

MODERN FINANCIAL SERVICES LIMITED

(CIN : L24139WB1983PLC035932)

Registered Office: 53B, Mirza Ghalib Street, Kolkata-700 016.

Email: contact.modernfinancial@gmail.com, Phone: 033-2249-1673

DIRECTORS' REPORT TO THE SHARE HOLDERS

Your Directors have pleasure in presenting the Annual Report of the Company for the year ended 31st March, 2024.
(Rs. In lacs)

Particulars	For the year ended 31.03.2024	For the year ended 31.03.2023
Revenue from Operation	15.75	9.95
Other Income	0.16	31.63
Total expenditure	21.30	26.92
Profit/(Loss) before Tax	(5.39)	14.65
Tax expenses	-	-
Profit/(Loss) after Tax	(5.39)	14.65
Tax expenses previous year	3.33	-
Other comprehensive income/loss	338.42	(22.49)
Balance carried over	336.36	(7.84)

OPERATIONS AND MANAGEMENT

The Board of Directors of your Company is to report that during the year under review the Company's total revenue Income of Rs. 15.75 lacs as compared to Rs. 9.95 lacs in previous year and posted a net Loss of Rs. 5.39 lacs against previous year profit of Rs. 14.65 lacs.

Dividend

Your Directors regret that they are unable to recommend any dividend for the financial year ended 31st March, 2024.

Subsidiary Company

Your Company has no subsidiary company.

DIRECTOR

Mr. Probir Kumar Koyal, Director retires by rotation and being eligible has offered himself for re-appointment.

STATUTORY AUDITORS

Pursuant to provisions of Section 139 of the Companies Act, 2013 read with the Companies (Audit and Auditors) Rules, 2014, M/s. H.P. Jhunhunwala & Co., Chartered Accountants (Firm Registration No. 302139E), 907, Marshall House, 33/1, Netaji Subhas Road, Kolkata - 700001 were appointed as the Statutory Auditors of the Company for a term of five years to hold office from the ensuing of this Annual General Meeting to the conclusion of Annual General Meeting of the Company to be held in the year 2028.

PARTICULARS OF EMPLOYEES

Information in accordance with the provision of Section 217 (2A) of the Companies Act, 1956 read with the Companies (Particulars of Employees) Rule 1975 as amended is not applicable to your Company because there was no employee getting more than the limit specified in the above said sections of the Companies Act, 1956.

DIRECTORS' RESPONSIBILITY STATEMENT

Your Directors confirm that -

(i) In the preparation of the Annual Accounts, the applicable accounting standards have been followed with the proper explanations relating to material departures, if any.

(ii) The accounting policies selected have been applied consistently and judgement and estimates are made that are reasonable and prudent, so as to give a true and fair view of the state of affairs of your company for the year ended on that date.

(iii) Proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with the provisions of the Act for the safeguarding the assets of your Company and for preventing and detecting frauds and other irregularities.

(iv) The Annual Accounts of your Company have been prepared on a going concern basis.

CORPORATE GOVERNANCE DISCLOSURE

In terms of Regulation 34 of SEBI Listing Regulations, a separate section on Management Discussion and Analysis, Business Responsibility Report and Corporate Governance Report together with a certificate from a Practicing Company Secretary confirming compliance with the Regulations relating to Corporate Governance of SEBI Listing Regulations is set out and form part of this Annual report.

HUMAN RESOURCE / INDUSTRIAL RELATIONS

The Company understands that its diverse employees are its most vital and valuable assets. The Company recognises people as the primary source of its competitiveness and continues its focus on people development through digital and bespoke interventions. The Company has developed a continuous learning human resource base to unleash potential and fulfill the aspirations of the employees. The strategic thrust of Human Resource has been on improvement of the performance of employees through training & development and also to identify out performers who have the potential for taking higher responsibilities.

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

The information on Conservation of energy and technology absorption required to be disclosed pursuant to section 134(3)(m) of the Companies Act, 2013 and Rules therein is given in the Annexures and forms part of this Reports.

