deferred Tax	(2,091)	(164)
Cash Flow Before Working Capital changes:-	1,93,258	(23,96,756)
(Increase)/ Decrease in Current Assets	(8,63,897)	(21,01,069)
Increase/(Decrease) in Current Liabilities	62,391	22,82,075
Less:		
Tax Paid		-
Net Cash Flow From Operating Activities	(6,08,248)	(22,15,750)
Cash Flow from Investing Activities:-		
Purchase of Fixed Assets	(72,850)	(1,64,570)
Net Cash flow used in Investing Activities	(72,850)	(1,64,570)
Cash Flow from Financing Activities:-		
Add:-		
Share Capital raised	19,00,000	31,00,000
Share Premium		-
Net Cash Flow From Financing Activities	19,00,000	31,00,000
Net Increase/(Decrease) in Cash and Cash Equivalents:-		
(Opening Balance)	7,19,680	-
Net Cash Flow during the year	12,18,902	7,19,680
(Closing Balance)	19,38,583	7,19,680

1. The cash flow statement has been prepared in accordance with the requirements of Accounting Standard – 3 "Cash Flow Statement" issued by the Institute of Chartered Accountants of India.

2. Cash flows have been reported using the indirect method, whereby the net profit is adjusted for the effects of transactions of a non-cash nature and any deferrals or accruals of past or future cash receipts or payments, segregating between cash flows.

3. Significant cash and cash equivalent balances held by the enterprise are available for use by the company.



RAYCE ELECTRONIC INTELLIGENCE INDIA PRIVATE LIMITED

#88, Mountroad, Guindy, CHENNAI-600032.

CIN: - U74900TN2015PTC099223

E-mail:- info@rayce.co.in, Phone Number :- 044-40432205

Note: - 1

SIGNIFICANT ACCOUNTING POLICIES

1. Basis of preparation of financial statements:-

The financial statements are prepared under the historical cost convention, in accordance with Indian generally accepted accounting principles (GAAP), the accounting standards issued by the institute of chartered accountants of India (ICAI), the provisions of the companies act, 2013 as adopted consistently by the company except where a newly issued accounting standard requires a change in the accounting policy hitherto in use.

The management evaluates all recently issued or revised accounting standards on an ongoing basis. All income and expenditure are recognized on accrual basis.

2. Use of Estimates

The preparation of the financial statements in conformity with Indian GAAP requires that the management make estimates and assumptions that affect the reported amount of assets and liabilities, and disclosure of contingent assets and liabilities as on the date of the financial statements, and the reported amounts of revenue and expenses during the reporting period.

3. Valuation of Stock (AS 2)

Inventories are valued in accordance with the method of valuation prescribed by The Institute of Chartered Accountants of India at lower of cost or net realizable value

4. Cash Flow Statement (AS 3)

Cash flow statement is prepared under "Indirect Method" and the same is annexed.

5. Fixed Assets (AS 10)

Fixed assets are stated at the cost of acquisition and the value of acquired business assets less accumulated depreciation.

6. Impairment of Assets:-

As per accounting standard 28, the company assesses at each balance sheet date whether there is any indication that an asset is impaired. If any such indication exists, the company estimates the recoverable amount of the asset. If such recoverable amount of the asset is less than the carrying amount then carrying amount is reduced to recoverable amount. The reduction is treated as impairment and recognized in profit and loss account. If at the balance sheet date there is an indication that a previously assessed impairment loss no longer



RAYCE ELECTRONIC INTELLIGENCE INDIA PRIVATE LIMITED

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exists, the recoverable amount is reassessed and the asset is reflected at therecoverable amount subject to a maximum of depreciated historical cost. During the year no such impairment has occurred.

7. Revenue recognition (AS 9) :-

The company recognizes revenue on accrual basis.

8. Expenditure:-

Expenses are accounted on accrual basis and provisions are made for all known losses and liabilities.

9. Depreciation (AS 6):-

The depreciation has been provided on the basis of Written down Value method adopting the rates and the manner as provided in schedule II of the Companies Act, 2013 as amended.

10.Taxes on Income:-

Provision is made for income tax on an annual basis, under the tax payable method, based on the tax liability as computed after taking credit for allowances and exemptions. Sufficient future taxable income will be available against which such deferred tax assets can be realized as per AS -22 "Accounting for taxes on income" issued by the institute of chartered accountants of India.

Deferred tax is recognized, subject to the consideration of prudence, on timing differences, being the difference between taxable incomes and accounting income that originate in one period and are capable of reversal in one or more subsequent periods.

Deferred tax assets are recognized on carry forward of losses since there is virtual certainty that sufficient future taxable income will be available against which such deferred tax asset can be realized as per AS-22 "accounting for taxes on income" issued by the Institute Of Chartered Accountants Of India.

11.Foreign Currency Transactions (AS 11) :-

Transactions denominated in foreign currencies are recorded at the exchange rates prevailing on the date of transaction.

12.Segment Reporting

The company is operating in a single segment and the risk and reward is same for the segment in all the location and hence the segment reporting is not applicable to the company.



RAYCE ELECTRONIC INTELLIGENCE INDIA PRIVATE LIMITED

#88, Mountroad, Guindy, CHENNAI-600032.

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13. DISCLOSURE OF DETAILS OF SPECIFIED BANK NOTES (SBN) HELD AND TRANSACTED DURING THE PERIOD FROM 8TH NOVEMBER, 2016 TO 30TH DECEMBER, 2016 AS PROVIDED IN THE TABLE BELOW:-

Particulars	SBNs	Other Denomination Notes	Total
Closing cash in hand as on 08.11.2016	23,000	8,028	31,028
(+) Permitted receipts	-	60,000	60,000
(-) Permitted payments	-	33,351	33,351
(-) Amount deposited in Banks	23,000	-	23,000
Closing cash in hand as on 30.12.2016	-	34,677	34677

Note:- 16**Related party transaction disclosure (AS 18):-**Relationship Chart – April 1, 2016 to March 31, 2017

S No	Name of the Related Party	Relationship
1	Mercantile Ventures Ltd	Ultimate Holding Company
2	Oasis Ventures Pvt Limited	Holding Company
3.	i3 Security Private Limited	Company having common Share Holder

Related Party transactions for the period April 1, 2016 to March 31, 2017**(Amount in Rs.)**

S No	Nature of Transaction	Holding Company (Oasis Ventures Pvt Limited)	Ultimate Holding Company (Mercantile Ventures Ltd)	Company having a common share Holder (i3 Security Private Ltd)
1	Sale of products & Services	-	2,61,316/- (2,02,937)	8,08,376/- (1,16,860)
2	Share Allotment	19,00,000 (31,00,000)		
3	Share Capital@	50,00,000 (31,00,000)		

@ Closing Balance

RAYCE ELECTRONIC INTELLIGENCE INDIA PRIVATE LIMITED

#88, Mountroad, Guindy, CHENNAI-600032.

CIN: - U74900TN2015PTC099223

E-mail:- info@rayce.co.in, Phone Number :- 044-40432205

Note:- 17

Dues to SSI, Micro, Small and Medium Enterprises:

Sundry Creditors includes amount due to SSI, micro, small and medium enterprises as on 31.03.17: Rs.NIL (NIL) With available information from Micro, Small and Medium Enterprises regarding their registration with Central/State Government authorities the disclosure as per Sec 23 of The Micro Small Medium Enterprises Development Act 2006 is made.

Note:- 18

Earning in Foreign Currency – **Rs.1,22,188/-**

Note:- 19

Expenditure in Foreign Currency

Foreign Travel : NIL

Note:- 20

C I F Value of Imports

Capital Goods : NIL
Raw Materials : NIL
Stores (Accessories) : Rs.17,058/-

Note:- 21

Earnings Per Share and Diluted Earnings Per Share:-

Calculation of Earnings per share and Diluted Earnings per share:

Particulars	2016-17	2015-16
Opening No. of Shares	3,10,000	-
New Allotment	1,90,000	3,10,000
Total No. of shares	5,00,000	3,10,000
Weighted Average No. of Shares	4,52,500	1,59,709
Profit/Loss After Tax (INR)	80,607	(24,73,815)



RAYCE ELECTRONIC INTELLIGENCE INDIA PRIVATE LIMITED

#88, Mountroad, Guindy, CHENNAI-600032.