ACKNOWLEDGEMENT

We thank our customers, vendors, dealers, investors, business associates and bankers for their continued support during the year. We place on record our appreciation of the contribution made by employees at all levels. Our resilience to meet challenges was made possible by their hard work, solidarity, co-operation and support.

We thank the Government of India, the State Governments where we have operations and other government agencies for their support and look forward to their continued support in the future.

Place : Kolkata

Date : 04-09-2024

For & on behalf of the Board



Amitabha Sarkar
Managing Director

**CORPORATE GOVERNANCE REPORT FOR THE PERIOD FROM 1ST APRIL, 2023 TO 31ST MARCH, 2024
ANNEXURE TO THE DIRECTORS' REPORT.**

1. COMPANY'S PHILOSOPHY :

Corporate Governance essentially is a set of standards, which aims to improve the Company's efficiency, effectiveness and social responsibility. The concept emphasizes on transparency, accountability, independence and integrity of the Management, with focus on public interest in particulars. It further inspires and strengthens investors' confidence by ongoing commitment to overall growth of the Company.

The company believes that timely disclosures, transparent accounting policies and a strong and independent board got a long way in protecting shareholders trust while maximizing long term corporate value.

Our philosophy on Corporate Governance begins with our Board of Directors.

A non-executive director chairs the Board.

- The Audit Committee is comprised exclusively of independent directors
- The Board has established terms of reference for its operation and the operation of its Audit Committee in line with Clause 49 of the Listing Agreement and Section 177 of the Companies Act, 2013.
- The Equity Shares of the Company are listing on Calcutta Stock Exchange Limited compliance with the disclosure requirements of Clause 49 of the Listing Agreement, the details are set out as herein.

2. BOARD OF DIRECTORS :

COMPOSITION OF THE BOARD :-

The Board of Directors of the company as on 31st March, 2024 consists of Five members.

The Company has Three Non-Executive Independent Directors.

BOARD MEETINGS :

The meetings of the Board are held at the Company's Registered Office at Kolkata and are scheduled well in advance.

The members of the Board have access to all information of the Company and are free to recommend inclusion of any matter in agenda for discussion. The board meets at least once in a quarter to review the quarterly results and other items on the agenda. Additional meetings are held, whenever necessary.

During the period under review 6(Six) Board Meetings were held on 10.5.2023, 25.05.2023, 04.08.2023, 31.08.2023, 11.08.2023 and 08.02.2024.

BOARD'S RESPONSIBILITIES :-

The Board's mandate is to oversee the Company's strategic directions, review and monitor Corporate Performance, ensure regulatory compliance and safeguard the interests of Shareholders.

ROLE OF INDEPENDENT DIRECTORS:-

The independent directors play an important role in deliberations at the Board and Committee meetings and bring to the Company their expertise in the fields of finance, management, law and public policy.

INFORMATION PLACED BEFORE THE BOARD OF DIRECTORS :-

The minimum information to be made available, so far applicable, in terms of Clause 49 of the Listing Agreement is made available to the Board of Directors.

Constitution of Board of Directors as on 31st March, 2024 and related information.

Name of the Director	Category of Directorship	No. of Board Meeting attendance	Attendance at Last AGM
Mr. Amitabha Sarkar	Managing Director	6	Yes
Mr. Probir Kumar Koyal	Director	6	Yes
Mrs Mina Roy	Independent Director	6	Yes
Mr. Sushil Mandal	Independent Director	6	Yes

3. **AUDIT COMMITTEE :**

The audit committee of the company meets before the finalization of accounts each year and also meets every quarter before the results of that quarter is published in the news-paper and also meets from time to time, if called by Mrs. Mina Roy, Chairman of the Audit Committee. The Audit Committee has met four times in 2023-24.

The Audit Committee has been vested with the following powers :-

- to investigate any activity within its terms of reference.
- to seek information from any employee
- to obtain outside legal or other professional advice
- to secure attendance of outsiders with relevant expertise, if it considers necessary.

(I) TERMS OF REFERENCE :-

The Audit Committee reviews the Internal Reports with the **Statutory Auditors' Report** periodically and discuss their findings. The role of the Audit Committee is as follows :

- Overseeing of the Company's financial reporting process and the disclosure of its financial information to ensure that the financial statement is correct, sufficient and credible.
- Recommending the appointment and removal of external auditor, fixation of audit fee and also approval for payment for any other services.
- Reviewing the management and the annual financial statements before submission to the Board, focusing primarily on :
 - Any changes in accounting policies and practices
 - Major accounting entire based on exercise of judgments by management
 - Qualifications in draft audit report.
 - Significant adjustments arising out of audit
 - The going concern assumption
 - Compliance with accounting standards
 - Compliance with stock exchange and legal requirements concerning financial statements.
- Reviewing with the management, external and internal auditors, the adequacy of internal control system.
- Review the adequacy of internal audit function, including the structure of the internal audit department, staffing and seniority of the official heading the department, reporting structure coverage and frequency of internal audit.
- Discussions with internal auditors any significant findings and follow up thereon.
- Reviewing the findings of any internal investigations of the internal auditors into matters where there is suspected fraud and/or irregularity and/or a failure of internal control systems of a material nature and reporting the matter to the Board.
- Discussion with external auditors before the audit commences nature and scope of audit as well as have post-audit discussion to ascertain any area of concern.
- Reviewing the Company's financial and risk management policies.
- To look into the reasons for substantial defaults in the payment to the depositors, shareholders (in case of non payment of declared dividends) and creditors.

(II) COMPOSITION :

The Audit Committee of the Board comprises of Two Independent Directors and Committee met four times during the year and attendance of the members at these meetings were as follows :-

Name of the Director	Category of Directorship	No. of Audit Committee Meeting attendance
Mrs Mina Roy	Independent Director	4
Mr. Sushil Mandal	Independent Director	4
Mr. Amitabha Sarkar	Director	4

The Statutory Auditor of the Company is invited to the Audit Committee Meetings.

4. REMUNERATION COMMITTEE :

The Remuneration Committee comprises three Directors - Mr. Sushil Mandal is the Chairman, Mr. Probir Kumar Koyal and Mrs. Mina Roy are the members of the Remuneration Committee. One remuneration committee meeting held on 25.05.23 during the year 2023-24.

Details of remuneration paid to the Executive & Non-executive Directors during the financial year 2023-24 are as follows :

<u>Name of Director</u>	<u>Sitting Fees</u>	<u>Remuneration</u>
Mr. P.K. Koyal	-	-
Mr. Sushil Mandal	-	-
Mrs. Mina Roy	-	-

5. SHARE TRANSFER COMMITTEE :

In accordance with Clause 49 para VI(D) of the Listing Agreement of the Stock Exchange, the Board has unanimously delegated the powers of share transfer to Mr. Probir Kumar Koyal, Chairperson and Director, who is also the Compliance Officer, in order to expedite the process of share transfer, issue of duplicate certificates and certificates after splits/consideration/renewal and re-materialization. The Committee meets at least once in a fortnight to expedite all matters relating to transfer.

SHARE TRANSFER AND SHAREHOLDERS/INVESTORS GRIEVANCE COMMITTEE

A "Share Transfer and Shareholders/Investors Grievance Committee" has been constituted under the Chairmanship of a Director – Mr. Probir Kumar Koyal and Mr. Sushil Mandal and Mrs. Mina Roy are the Member of the Committee.

All the investors complaints are settled by the Compliance Officer of the Company and if any complaint can not be settled by the Compliance Officer then it is placed before the Committee for settlement. One Share Transfer and Stake holder committee meeting held on 25.05.23 during the year 2023-24.