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Earnings Per Share	0.18	(15)
Diluted Earnings per Share	0.18	(15)

Note:- 22

Auditor's Remuneration: -

Particulars	2016-17 (in Rs.)	2015 - 16 (in Rs.)
Audit Fees	25,000	25,000

For Venkatesh & Co.,
Chartered Accountants
F R No 0046365

CA Dasaraty V
M.No.26336
Partner



For Rayce Electronic Intelligence
India P Ltd

Director

Director

Place: - Chennai
Date :26/04/2017

RAYCE ELECTRONIC INTELLIGENCE INDIA PRIVATE LIMITED

#88, Mount road, Guindy, CHENNAI-600032

CIN :- U74900TN2015PTC099223

**Notes annexed to and forming part of Balance Sheet
for the Year ended 31st March, 2017****Amount in Rs**

Particulars	31.03.2017	31.03.2016
Note - 2		
Share Capital:-		
Authorised Share Capital:-		
500,000 Equity Shares of Rs.10/- each	50,00,000	50,00,000
Issued and Subscribed Capital:-		
5,00,000 (3,10,000) Equity Shares of Rs.10/- each fully paid up	50,00,000	31,00,000
Total	50,00,000	31,00,000

2.1 Reconciliation of Share Capital

Particulars	31.03.2017	31.03.2016
Opening Number of Shares	3,10,000	-
Add:- Share allotment during the year	1,90,000	3,10,000
Closing Number of shares	5,00,000	3,10,000

2.2 List of Share Holders holding shares in

Particulars	31.03.2017	31.03.2016
Oasis Ventures Private Limited(100%)	5,00,000	3,10,000
Total Number of shares	5,00,000	3,10,000

Particulars	31.03.2017	31.03.2016
Note - 3		
Reserves & Surplus:-		
Profit & Loss Account	(24,73,815)	-
Profit/Loss for the period	80,607	(24,73,816)
Closing Balance	(23,93,208)	(24,73,816)

Particulars	31.03.2017	31.03.2016
Note - 4		
Trade Payables:-		
Sundry Creditors	17,44,833	8,92,673
Closing Balance	17,44,833	8,92,673

Particulars	31.03.2017	31.03.2016
Note - 5		
Other Payables:-		
Duties & Taxes	1,04,169	16,289
Audit Fee payable	25,000	25,000
Advances from Customers	3,87,514	13,48,113
Rent payable	82,950	-
Provision for tax	38,359	-
Closing Balance	6,37,992	13,89,402



RAYCE ELECTRONIC INTELLIGENCE INDIA PRIVATE LIMITED

#88, Mount road, Guindy, CHENNAI-600032

CIN :- U74900TN2015PTC099223

**Notes annexed to and forming part of Balance Sheet
for the Year ended 31st March, 2017****Amount in Rs**

Particulars	31.03.2017	31.03.2016
Note - 8		
Inventories		
Materials	3,25,150	13,38,590
Work In Progress	46,660	5,94,338
Closing Balance	3,71,810	19,32,928
Particulars	31.03.2017	31.03.2016
Note - 9		
Trade Receivables:- (Unsecured, Considered Good)		
Outstating for period Exceeding 6 months	4,31,055	-
Others	20,12,040	16,129
Closing Balance	24,43,095	16,129
Particulars	31.03.2017	31.03.2016
Note - 10		
Cash & Cash Equivalents:-		
Cash in hand	8,119	34,276
Cash at Bank	19,30,465	6,85,405
Closing Balance	19,38,584	7,19,681
Particulars	31.03.2017	31.03.2016
Note - 11		
Other Current Assets		
Service Tax - Input	64,819	79,379
TDS Receivable F.Y 2015-16	2,171	4,065
TDS Receivable F.Y 2016-17	80,411	-
Input KKC credit	2,660	-
Input VAT @ 14.5%	-	39,762
Input VAT @ 5%	-	28,806
Miscellaneous advance	-	-
Closing Balance	1,50,061	1,52,012



RAYCE ELECTRONIC INTELLIGENCE INDIA PRIVATE LIMITED

#88, Mount road, Guindy, CHENNAI-600032

CIN :- U74900TN2015PTC099223

**Notes annexed to and forming part of P&L
for the period ended 31.03.2017**

Particulars	31.03.2017	31.03.2016
Note - 12		
Sale of Services	25,56,900	4,18,376
Sale of Products	1,13,08,394	7,37,350
Total	1,38,65,294	11,55,726

Particulars	31.03.2017	31.03.2016
Note - 13		
Cost of Material consumed		
A. Materials		
Opening stock	13,38,590	-
Add: Purchases	67,30,606	19,52,354
Less: Closing Stock	3,25,150	13,38,590
Consumption of Material (A)	77,44,046	6,13,764
B. Work In Progress		
Opening Work in Progress	5,94,338	-
Less: Closing Work in Progress	46,660	5,94,338
Consumption of Services (B)	5,47,678	(5,94,338)
C. Direct expenses	24,68,441	18,69,519
Total Cost	1,07,60,165	18,88,945

Particulars	31.03.2017	31.03.2016
Note - 14		
Employee Benefit Expenses		
Salary to employees	23,68,017	1,20,000
Total	23,68,017	1,20,000

Particulars	31.03.2017	31.03.2016
Note - 15		
Other Administration Expenses		
Auditor's Remuneration	25,000	25,000
Travelling & Conveyance	1,60,453	12,50,082
Telephone Expenses	5,952	2,840
Rates & Taxes	13,397	1,02,180
Professional Charges	17,500	17,500
Printing & Stationery	27,709	24,529
Office Rent	2,95,333	1,20,000
Miscellaneous expenditure	8,525	1,406
Total	5,53,869	15,43,537



RAYCE ELECTRONIC INTELLIGENCE INDIA PRIVATE LIMITED

#88, Mount road, Guindy, CHENNAI-600032

CIN :- U74900TN2015PTC099223

Note - 7**Deferred Tax**

Particulars	Amount(Rs.)	Amount(Rs.)
WDV As per books	83,813	
WDV as per IT act	91,111	
Timing difference		(7,298)
Deferred Tax Liability / (Assets) (at the effective tax rate of 30.90%)		(2,255)
Deferred tax liability (Opening balance) as on 31.03.2016		(164)
Deferred tax liability (Closing balance) as on 31.01.2017		(2,255)
Reversal of deferred tax liability during the period		2,091



RAYCE ELECTRONIC INTELLIGENCE INDIA PRIVATE LIMITED

#88, Mount road, Guindy, CHENNAI-600032

CIN :- U74900TN2015PTC099223

Sub schedules as on 31st March 2017

Trade Payables:-

Particulars	31.03.2017	31.03.2016
AI Meera	-	9,775
Aman engineering	1,26,420	-
Ashli Fire Tech	1,08,073	-
Devender Singh	29,428	-
Pelican Office Pvt Ltd	6,24,111	-
V4Technologies	2,60,051	-
Genuine Computer Services	53,301	-
Ecaard Solutions Pvt Ltd	-	1,61,807
Sicagen India Limited	5,30,160	3,98,169
Good Will Travel And Cargo	-	81,027
G Karthikeyan	11,331	2,41,895
Sri Kamakshi controls & Systems	1,958	-
Total	17,44,833	8,92,673

Trade Receivables:-

Particulars	31.03.2017	31.03.2016
Debts Outstanding for a period Less than 6 months		
ISS SDB Security Services Private Limited	1,33,613	2,800
Mercantile Ventures Limited	96,316	11,154
Madras Cementaries Board Trust	-	2,175
Mr.A.Lakshmanan	18,724	-
Venkatesh & co.	46,906	-
Manali Petrochemicals Ltd	85,188	-
Olympia Tech Park(Chennai)Pvt Ltd	13,30,344	-
Sicagen India Ltd	1,17,865	-
Southern Petrochemical Industries Corporation Ltd	1,83,084	-
Total	20,12,040	16,129
Debts Outstanding for a period More than 6 months		
ISS SDB Security Services Private Limited	1,89,260	-
Manali Petrochemicals Ltd	2,41,795	-
Total	4,31,055	-

Total Amount	24,43,095	16,129
---------------------	------------------	---------------

Cash and Cash equivalents:-

Particulars	31.03.2017	31.03.2016
Cash in Hand	8,119	34,276
Cash at Bank		
Axis Bank Ltd	19,30,465	6,85,405
Total	19,38,584	7,19,681

Duties & Taxes

Particulars	31.03.2017	31.03.2016
TDS on Contract	2,364	6,289
TDS on Profession	10,000	10,000
TDS on rent	3,500	-
TDS on salary	47,273	-
VAT- 14.5%	29,315	-
VAT- 5%	11,717	-
Total	1,04,169	16,289



RAYCE ELECTRONIC INTELLIGENCE INDIA PRIVATE LIMITED

#88, Mount road, Guindy, CHENNAI-600032

CIN :- U74900TN2015PTC099223

Sub schedules as on 31st March 2017**Advances from Customers**

Particulars	31.03.2017	31.03.2016
Greenstar Fertilizers Limited	2,34,889	6,48,962
TVS Motor company Ltd.	26,277	-
Southern Petrochemical Industries Corporation Ltd	-	6,99,151
Mr.V.Ramabhadran	1,24,348	-
Excess amount paid by customer	2,000	-
Total	3,87,514	13,48,113



RAYCE ELECTRONIC INTELLIGENCE INDIA PRIVATE LIMITED

#88, Mount road, Guindy, CHENNAI-600032

CIN :- U74900TN2015PTC099223

Sub schedules as on 31st March 2017**Direct Expenses**

Particulars	31.03.2017	31.03.2016
Consumables	24,147	4,196
Customs, Duty & Taxes	6,122	-
Freight charges	15,977	735
Installation and commissioning charges	12,22,195	8,64,588
Professional charges	12,00,000	10,00,000
Total	24,68,441	18,69,519

Salaries to employees

Particulars	31.03.2017	31.03.2016
Basic salary	20,68,406	1,20,000
Conveyance allowance	96,258	
Educational allowance	3,400	
House rent allowance	1,53,758	
Medical reimbursement	11,000	
Mobile allowance	17,500	
Other allowance	14,000	
Staff welfare	3,695	
Total	23,68,017	1,20,000