6. GENERAL BODY MEETING :-

Location and time where last three Annual General Meetings were held :-

<u>Financial Year</u>	<u>Date</u>	<u>Time</u>	<u>Venue</u>
2022-2023	30/09/2023	11.30 a.m.	53B, Mirza Ghalib Street, Kolkata-700016
2021-2022	30/09/2022	11.30 a.m.	53B, Mirza Ghalib Street, Kolkata-700016
2020-2021	30/09/2021	10.30 a.m.	53B, Mirza Ghalib Street, Kolkata – 700016

7. DISCLOSURES :

There was no transaction of material nature with the directors of the management or their relatives. The Company has obtained certificates from all concerned in this regard.

There was no instances of non-compliance on any matter related to the capital market, during the last three years.

The Board has obtained certificates / disclosures from key management personnel confirming that they do not have any material financial and commercial interest in transactions with the Company, that may have a potential conflict with the interest of the Company at large. This disclosure has also been made for all relations of the first degree by the management to the Board.

8. MEANS OF COMMUNICATIONS :

Management's discussions and analysis forms part of this annual report, which is also being posted to all the shareholders of the Company.

9. GENERAL SHAREHOLDER INFORMATION :

Annual General Meeting is proposed to be held on 30th September, 2024 at 11.30 A.M. at 53B, Mirza Ghalib Street, Kolkata – 700 016. The Company has furnished information as required by Clause 49(v) of the Listing Agreement of the Stock Exchanges, relating to the appointment of a new director or re-appointment of a director. Shareholders may kindly refer to the Explanatory statement convening the Annual General Meeting of the Company. The name of companies in which the person also holds directorship and the membership of committees of the Board is given separately.

FINANCIAL CALENDAR :-

ANNUAL RESULTS OF PREVIOUS YEAR (AUDITED) : End of May, 2023

FIRST QUARTER RESULTS : End of July, 2023

SECOND QUARTER RESULTS : End of October, 2023

THIRD QUARTER RESULTS : End of January, 2024

FOURTH QUARTER RESULTS : End of May, 2024

DATE OF BOOK CLOSURE :-

The Share Transfer Books and Register of Members of the Company will remain closed from 24.09.2024 to 30.09.2024 (both days inclusive).

LISTING OF EQUITY SHARES ON STOCK EXCHANGES ETC :-

The Company's shares are listed on The Calcutta Stock Exchange only.

SHARE TRANSFER AGENT :-

The Company has engaged the Services of M/s. Maheshwari Datamatics Pvt. Ltd., 23, R.N. Mukherjee Road, Kolkata-700001 a SEBI registered Registrar Share Transfer Agents for processing the transfers, sub-division, consolidation, splitting of securities, etc. Since trades in Company's shares can now be done only in the dematerialized form, request for demat should be sent direct directly to M/s. Maheshwari Datamatics Pvt. Ltd, Kolkata.

SHARE TRANSFER SYSTEM :-

As already stated, the Company's shares are traded in the Stock Exchanges compulsorily in demat mode. Therefore, investors /shareholders are requested to kindly note that physical documents, viz. Demand Request Forms (DRF) and Share Certificates etc. should be sent by their Depository Participants (DP's) directly to the Share Transfer Agents. Any delay on the part of the DP's to send the DRF and the Share Certificates beyond 15 days from the date of generation of the DRN by the DP will be rejected/cancelled. This is being done to ensure that no demat request remain pending with the Share Transfer Agent beyond a period of 30 days. Investors/Shareholders should, therefore, ensure that their DP's do not delay in sending the DRF and Share Certificates to Share Transfer Agent after generating the DRN.

Distribution Schedule as on 31st March, 2024 :-

No. of Equity Shares held	No. of Shareholders	% of shareholders	No. of shares held	% of share holding
1-500	6	1.2170	2500	0.0562
501-1000	10	2.0284	7138	0.1605
1001-2000	389	78.9047	433067	9.7351
2001-3000	21	4.2596	58100	1.3061
3001-4000	17	3.4483	60400	1.3578
4001-5000	11	2.2312	48600	1.0925
5001-10000	17	3.4483	124997	2.8099
10001-above	22	4.4625	371698	83.4820
<u>Total</u>	<u>493</u>	<u>100%</u>	<u>4448500</u>	<u>100.00</u>

DEMATERILISATION OF SHARES :

The equity shares 881300 of the Company have not been dematerialised during the said financial year.

INVESTORS' COMPLAIN :

No Investors complain pending at the year and no investors complain received during the year 2023-24.

Note : The Company endeavors to settle all shareholder complaints in the minimum possible time. The average rate of settlement may vary from 7 to 15 days. However, disputed matters/cases are kept pending till these cases are mutually settled by the shareholders or are finally disposed off by the Courts.

CODE OF CONDUCT

Declaration

As provided under Clause 49 of the Listing Agreement with the Stock Exchanges, the Board Members and the Senior Management Personnel have confirmed compliance with the Code of Conduct for the year ended 31st March, 2024.

Amitabha Sarkar

Place : Kolkata
Date :04-09-2024

Amitabha Sarkar
Managing Director

CEO CERTIFICATE

The Board of Directors
M/s. Modern Financial Services Ltd.
53B, Mirza Ghalib Street,
Kolkata – 700 016.

I certify that

1. We have reviewed the financial statement, read with the cash flow statement of the company for the year ended 31st March, 2024 and to the best of my knowledge and belief :
 - i. these statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
 - ii. these statements and other financial information included in this report present a true and fair view of the Company's affairs and are in compliance with the accounting standards and applicable law and regulations.
2. There are, to the best of my knowledge and belief, no material transactions entered into by the Company during the year which are fraudulent, illegal or violate of the Company's code of conduct;
3. I am responsible for establishing and maintaining internal controls for financial reporting and I have valued the effectiveness of the internal control systems of the Company ;
4. I have disclosed to the Company's Auditors and the Audit Committee of the Company's Board of Directors all significant deficiencies in the design or operation of internal control, if any, of which I am aware and the steps that have been taken or are proposed to be taken to rectify the deficiency;
5. I have indicated to the Auditor and the Audit Committee :-
 - a. significant changes in the Company's internal control over financial reporting during the year
 - b. significant changes in accounting policies during the year, if any, and that the same have been disclosed in the note to the financial statements.
 - c. instance of significant of fraud of which we have become aware and involvement therein if any of the management or other employees which could have a significant role in the Company's internal control system over financial reporting.

Amitabha Sarkar

Place : Kolkata
Date :04-09-2024

Amitabha Sarkar
Managing Director

SECRETARIAL AUDIT REPORT
FOR THE FINANCIAL YEAR ENDED 31ST DAY OF MARCH, 2023
[Pursuant to section 204(1) of the Companies Act, 2013 and Rule No.9 of the Companies
(Appointment and Remuneration Personnel) Rules, 2014]

To,
The Members,

MODERN FINANCIAL SERVICES LIMITED
CIN: L24139WB1983PLC035932
53 B, MIRZA GHALIB STREET KOLKATA WB 700016 IN

We have conducted the **Secretarial Audit** of the compliance of applicable statutory provisions and the adherence to good corporate practices by **MODERN FINANCIAL SERVICES LIMITED (hereinafter called "the Company")**. Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing our opinion thereon.