Miscellaneous Expenditure

Particulars	31.03.2017	31.03.2016
Office Maintenance Expenses	2,500	951
Bank charges & rounding off expenses	2,631	-
Rounding off	27	-
Postage Expenses	2,402	455
pooja expenses	965	-
Total	8,525	1,406



RAYCE ELECTRONIC INTELLIGENCE INDIA PRIVATE LIMITED

#88, Mount road, Guindy, CHENNAI-600032

CIN :- U74900TN2015PTC099223

Note annexed to and forming part of Balance Sheet for the year ended 31.03.2017

Note - 6 Fixed Assets

S. No.	Particulars	GROSS BLOCK			DEPRECIATION				NET BLOCK		
		As on 01.04.2016	Additions	Deletion	As on 31.03.2017	As on 01.04.2016	%	For the period 2016-17	Deletions	As on 31.03.2017	As on 31.03.2016
1	Office Equipments	45,500	19,350	-	64,850	11,284	45.07%	22,517	-	33,802	34,216
2	Computer & Peripherals	1,19,070	53,500	-	1,72,570	65,940	63.20%	53,866	-	1,19,805	53,130
	Total	1,64,570	72,850	-	2,37,420	77,224		76,383	-	1,53,607	87,346
	Total	-	1,64,750	-	1,64,750	-			-	77,224	87,346
											-



RAYCE ELECTRONIC INTELLIGENCE INDIA PRIVATE LIMITED

#88, Mount road, Guindy, CHENNAI-600032

CIN :- U74900TN2015PTC099223

Depreciation as per Income tax act, 1961**Amount in Rs**

Particulars	As On 01.04.2016	Additions		Deletions	As on 31.03.2017	Depreciation		As on 31.03.2017
		More than 180 days	Less than 180 days			Rate	Amount	
Block - I (15%) Office Equipments	40,250	19,350		-	59,600	15%	8,940	50,660
Block - II (60%) Computer	47,628	53,500		-	1,01,128	60%	60,677	40,451
Total	87,878	72,850	-	-	1,60,728		69,617	91,111



RAYCE ELECTRONIC INTELLIGENCE INDIA PRIVATE LIMITED

#88,Mount road,Guindy,CHENNAI-600032

CIN :- U74900TN2015PTC099223

Annexure A to Form 29 B Dated 31.03.2017

Particulars	Amount Rs.
Net profit as per Profit & Loss account	1,16,875
Add:- Provision for Taxation/Tax Paid	-
Amount C/Fd to Reserves	-
Provision for unascertained liabilities	-
Dividend Paid/Proposed	-
Provision for Loss incurred by Subsidiary	-
Depreciation	-
Expenses relating to Sec 10, 10 A, 10 B, 11 & 12	-
	-
	1,16,875
Less:- Amount drawn from Reserves	-
Incomes relating to Sec 10,10A, 10 B, 11 & 12	-
Unabsorbed Depreciation or Business Loss	-
as per books, whichever is less-	-
Business Loss = 0 ; Unabs Depn = 0	-
(Yearly comparison was made to arrive at the above figures)	-
Profits eligible for deduction under Sec.80HHC, 80HHE & 80HHF	-
Profits earned by Sick Industrial Unit during Sick Period	-
	-
Restricted to	-
Book Profit / Loss U/s.115 JB	1,16,875
Tax on the above @ 18.5%	21,622

For Venkatesh & Co
Chartered Accountants
F.R.No.0046365

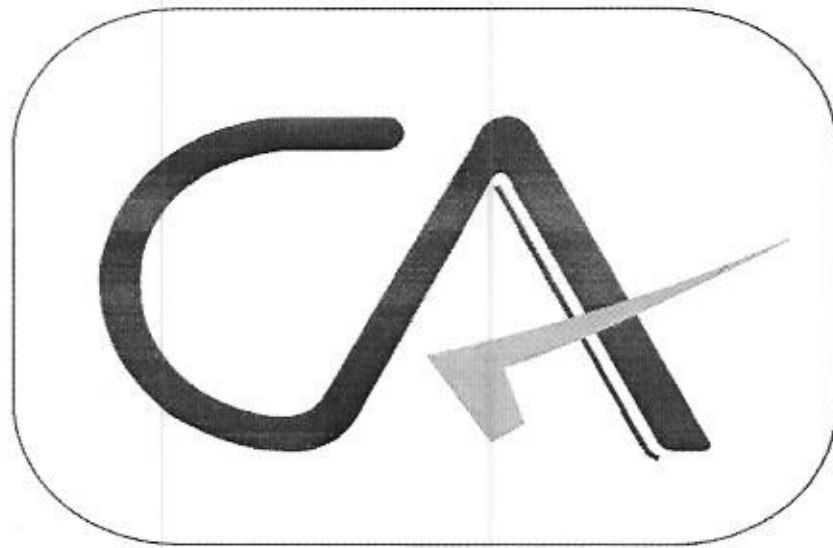
CA Dasaraty V
M.No.026336
Partner



Place: Chennai
Date:-26/04/2017

i3 Security Pvt Ltd

Audited Financial Statements For FY 2016-17



VENKATESH & CO

CHARTERED ACCOUNTANTS

CHENNAI 17



Independent Auditor's Report

To the Members of
M/s.I3 Security Private Limited.

Report on Financial Statements

We have audited the accompanying financial statements of M/s. I3 Security Private Limited ("the Company"), which comprise the Balance Sheet as at 31st March, 2017, the Statement of Profit and Loss, the Cash Flow statement, and a summary of the significant accounting policies and other explanatory information for the year then ended.

Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies(Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding 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.

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 conducted our audit in accordance with the Standards on Auditing specified under section 143(10) of the Companies Act 2013. 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.





VENKATESH & CO

Chartered Accountants

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the financial statements 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 management, as well as evaluating the overall presentation of the financial statements.

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

Opinion:-

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

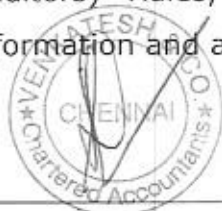
- a) in the case of the Balance Sheet, of the state of affairs of the Company for as at March 31, 2017;
- b) in the case of the Profit and Loss Account, of the profit for the year ended on that date; and
- c) in the case of the Cash Flow Statement, of the cash flows for the year ended on that date.





Report on Other Legal and Regulatory Requirements:-

1. As required by the Companies (Auditor's Report) Order, 2016("the Order") issued by the Central Government of India in terms of sub section (11) of section 143 of the Act, we give in Annexure I a statement on the matters specified in the paragraph 3 and 4 of the Order, to the extent applicable.
2. As required by section 143(3) of the Act, we report that:
 - a) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
 - b) In our opinion proper books of account 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 account.
 - d) In our opinion, the Balance Sheet , Statement of Profit and Loss& Cash Flow Statement comply with the Accounting Standards notified under the Companies Act, read with the General Circular 15/2013 dated 13 September 2013 of the Ministry of Corporate Affairs in respect of section 133 of the Companies Act, 2013.
 - e) On the basis of written representations received from the directors as on March 31, 2017, and taken on record by the Board of Directors, none of the directors are disqualified as on March 31, 2017, from being appointed as a director in terms of sub-section (2) of section 164 of the Companies Act, 2013.
 - f) The company has adequate internal financial controls system in place and these controls are operating effectively.
 - g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:





VENKATESH & CO
Chartered Accountants

The company does not have any pending litigations which would impact its financial position.

- 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.
- III. The company had provided requisite disclosures in its financial statements as to holdings as well as dealings in Specified Bank Notes during the period from 8th November, 2016 to 30th December, 2016 and they are in accordance with the books of accounts maintained by the company.

Place: Chennai
Date: 26/04/2017



For Venkatesh & Co.,
Chartered Accountants
F.R.No.004636S


CA Dasaraty V
M.No.026336
Partner

**Annexure to Independent Auditors' Report**

(Referred to in paragraph 1 under the heading of "Report on other Legal and Regulatory Requirements" of our Report of even date)

As required by the Companies (Auditor's Report) Order, 2016 issued by the Central Government in terms of section 143 (11) of the Companies Act, 2013 and on the basis of such checks of the books and records of the Company, as we considered appropriate and according to the information and explanations given to us during the course of the audit, we report that,

1.
 - a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
 - b) As explained to us, all the fixed assets have been physically verified by the management during the year, which in our opinion is reasonable, having regard to the size of the company and the nature of its assets. No material discrepancies were noticed on such physical verification.
 - c) As per information provided to us, there are no immovable properties held in the name of the company hence clause (c) is not applicable.
2. Since the company is a service company, there is no stock of raw material, hence this Para is not applicable to the company.
3. According to the information and explanations given to us, there are no transactions of granting loans to companies/firms or other parties covered in the register maintained under section 189 of the Companies Act, 2013.
 - a) In the light of above, we do not comment on terms and conditions of grant of such loans.
 - b) In the light of above, we do not comment on repayment of the principal amount and interest.
 - c) In the light of above, we do not comment on the reasonable steps taken by the company for recovery of the principal and interest.
4. According to the explanations given to us, there were no such cases of loans, investments, guarantees and security as mentioned in sections 185 and 186 of Companies act 2013. Hence, we do not comment on compliance with the respective sections.





5. According to the information and explanations given to us, the Company has not accepted any deposits from the public. Therefore, the provisions of section 73 to section 76 the Companies Act 2013 and rules framed there under are not applicable.
6. In our opinion and according to the explanations given to us, maintenance of cost records has not been specified by the Central Government under sub-section (1) of section 148 of the companies Act, 2013.
7.
 - a) According to the information and explanation given to us and according to the books and records as produced and examined by us, in our opinion, the Company is regular in depositing undisputed statutory dues such as Provident fund, income tax, sales tax, customs duty, cess and other statutory dues as applicable with the appropriate authorities.
 - b) According to the records of the Company and according to the information and explanations given to us, there are no dues of Income tax, Sales tax, Excise duty paid under dispute.
8. According to the records of the company, the company has not borrowed from financial institutions or banks. Hence, in our opinion, the question of reporting on defaults in repayment of dues to financial institutions or banks or debenture does not arise.
9. In our Opinion and according to the information and explanations given to us, the company has not issued shares to the public during the year. In respect of the term loans the company has not obtained any term loans. Hence, comments under the clause are not called for.
10. In our Opinion and according to information and explanations furnished to us no fraud on or by the Company has been noticed or reported during the year.
11. According to the information and explanation given to us, the company has paid in accordance with the requisite approvals mandated by the provisions of section 197 read with schedule V to the Companies Act 2013.
12. The company is not a Nidhi company, we do not comment on Net Owned Funds to Deposits ratio and unencumbered term deposits as specified in Nidhi Rules 2014.





VENKATESH & CO

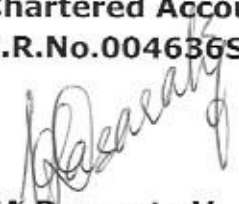
Chartered Accountants

13. According to the information and explanations given to us, all transactions with the related parties are in compliance with Section 188 and 177 of the Companies Act 2013 were applicable and the details have been disclosed in the financial statements as required by the Accounting Standards and the Companies Act, 2013.
14. The Company has not made any preferential allotment or Private placement of shares or fully or partly convertible debentures during the year. Hence we do not comment on Compliance of section 42 of Companies Act 2013.
15. According to the information and explanations given to us, the Company has not entered into any non-cash transactions with directors or persons connected with him. Hence we do not comment on Compliance of Section 192 of Companies Act 2013.
16. The Company is not required to be registered under 45-IA of the Reserve bank of India Act, 1934.

Place: Chennai
Date: 26.04.2017



For Venkatesh & Co.,
Chartered Accountants
F.R.No.004636S


CA Dasaraty V
M.No.026336
Partner



ANNEXURE B TO THE INDEPENDENT AUDITOR'S REPORT

(Referred to in paragraph 5 of our report of even date)

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

We have audited the internal financial controls over financial reporting of i3 Security Private Limited ("the Company") as of March 31, 2017 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

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

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") issued by the Institute of Chartered Accountants of India and the Standards on Auditing 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 control system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st March, 2017, based on the internal controls over financial reporting criteria established by the Company considering the essential components of internal controls stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by ICAI.

For Venkatesh and Co.,

Chartered Accountants

FR NO 0046365

**CA DASARATY V**

M NO 026336

Place: Chennai

Date: 26/04/2017



VENKATESH & CO
Chartered Accountants

Name of the Assessee	i3 SECURITY PRIVATE LIMITED		
Address	#26(Old 14), 5TH CROSS STREET, R.V.NAGAR, ANNA NAGAR EAST, CHENNAI-600102		
Previous Year 2016-17	Assessment Year 2017-18		
PAN Number	AACCI6949A		
Income Tax jurisdiction	Corporate Circle 1(2) CHE		
Status	Private Company		
Date of Incorporation	02.11.2011		
STATEMENT OF TOTAL INCOME FOR THE YEAR ENDED 31st MARCH, 2017			
PARTICULARS		RS.	RS.
(A) PROFIT AND GAINS OF BUSINESS			
Profit as per Profit and Loss Account			70,85,537
Add : Inadmissible Expenses :			
Bonus u/s 43B		-	
Gratuity u/s 43B		-	
Depreciation as per companies Act, 2013		1,56,243	1,56,243
Less : Depreciation as per Income Tax Act, 1961			1,27,408
GROSS TOTAL INCOME			71,14,372
Rounded Off U/s 288A			71,14,370
Tax on Total Income		21,34,311	
Add:EC and SHEC		64,029	21,98,340
Less: credit u/s 115JAA of AY 2013-14			-
Tax Payable after credit u/s 115JAA	A		21,98,340
Tax on Total Income U/s 115 JB	B	13,10,824	13,50,149
Add:EC and SHEC		39,325	21,98,340
Tax payable (A or B which ever is higher)			21,98,340
Less: TDS (As per Books)			25,12,032
Tax Payable/(Refundable)			(3,13,692)
<p>For Venkatesh & Co Chartered Accountants F.R.No.004636S</p> <p>CA Dasaraty V M.No.026336 Partner</p> <p>Place: Chennai Date:-26/04/2017</p> <p>On Behalf of Board</p> <p>Director</p> <p>Director</p>			

i3 SECURITY PRIVATE LIMITED#26(Old 14), 5TH CROSS STREET, R.V.NAGAR, ANNA NAGAR EAST, CHENNAI-600102
CIN: U74120TN2011PTC082965**Balance Sheet as at 31st March, 2017**

Particulars	Note No	As on 31.03.2017	As on 31.03.2016
Significant accounting policies	1		
I. EQUITY AND LIABILITIES:-			
A. SHARE HOLDERS' FUNDS			
Share Capital	2	8,520,000	8,520,000
Reserves and surplus	3	14,221,774	9,325,668
B. CURRENT LIABILITIES			
Trade Payables	4	-	62,097
Other payables	5	10,692,703	7,718,663
Short term Provisions	6	12,005,307	12,926,435
Total Liabilities		45,439,785	38,552,863
II. ASSETS:-			
1. NON CURRENT ASSETS			
(a) FIXED ASSETS			
i) Tangible assets	7	688,391	326,528
ii) Deferred Tax Asset	8	30,306	21,396
2. CURRENT ASSETS			
(a) Trade Receivables	9	24,298,190	22,575,259
(b) Cash & Cash Equivalents	10	16,902,685	9,735,024
(c) Short term Loans and Advances	11	875,500	885,604
(d) Other current assets	12	2,644,712	5,009,052
Total Assets		45,439,785	38,552,863

For Venkatesh & Co
Chartered Accountants
F.R.No.004636SCA Dasaraty V
M.No.026336
PartnerPlace: Chennai
Date:-26/04/2017

On Behalf of Board

Director

Director

i3 SECURITY PRIVATE LIMITED

#26(Old 14), 5TH CROSS STREET, R.V.NAGAR, ANNA NAGAR EAST, CHENNAI-600102

CIN: U74120TN2011PTC082965

Profit & Loss Account for the Year ended 31st March, 2017

Amount in Rs

Particulars	Note No	31-Mar-17	31-Mar-16
I. INCOME			
a) Revenue From Operations	13	145,593,619	135,358,565
b) Other income	14	509,065	342,618
Total Income:		146,102,684	135,701,183
II. EXPENDITURE			
(a) Cost of Sales		-	387,097
(b) Employee Benefit Expense	15	129,982,827	120,787,561
(c) Financial costs	16	8,739	19,667
(d) Depreciation		156,243	229,894
(e) Other Administration Expenses	17	8,869,338	8,552,777
Total Expenditure:		139,017,147	129,976,996
Profit before exceptional and extraordinary items and tax(I - II)		7,085,537	5,724,187
Exceptional Items & Extra ordinary items		-	-
Profit before extraordinary items and tax		7,085,537	5,724,187
Tax expense:			
(1) Current tax		2,198,340	1,790,293
(2) Deferred tax		(8,910)	(21,521)
Profit(Loss) from the period from continuing operations		4,896,106	3,955,414
Profit/(Loss) from Discontinuing operations:-			
Tax expense of discounting operations		-	-
Profit/(Loss) from Discontinuing operations		-	-
Profit/(Loss) for the period		4,896,106	3,955,414
Earning per equity share:			
(1) Basic		5.75	4.64
(2) Diluted		5.75	4.64
(3) No of Shares		852,000	852,000
(4)Weighted Average No of Shares		852,000	852,000

For Venkatesh & Co
Chartered Accountants
F.R.No.004636S

CA Dasaraty V
M.No.026336
Partner



Place: Chennai
Date:-26/04/2017

For on Behalf of Board

[Signature]
Director

[Signature]
Director

i3 SECURITY PRIVATE LIMITED

#26(Old 14), 5TH CROSS STREET, R.V.NAGAR, ANNA NAGAR EAST, CHENNAI-600102

CIN: U74120TN2011PTC082965

Cash Flow Statement for the year ended 31.03.2017

Particulars	Amount In Rs	
	31-Mar-17	31-Mar-16
Cash Flows From Operating Activities:-		
Net Profit After Taxation	4,896,106	3,955,414
Add:		
Depreciation & Amortisation Expenses	156,243	237,694
Provision for Tax	2,189,431	1,768,773
Less:		
Interest received	257,430	292,751
Dividend received	167,731	-
Cash Flow Before Working Capital changes:-	6,816,619	5,961,881
(Increase)/ Decrease in Current Assets	651,513	(8,573,669)
Increase/(Decrease) in Current Liabilities	1,990,816	6,199,443
Less:		
Tax Paid	2,198,340	(1,790,293)
Net Cash Flow From Operating Activities	7,260,607	1,797,362
Cash Flow from Investing Activities:-		
Interest received	257,430	292,751
Dividend received	167,731	-
Purchase of Fixed Assets	(518,106)	(211,061)
Net Cash flow used in Investing Activities	(92,945)	(211,061)
Net Increase/(Decrease) in Cash and Cash Equivalents:-		
(Opening Balance)	9,735,023	8,148,723
Net Cash Flow during the year	7,167,662	1,586,301
(Closing Balance)	16,902,685	9,735,024

1. The cash flow statement has been prepared in accordance with the requirements of Accounting Standard - 3 "Cash Flow Statement" issued by the Institute of Chartered Accountants of India.

2. Cash flows have been reported using the indirect method, whereby the net profit is adjusted for the effects of transactions of a non-cash nature and any deferrals or accruals of past or future cash receipts or payments, segregating between cash flows.

3. Significant cash and cash equivalent balances held by the enterprise are available for use by the company.



i3 SECURITY PRIVATE LIMITED

#14, 5TH CROSS STREET, R.V.NAGAR, ANNA NAGAR EAST, CHENNAI-600102

Note: - 1

SIGNIFICANT ACCOUNTING POLICIES

1. Basis of preparation of financial statements:-

The financial statements are prepared under the historical cost convention, in accordance with Indian generally accepted accounting principles (GAAP), the accounting standards issued by the institute of chartered accountants of India (ICAI), the provisions of the companies act, 2013 as adopted consistently by the company except where a newly issued accounting standard requires a change in the accounting policy hitherto in use.

The management evaluates all recently issued or revised accounting standards on an ongoing basis. All income and expenditure are recognized on accrual basis.

2. Use of Estimates

The preparation of the financial statements in conformity with Indian GAAP requires that the management make estimates and assumptions that affect the reported amount of assets and liabilities, and disclosure of contingent assets and liabilities as on the date of the financial statements, and the reported amounts of revenue and expenses during the reporting period.

3. Cash Flow Statement (AS 3)

Cash flow statement is prepared under "Indirect Method" and the same is annexed.

4. Fixed Assets (AS 10)

Fixed assets are stated at the cost of acquisition and the value of acquired business assets less accumulated depreciation. Assets costing less than Rs. 5,000/- are fully depreciated.

5. Impairment of Assets:-

As per accounting standard 28, the company assesses at each balance sheet date whether there is any indication that an asset is impaired. If any such indication exists, the company estimates the recoverable amount of the asset. If such recoverable amount of the asset is less than the carrying amount then carrying amount is reduced to recoverable amount. The reduction is treated as impairment and recognized in profit and loss account. If at the balance sheet date there is an indication that a previously assessed impairment loss no longer exists, the recoverable amount is reassessed and the asset is reflected at the recoverable amount subject to a maximum of depreciated historical cost. During the year no such impairment has occurred.

6. Revenue recognition (AS 9) :-



i3 SECURITY PRIVATE LIMITED

#14, 5TH CROSS STREET, R.V.NAGAR, ANNA NAGAR EAST, CHENNAI-600102

Revenue from security services recognized as per agreements entered on accrual basis. Revenue from any other services has been accounted on accrual basis. Interest income is accounted on Accrual basis

7. Expenditure:-

Expenses are accounted on accrual basis and provisions are made for all known losses and liabilities.

8. Depreciation (AS 6):-

The depreciation has been provided on the basis of Written down Value method adopting the rates and the manner as provided in schedule II of the Companies Act, 2013 as amended.

9. Retirement Benefits:-

The company is regular in depositing provident fund. The Provision for Gratuity is provided based on Actuarial certificate.

10. Taxes on Income:-

Provision is made for income tax on an annual basis, under the tax payable method, based on the tax liability as computed after taking credit for allowances and exemptions. Sufficient future taxable income will be available against which such deferred tax assets can be realized as per AS -22 "Accounting for taxes on income" issued by the institute of chartered accountants of India.

Deferred tax is recognized, subject to the consideration of prudence, on timing differences, being the difference between taxable incomes and accounting income that originate in one period and are capable of reversal in one or more subsequent periods.

Deferred tax assets are recognized on carry forward of losses since there is virtual certainty that sufficient future taxable income will be available against which such deferred tax asset can be realized as per AS-22 "accounting for taxes on income" issued by the Institute Of Chartered Accountants Of India.

11. Foreign Currency Transactions (AS 11) :-

There are no such transactions in the current financial year.

12. Segment Reporting

The company is operating in a single segment and the risk and reward is same for the segment in all the location and hence the segment reporting is not applicable to the company.



i3 SECURITY PRIVATE LIMITED

#14, 5TH CROSS STREET, R.V.NAGAR, ANNA NAGAR EAST, CHENNAI-600102

13. DISCLOSURE OF DETAILS OF SPECIFIED BANK NOTES (SBN) HELD AND TRANSACTED DURING THE PERIOD FROM 8TH NOVEMBER, 2016 TO 30TH DECEMBER, 2016 AS PROVIDED IN THE TABLE BELOW:-

Particulars	SBNs	Other Denomination Notes	Total
Closing cash in hand as on 08.11.2016	1,51,000	22,938	1,73,938
(+) Permitted receipts	-	1,75,125	1,75,125
(-) Permitted payments	-	1,81,808	1,81,808
(-) Amount deposited in Banks	1,51,000	-	1,51,000
Closing cash in hand as on 30.12.2016	-	16,255	16,255

Note :- 18**Related party transaction disclosure (AS 18):-**Relationship Chart – April 1, 2016 to March 31, 2017

S No	Name of the Related Party	Relationship
1	Mercantile Ventures Ltd	Ultimate Holding Company
2	Oasis Ventures Private Limited	Holding Company
3	Mani Mozhi Arasu	Key management personnel
4	Rayce Electronic Intelligence India Private Limited	Company having a common share holder

Related Party transactions for the period April 1, 2016 to March 31, 2017Related party transactions for the year ending 31st March 2017

S No	Nature of Transaction	Holding Company (Oasis Ventures Private Limited)	Ultimate Holding Company (Mercantile Ventures Ltd)	Key management personnel (Mani Mozli Arasu)	Company having a common Share holder (Rayce Electronic Intelligence India Private Limited)
1	Security Services	Rs.38,37,463/- (Rs 61,49,140/-)	Rs.9,200 /- (Rs.6,840 /-)	-	-
2	Director's remuneration	-	-	Rs.36,23,813/- (Rs.29,40,000)	-
3.	Purchase of Equipment & Services				Rs.8,08,376/- (Rs.1,16,860)



i3 SECURITY PRIVATE LIMITED

#14, 5TH CROSS STREET, R.V.NAGAR, ANNA NAGAR EAST, CHENNAI-600102

Note :- 19

Dues to SSI, Micro, Small and Medium Enterprises:

Sundry Creditors includes amount due to SSI, micro, small and medium enterprises as on 31.03.17: Rs.NIL (NIL) With available information from Micro, Small and Medium Enterprises regarding their registration with Central/State Government authorities the disclosure as per Sec 23 of The Micro Small Medium Enterprises Development Act 2006 is made.

Note :- 20

Earning in Foreign Exchange on account of Export of Goods on FOB basis – NIL

Note :- 21

Expenditure in Foreign Currency

i. Foreign Travel : **NIL**

Note :- 22

C I F Value of Imports

i. Capital Goods : NIL
ii. Raw Materials : NIL
iii. Stores (Accessories) : NIL

Note :- 23

Earnings Per Share and Diluted Earnings Per Share:-

Calculation of Earnings per share and Diluted Earnings per share:

(Amount in Rs.)

Particulars	2016-17	2015-16
Opening No. of Shares	8,52,000	8,52,000
New Allotment	-	-



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Total No. of shares	8,52,000	8,52,000
Weighted Average No .of Shares	8,52,000	8,52,000
Profit After Tax	48,96,106	39,55,411
Earnings Per Share	5.75	4.64
Diluted Earnings per Share	5.75	4.64

Note :- 24

Auditor's Remuneration:-

Particulars	2016- 17 (in Rs.)	2015 - 16 (in Rs.)
Audit Fees	2,50,000	75,000

For Venkatesh & Co.,
Chartered Accountants
F R No 004636S

CA Dasaraty V
M.No.26336
Partner

Place: - Chennai
Date: 26/04/2017

For i3 SECURITY PRIVATE LIMITED

4 
Director


Director

Notes annexed to and forming part of Balance Sheet as on 31.03.2017

Note - 2			
Share Capital:-			
		Amount in Rs	
	Particulars	31.03.2017	31.03.2016
Authorised Share Capital:-			
	10,00,000 Equity Shares of Rs.10/- each	1,00,00,000	1,00,00,000
Issued and Subscribed Capital:-			
	8,52,000 (8,52,000) Equity Shares of Rs.10/- each fully paid	85,20,000	85,20,000
	Total	85,20,000	85,20,000
2.1 Reconciliation of Share Capital			
	Particulars	31.03.2017	31.03.2016
	Opening Number of Shares	8,52,000	8,52,000
	Add:- Share allotment during the year	-	-
	Closing Number of shares	8,52,000	8,52,000
2.2 List of Share Holders holding shares in the company more than 5%			
	Particulars	31.03.2017	31.03.2016
	Oasis Ventures Private Limited	8,52,000	7,30,750
	Mr Harish Chandra Chawla	-	90,000
	Particulars	31.03.2017	31.03.2016
	Oasis Ventures Private Limited	100%	86%
	Mr Harish Chandra Chawla	0%	11%
Note - 3			
Reserves and Surplus:-			
	Particulars	31.03.2017	31.03.2016
Profit & Loss Account			
	Opening Balance	90,98,668	51,43,254
	Add:- Additions during the Year	48,56,737	39,55,414
	Less:- Deduction During the Year	-	-
	Closing Balance	1,39,55,405	90,98,668
	Sub Total (A)		
Security Premium			
	Opening Balance	2,27,000	2,27,000
	Add:- Additions during the Year	-	-
	Less:- Deduction During the Year	-	-
	Closing Balance	2,27,000	2,27,000
	Sub Total (B)		
	Total(A+B)	1,41,82,405	93,25,668
Note - 4			
Trade Payables			
	Particulars	31.03.2017	31.03.2016
	Trade Payables	-	62,097
	Total	-	62,097
Note - 5			
Other payables			
	Particulars	31.03.2017	31.03.2016
	Statutory dues payable	9,69,311	10,24,544
	Other payables	97,23,392	66,94,119
	Total	1,06,92,703	77,18,663
Note - 6			
Short Term Provisions			
	Particulars	31.03.2017	31.03.2016
	Short-term Provisions	98,06,967	90,38,297
	Provision for Tax	22,37,710	38,88,138
	Total	1,20,44,677	1,29,26,435
Note - 9			
Trade Receivables (Unsecured, considered good):-			
	Particulars	31.03.2017	31.03.2016
	Debts Outstanding for a period Less than 6 months	2,31,11,134	2,23,64,353
	Debts Outstanding for a period exceeding 6 months	11,87,056	2,10,906
	Total	2,42,98,190	2,25,75,259



IS SECURITY PRIVATE LIMITED
#26(Old 14), 5TH CROSS STREET, R.V.NAGAR, ANNA NAGAR EAST, CHENNAI-600102
CIN: U74120TN2011PTC082965
Note annexed to and forming part of Balance Sheet for the year ended 31.03.2017

Note - 7 Fixed Assets

S. No.	Particulars	GROSS BLOCK				DEPRECIATION			NET BLOCK		
		As on 01.04.2016	Additions	Deletion	As on 31.03.2017	As on 01.04.2016	%	For the period 2016-17	Deletions	As on 31.03.2017	As on 31.03.2016
1	Furniture and Fittings	268,929	23,450	-	292,379	147,616	25.89%	36,237	-	183,853	121,313
2	Office Equipments	177,386	494,656	-	672,042	57,262	45.07%	66,229	-	123,491	120,124
3	Computer & Peripherals	464,569		-	464,569	379,478	63.20%	53,777	-	433,256	85,091
Total		910,884	518,106	-	1,428,990	584,356		156,243	-	740,599	326,528
Previous Year		699,823	211,061	-	910,884	354,462		229,894	-	584,356	345,361



I3 SECURITY PRIVATE LIMITED #26(Old 14), 5TH CROSS STREET, R.V.NAGAR, ANNA NAGAR EAST, CHENNAI-600102 CIN: U74120TN2011PTC082965 Depreciation as per Income tax act, 1961									
Particulars	As On 01.04.2016	Additions		Deletions	As on 31.03.2017	Depreciation		As on 31.03.2017	
		More than 180 days	Less than 180 days			Rate	Amount		
Block - I (15%) Plant & Machinery Office Equipments	56,223 144,998	16,030	478,626	- -	56,223 639,654	15% 15%	8,433 60,051	47,789 579,603	
Block - II (10%) Furniture & Fittings	120,302	23,450		-	143,752	10%	14,375	129,377	
Block - III (60%) Computer	74,246			-	74,246	60%	44,548	29,699	
Total	395,770	39,480	478,626	-	913,876		127,408	786,468	



i3 SECURITY PRIVATE LIMITED

#26(Old 14), 5TH CROSS STREET, R.V.NAGAR, ANNA NAGAR EAST, CHENNAI-600102
CIN: U74120TN2011PTC082965

Note - 8**Deferred Tax**

Particulars	Amount(Rs.)	Amount(Rs.)
WDV As per books	6,88,391	
WDV as per IT act	7,86,468	
Timing difference		(98,077)
Deferred Tax Liability / (Assets) (at the effective tax rate of 30.90%)		(30,306)
Deferred tax liability (Opening balance) as on 31.03.2016		(21,396)
Deferred tax Asset (Closing balance) as on 31.03.2017		(30,306)
Reversal of deferred tax liability during the period		8,910



Schedule : 9

S No.	Customer Name	31.03.2017	31.03.2016
	Debts Outstanding for a period Less than 6 months		
1	A.S. Shipping Agencies Pvt Ltd - 129	467,820	399,665
2	ACT INDIA (35) (A Division of Sicagen India Ltd)	77,004	95,411
3	ACT India, Trichy (100)	-	23,083
4	AVS Residential	-	31,065
5	ACME COMMODITIES PRIVATE LIMITED (175)	32,200	-
6	Beta Industries (37) (A Division of Sicagen India	354,936	175,487
7	Bhavani House -110	51,336	47,705
8	Cameo Corporate Services Ltd - 9	195,201	98,928
9	CASA MIA (162)	-	18,064
10	Cenotaph Developers LLP	17,847	-
11	Chennai Radha Engineering Works (P) Ltd.	69,000	33,205
12	Colliers International (I) Prop Service Pvt Ltd 140	-	133,798
13	Colliers International (I) Property Ser P Ltd 114	168,838	129,342
14	Colliers Intrnl (India) Prop. Serv.Pvt.Ltd. -165	167,502	48,293
15	Consulate General Philippines (108)	29,518	25,557
16	Continental Hotels & Resorts - 161 A	68,021	-
17	Coromandal Sugars Limited - 166	60,481	26,594
18	Daniel Victor (96)	-	85,875
19	Divya Impex - Tuticorin	57,953	43,680
20	East Coast Organics Pvt Ltd (131)	41,400	41,220
21	ECO KITCHEN	85,428	80,400
22	EDAC Engg Ltd (33)	34,500	34,350
23	EDAC Engineering Ltd - 7	344,380	226,386
24	EDAC Engineering Ltd- AMD (105)	219,420	181,981
25	Ensure Support Services India Ltd - 126 - Madurai	-	13,053
26	Ensure Support Services India Ltd - 127 - Madurai	-	13,053
27	F1 - SPIC Ltd	-	265,975
28	F2- PH Foundations Pvt Ltd	-	192,004
29	F4 - SPIC Dealer's Welfare Association - T Nagar	-	56,868
30	F5 - Renowned Engineers Private Limited	-	148,231
31	F6 - Sri Venkateswara College of Engineering	-	540,465
32	F7 SPIC Ltd - SAGAR SADAN	-	186,573
33	F8 - SPIC Dealer's Welfare Association - Tirupati	-	122,975
34	F9 Oasis Ventures Private Ltd	-	223,457
35	Goodwill Engineering Works (90) Pondy	65,177	113,767
36	Green Star Fertilizer Ltd (46)	1,547,799	2,249,495
37	HARITA TECHSERV LTD (18)	238,388	96,275
38	Infinity Esthell Restaurants LLP - 161	133,846	313,863
39	Intelenet Global Services Pvt Ltd. (117)	16,456	15,855
40	ITC Grand Chola (151)	-	124,990
41	Lotus	28,423	-
42	KSM Housing Private Limited (149)	-	207,932
43	M/s Olympia Merlin Developers Pvt Ltd (68)Kovalam	-	290,275
44	M/s Sundaram Fasteners Ltd (86)	-	292,319
45	MAC Farm	28,423	-
46	Manali Petrochemicals Ltd - 7	113,047	113,193
47	Manali Petrochemicals Ltd Plant I (39)	628,563	508,614
48	Manali Petrochemicals Ltd Plant II (40)	550,877	459,575
49	MARG Institute of Design &Architecture Swarnabhoomi	-	588,285
50	MARG Navajyothi Vidyalyaya (154)	-	96,290
51	Ms. Meena Reddy (141)	105,968	93,981
52	New Chennai Township Pvt Ltd (133)	-	480,095
53	Oasis Ventures Pvt Ltd (109)	309,156	258,670
54	Panasonic India Pvt Ltd	41,419	162,295
55	PCF Textile Trading Co (95)	-	-
56	Ramesh Flowers Pvt Ltd (119) (Sawyerpuram)	59,037	49,835
57	Ramesh Flowers Pvt Ltd, (120) (Arasaradi)	118,072	99,670
58	Ramesh Flowers Pvt Ltd, (122) - HO SIPCOT	502,648	184,528
59	Ramesh Flowers Pvt. Ltd. (168)	59,037	-
60	REBAR DESIGN & DETAIL PVT LTD (89)	11,867	23,628
61	RENOWNED ENGINEERS PRIVATE LIMITED (91)	324,930	278,647



Schedule : 9

S No.	Customer Name	31.03.2017	31.03.2016
62	Rite Steel Industries (P) Ltd (118)	68,110	91,748
63	SAB Miller India Limited (148)	299,254	337,626
64	SAMSUNG CENTRE FS (107)	319,255	167,014
65	Schindler India Pvt Ltd (42)	28,610	70,283
66	Seaport Logistics Pvt Ltd (134)	141,589	169,689
67	Seva Samajam Children's Home (169)	217,350	-
68	SICAGEN India Limited - 7	113,047	113,193
69	SICAGEN India Limited (92)	-	47,705
70	SICAGEN India Ltd - BMD (150)	51,336	47,705
71	SICAGEN India Ltd - Speciality Chemical (101)	140,345	72,410
72	SICAGEN India Ltd (45) (Steel Godown)	51,336	47,705
73	SICAGEN India Ltd (67) Kanadukathan	123,601	115,223
74	SICAGEN India Ltd, Coimbatore - (102)	51,336	92,333
75	SICAL Iron Ore Terminals Ltd (139)	1,825,492	1,225,993
76	Sical Logistics Ltd - 167	173,656	20,665
77	Sical Logistics Ltd - Chennai Port Dock Office -147	432,712	154,987
78	Sical Logistics Ltd - Ennore Port Ltd (143)	458,463	307,162
79	Sical Logistics Ltd (142)	362,238	160,827
80	Sical Logistics Ltd (144)	173,656	91,509
81	Sical Logistics Ltd -Port Van Dock Office (145)	93,287	28,414
82	Sical Logistics Ltd, Chennai Port (JDV) (146)	216,712	116,163
83	South India House Estates & Properties Ltd (8)	59,037	51,113
84	Southern India Chamber of Commerce & Industry -29	83,422	80,887
85	Southern Petrochemical Industries Corp Ltd. 128 CMB	61,906	60,626
86	Southern Petrochemical Industries Corporation Ltd	3,088,417	1,993,105
87	SPEL Semiconductor Ltd - 10	583,810	300,081
88	SPIC Dealers Welfare Association (61)	9,127	9,087
89	SPIC Ltd - 7	493,295	113,193
90	Sri Venkateswara College of Engg, Chennai (60)	23,808	23,808
91	St.John Freight Systems Ltd. Logistics & Shipping	31,052	31,946
92	Sundram Fasteners Ltd (62)	68,686	68,388
93	Sundram Fasteners Ltd - SPP Plant (48)	74,812	75,243
94	Sundram Fasteners Ltd (86)	611,867	-
95	Sundram Precision Components Ltd (50)	56,774	0.00
96	Sundram Bleistahl Ltd (50)	-	133,003
97	Sundram Fasteners Ltd - Tappet Plant (49)	50,372	52,370
98	Swarnabhoomi Academy of Music (153)	-	195,628
99	TAC LIMITED (176)	390,402	-
100	TAC Ltd (83)	967,529	477,492
101	Tamilisai Sangam, Raja Annamalai Mandram -28	27,379	27,260
102	Tamilnadu Petroproducts Ltd (53) Stock Point	127,015	303,509
103	Tamilnadu Petroproducts Ltd - ECH Site - 51	424,102	677,076
104	Tamilnadu Petroproducts Ltd - Lab Site (51)	1,004,631	764,604
105	Tamilnadu Petroproducts Ltd - Polymer (155)	307,740	479,289
106	Tamilnadu Petroproducts Ltd HCD (21)	689,706	546,532
107	Tamilnadu Squash Racket Academy - (115)	193,200	96,180
108	Temporary Units (9999)	7,893	-
109	The India Cements Ltd (158)	159,769	176,324
110	The India Cements Ltd. (156)	165,963	165,241
111	TVS Electronics Ltd - MI Service Centre - 159	-	20,445
112	TVS Electronics Ltd - MI Service Centre 160	-	20,445
113	TVS Electronics Ltd (132)	50,600	25,190
114	TVS Electronics Ltd (135)	-	116,048
115	TVS Electronics Ltd (136)	170,169	48,131
116	TVS ELECTRONICS LTD (30)	39,082	40,891
117	TVS Electronics Ltd - 174	39,745	-
118	TVS Electronics Ltd, (137)	-	20,445
119	V.V. Titanium Pigments Pvt Ltd (116)	-	292,318
120	VEPPALODAI SALT CORPORATION	65,827	43,693
121	VIJAY TELEVISION PRIVATE LIMITED	207,927	209,797
122	Vira Properties (Madras) Pvt Ltd - (Project)	-	284,025
123	Viswakarma - 164	8,767	17,766
Total		23,111,134	22,364,353



Schedule : 9

S No.	Customer Name	31.03.2017	31.03.2016
	Debts Outstanding for a period exceeding 6 months		
1	Colliers International (I) Prop Service Pvt Ltd 140	-	34,126
2	Colliers International (I) Prop Service Pvt Ltd 140	-	32,832
3	F2- PH Foundations Pvt Ltd	113,729	-
4	Olympia Merlin Developers Pvt Ltd (68)Kovalam	296,418	-
5	New Chennai Township Pvt Ltd (133)	364,595	134,500
6	Sundram Bleistahl Ltd (50)	-	9,448
7	Sical Logistics Ltd, Chennai Port (JDV) (146)	43,056	-
8	Sical Logistics Ltd - 167	40,039	-
9	Vira Properties (Madras) Pvt Ltd - (Project)	281,514	-
10	SICAGEN India Ltd - BMD (150)	47,705	-
	Total	1,187,056	210,906
	Total Amount	24,298,190	22,575,259



Notes annexed to and forming part of Balance Sheet as on 31.03.2017

Note - 10

Cash & Cash Equivalents:-

Particulars	31.03.2017	31.03.2016
Cash in Hand	11,384	59,038
Bank Balance	8,391,302	1,675,987
Fixed deposit with SBI	8,500,000	8,000,000
Total	16,902,685	9,735,024

Note - 11

Short Term Loans and Advances (unsecured, considered good):-

Particulars	31.03.2017	31.03.2016
Other loans & Advances	875,500	885,604
Total	875,500	885,604

Note - 12

Other Current Asset:-

Particulars	31.03.2017	31.03.2016
Service tax Credit	101,066	41,125
Service tax Educ. Cess	575	575
Service Tax S.H.E.Cess	300	300
KKC credit	4,641	-
TDS-Receiveables 2012-13	-	329,741
TDS-Receiveables 2013-14	-	543,832
TDS-Receiveables 2014-15	-	1,747,139
TDS-Receiveables 2015-16	-	2,327,569
TDS-Receiveables 2016-17	2,512,032	-
Interest accrued but not due	18,599	18,771
Prepaid expense	7,500	-
Total	2,644,712	5,009,052



i3 SECURITY PRIVATE LIMITED

#26(Old 14), 5TH CROSS STREET, R.V.NAGAR, ANNA NAGAR EAST, CHENNAI-600102

CIN: U74120TN2011PTC082965

Notes annexed to and forming part of Statement of P&L for the year ended 31.03.2017**Note - 13****Revenue From operations**

Particulars	Amount in Rs	
	31.03.2017	31.03.2016
- Sale of Services	145,593,619	134,907,404
- Sale of Products	-	451,161
Total	145,593,619	135,358,565

Note - 14**Other income**

Particulars	31.03.2017	31.03.2016
Interest Income	257,430	292,751
Dividend	167,731	-
Other Income	83,904	49,867
Total	509,065	342,618

Note - 15**Employee Benefit Expense:-**

Particulars	31.03.2017	31.03.2016
Salary	110,699,748	103,833,714
Contribution to Provident Fund , Gratuity & Other Fund	16,410,308	14,063,649
Staff Welfare Expenses	42,681	128,106
Other Allowances paid	2,830,090	2,762,092
Total	129,982,827	120,787,561

Note -16**Financial costs:-**

Particulars	31.03.2017	31.03.2016
Bank Charges	8,739	19,667
Total	8,739	19,667

Note - 17**Administration Expenses:-**

Particulars	31.03.2017	31.03.2016
Auditor Remuneration		
- Statutory audit fee	275,000	75,000
Director Remuneration	3,623,813	2,940,000
Electricity charges	73,726	85,925
Insurance charges	3,493	-
Travelling expenses	475,182	859,181
Patrolling expenses	15,600	-
Professional charges	2,276,500	2,760,500
Preliminary expenses	-	7,800
Printing and stationary	95,319	110,695
Telephone expenses	140,331	174,740
Miscellaneous Expenditure	150,848	257,283
Repairs & Maintenance	444,106	252,519
Rates and taxes	127,321	63,599
Rent	1,168,100	965,535
Total	8,869,338	8,552,777



i3 SECURITY PRIVATE LIMITED #26(Old 14), 5TH CROSS STREET, R.V.NAGAR, ANNA NAGAR EAST, CHENNAI-600102 CIN: U74120TN2011PTC082965		
Sub schedule as on 31st March 2017	Amount in Rs	
Particulars	31.03.2017	31.03.2016
Statutory Dues Payable		
-SBC @ 0.5%	274	(527)
-TDS on Professional services	35,500	155,000
-TDS on Salary	103,258	105,422
-TDS on contractors	6,745	-
-TDS on Rent	6,000	4,500
-EPF payable Employee contribution	668,468	612,957
-ESI payable Employee deduction	148,936	147,082
-LWF Employee deduction payable	130	110
Total	969,311	1,024,544
Others Payables		
Particulars	31.03.2017	31.03.2016
Venkatesh & Co -Chartered Accountants	225,000	67,500
Liability for Expenses (Others)-Electricity charges	10,059	12,592
Liability for Expenses (Others)-Telephone charges	-	3,054
Liability for Expenses (Others) -Patrolling expenses	7,800	-
Undisbursed Salary	513,382	301,156
Uniform Deposit	338,146	284,396
Excess Amount Paid by Customer	9,158	5,789
Death Relief Fund	121,950	62,700
Miscellaneous Deduction	1,539,119	1,459,144
Provision for Expenses - Bonus	6,886,103	4,439,697
Canteen Deduction	72,676	58,091
Total	9,723,392	6,694,119
Sundry Creditors		
Particulars	31.03.2017	31.03.2016
Microbase Computers & Services Pvt Ltd	-	62,097
Total	-	62,097
Short term Provisions:-		
Particulars	31.03.2017	31.03.2016
Liability for Expenses EPF, EPS, Admin Charges EDLI	743,330	681,683
Liability for Expenses ESI Employer Contribution	402,291	390,988
Liability For Expenses Salaries and Allowance Payab	7,861,346	7,398,167
Short term Provisions:-	-	567,459
Gratuity Payable	800,000	-
Total	9,806,967	9,038,297
Cash & Bank Balance		
Particulars	31.03.2017	31.03.2016
Axis Bank Limited	1,503,907	209,678
ICICI bank limited	4,026,562	-
State Bank Of India (New Avadi Road Branch)	2,860,833	1,466,309
Total	8,391,302	1,675,987
Advances Recoverable in cash or in kind or for Value to be Received		
Particulars	31.03.2017	31.03.2016
Rent Deposit	693,000	703,000
NSC Certificate for CL Act	32,500	32,500
Staff Advance	31,000	48,786
Advance for Guards Accomadation and Facility	35,000	44,000
Earnest Money Deposit	84,000	50,000
Others	-	7,318
Total	875,500	885,604



i3 SECURITY PRIVATE LIMITED #26(Old 14), 5TH CROSS STREET, R.V.NAGAR, ANNA NAGAR EAST, CHENNAI-600102 CIN: U74120TN2011PTC082965		
Sub schedule as on 31st March 2017	Amount in Rs	
Particulars	31.03.2017	31.03.2016
Revenue From operations		
Particulars	31.03.2017	31.03.2016
Sales	-	451,161
Total Trading Revenue	-	451,161
Revenue From rendering services		
Service Charges	144,097,215	118,474,681
Service Charges (Business Support Services)	628,467	5,127,726
Service Charges(Erection,Commissioning & Instal)	-	63,785
Service Charges (Exempted From Service Tax)	430,376	5,840,802
Service Charges - Facility Mgt Services	437,561	5,400,410
Total Service Revenue	145,593,619	134,907,404
Grand Total	145,593,619	135,358,565
Staff welfare expenses		
Particulars	31.03.2017	31.03.2016
Food expense reimbursement	6,538	71,749
Staff welfare	26,482	32,099
Medical reimbursement	9,661	24,258
Grand Total	42,681	128,106
Other Allowances paid		
Particulars	31.03.2017	31.03.2016
Uniform expenses	195,804	425,432
CCA	183,736	177,157
DA	725,177	666,755
Leave allowance	21,338	32,390
Mobile allowance	91,628	104,777
Other Allowances	1,498,533	1,262,009
Uniform Allowance	113,874	93,572
Grand Total	2,830,090	2,762,092
Repairs and Maintenance		
Particulars	31.03.2017	31.03.2016
Mechanisation expenses	17,458	51,803
Office Maintenance	395,355	174,450
Repairs and Maintenance	31,293	26,266
Grand Total	444,106	252,519
Miscellaneous Expenditure:-		
Particulars	31.03.2017	31.03.2016
Membership Fee and Subscription	13,541	33,882
Postage and Couries charges	18,645	18,950
Pooja Expenses	17,594	15,872
Advertisement Expenses	-	15,030
Investigation Expenses	24,415	11,332
Recruitment Expenses	967	5,760
Other Operational Expenses	49,385	148,307
Business promotion	2,650	5,935
Funeral expenses	5,150	-
Training expenses	2,727	-
Others	15,774	2,216
Total	150,848	257,283



REPORT U/S 115JB

Form 29B

ANNEXURE A [See paragraph 2]

Details relating to computation of book profits for the purposes of section 115JB of the Income-tax Act, 1961

S No	Particulars	Details
1	Name of the assessee	: i3 SECURITY PRIVATE LIMITED
2	Particulars of address	: #26(Old 14), 5TH CROSS STREET, R.V.NAGAR, ANNA NAGAR EAST, CHENNAI-600102
3	Permanent Account Number	: AACCI6949A
4	Assessment year	: Assessment Year 2017-18
5	Total income of the company under the Income-tax Act	: 7,114,370
6	Income-tax payable on total income	: 2,134,311
7	Whether Profit and Loss Account is prepared in accordance with the provisions of Parts II and III of Schedule VI to the Companies Act, 1956 (1 of 1956)	: Yes
8	Whether the Profit and Loss Account referred to in column 7 above has followed, the same accounting policies, accounting standards for preparing the profit and loss account and the same method of rates for calculating depreciation as have been adopted for preparing accounts laid before the company at its annual general body meeting? If not, the extent and nature of variation be specified Not Applicable	: Yes
9	Net profit according to Profit and Loss Account referred to in (7) above	: 7,085,537
10	Amount of net profit as shown in Profit and Loss Account as increased by the amounts referred to in clauses (a) to (j) of Explanation to sub-section (2) of this section (file working separately, where required)	: Refer annexure
11	The amount as referred to in item 10 as reduced by the amounts referred to in clauses (I) to (vII) of Explanation of sub-section (2) of this section (file working separately, where required)	: Refer annexure
12	Book profit as computed according to Expln given in sub-section (2)	: 7,085,537
13	18.5% of "book profits" as computed in 12	: 1,310,824
14	In case income-tax payable by the company referred to at SL.No. 6 is less than Eighteen and half per cent of its book profits shown in column 12, the amount of income-tax payable by the company would be 18.5% of column 12, as per (13)	: 2,134,311

Place: Chennai
Date:-26/04/2017



For Venkatesh & Co
Chartered Accountants
F.R.No.004636S

CA Dasarthy V
M.No.026336
Partner

i3 SECURITY PRIVATE LIMITED
#26(Old 14), 5TH CROSS STREET, R.V.NAGAR, ANNA NAGAR EAST, CHENNAI-600102
CIN: U74120TN2011PTC082965

Annexure A to Form 29 B

Particulars		Amount(Rs.)
Net profit as per Profit & Loss account		7,085,537
Add: Provision for Taxation/Tax Paid	-	
Amount C/Fd to Reserves	-	
Provision for unascertained liabilities	-	
Dividend Paid/Proposed	-	
Provision for Loss incurred by Subsidiary	-	
Expenses relating to Sec 10, 10 A, 10 B, 11 & 12	-	
		-
Less Amount drawn from Reserves	-	7,085,537
Incomes relating to Sec 10,10A, 10 B, 11 & 12	-	
Unabsorbed Depreciation or Business Loss	-	
as per books, whichever is less-		
Profits eligible for deduction under Sec.80HHC		
80 HHE & 80 HHF	-	
Profits earned by Sick Industrial Unit during Sick		
Sick Period	-	
		-
Book Profit U/s.115 JB		7,085,537
Tax on the above @ 18.5%		1,310,824

For Venkatesh & Co
Chartered Accountants
F.R.No.004636S

CA Dasaraty V
M.No.026336
Partner



Place:- Chennai
Date:-26/04/2017

i3 SECURITY PRIVATE LIMITED

#26(Old 14), 5TH CROSS STREET, R.V.NAGAR, ANNA NAGAR EAST, CHENNAI-600102

S NO	Share Holders name	2016-17				2015-16			
		No Of Shares	Face Value	Share Capital	in %	No Of Shares	Face Value	Share Capital	in %
1	Mr Harish Chandra Chawla	-	10	-	0.00%	90,000	10	900,000	10.56%
2	Oasis Ventures Private Limited	851,990	10	8,519,900	100.00%	730,750	10	7,307,500	85.77%
3	Mani Mozhi Arasu	-	10	-	0.00%	31,250	10	312,500	3.67%
3	Mr Gopala Krishnan	10	10	100	0.00%				
		852,000	10	8,520,000	100.00%	852,000	10	8,520,000	100.00%