Based on my verification of books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, and authorized representatives during the conduct of **Secretarial Audit**, I hereby report that in our opinion the Company has, during the audit period covering the financial year ended **31st March, 2024** complied with the statutory provisions listed hereunder and also that the Company has proper board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

We have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended **31st March, 2024** according to the provisions of following Acts as amended from time to time along with the rules and regulations made thereunder:

- I. The Companies Act, 2013(the Act) and the rules made thereunder;
- II. The Securities Contracts (Regulation) Act, 1956 and the rules made thereunder;
- III. The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
- IV. Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings;
- V. The following Regulations (as amended from time to time) and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 :-

- a. The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
- b. The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
- c. The Securities and Exchange Board of India (Registrar to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;
- d. The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993;
- e. The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999;
- f. The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008;
- g. The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;

- h. The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009; and
- i. The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998;
- j. The Securities & Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015;

We have also examined the compliance of the applicable clauses by the company of the following statutory provisions/standards/regulations:

- a. The uniform Listing Agreements entered into by the Company, with **CSE Limited** ;
- b. The Secretarial Standards (SS - 1 and SS – 2) issued by the Institute of Company Secretaries of India.

We further report that :

The Board of Directors of the Company is **duly constituted with proper balance of Executive Directors, Non-Executive Directors, Independent Directors and a Woman Director**. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act and Securities & Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

The compliance by the company of applicable financial laws such as direct and indirect tax laws and maintenance of financial records and books of accounts have not been reviewed in this audit since the same have been subject to review by the statutory financial auditors, tax auditors and other designated professionals.

Adequate Notice is given to all Directors to schedule the Board/Committee Meetings. Information and circulation of the agenda with detailed information thereof, convening of meetings was done in compliance with the applicable laws, rules, regulations and guidelines, etc. A system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meetings.

We further report that there are adequate systems and processes in the Company commensurate with the size and operations of the Company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines as also represented by the management.

Place : Kolkata
Date : 04-09-2024

PRITI AGARWAL
Practicing Company Secretary
Membership No: 10877
C.P. No.: 9937
UDIN:

ANNEXURE TO SECRETARIAL AUDIT REPORT

To,
The Members,

MODERN FINANCIAL SERVICES LIMITED

CIN: L24139WB1983PLC035932

53 B, MIRZA GHALIB STREET KOLKATA WB 700016 IN

Our Secretarial Audit Report for the financial year ended March 31, 2024 of even date is to be read along with this letter.

1. Maintenance of secretarial record is the responsibility of the management of the Company. Our responsibility is to express an opinion on these secretarial records based on our audit.
2. We have followed the audit practices and the processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. We believe that the processes and practices, we have followed provide a reasonable basis for our opinion.
3. We have not verified the correctness and appropriateness of financial records and Books of Accounts of the Company.
4. Wherever required, we have obtained the management representation about the compliance of laws, Rules and Regulations and happening of events etc.
5. The compliance of the provisions of corporate and other applicable laws, Rules, Regulations, standards is the responsibility of management. Our examination was limited to the verification of procedure on test basis.
6. The Secretarial Audit report is neither an assurance as to the future viability of the Company nor of the efficacy or effectiveness with which the management has conducted the affairs of the Company.

Thanking you,

Place : Kolkata
Date : 04-09-2024

PRITI AGARWAL
Practicing Company Secretary
Membership No: 10877
C.P. No.: 9937
UDIN:

H. P. JHUNJHUNWALA & CO.

CHARTERED ACCOUNTANTS

907, MARSHALL HOUSE, 33/1, NETAJI SUBHAS ROAD, KOLKATA-700001

PHONE- (033) 2231-1057 / 9831426066, e-mail: hpjassociates@gmail.com

INDEPENDENT AUDITOR'S REPORT

To the Members of

MODERN FINANCIAL SERVICES LIMITED

Report on the Audit of the Financial Statements

Opinion

We have audited the Financial Statements of MODERN FINANCIAL SERVICES LIMITED ("the Company"), which comprise the balance sheet as at 31st march 2024, and the statement of profit and loss, (statement of changes in equity) and statement of cash flows for the year then ended, and notes to the Financial Statements, including a summary of significant accounting policies and other explanatory information [hereinafter referred to as "Financial Statements"].

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 Companies Act, 2013 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 the Company as at March 31 2024, and its profit/loss, (changes in equity) and its cash flows for the year ended on that date.

Basis for Opinion

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

"Information Other than the Financial Statements and Auditor's Report thereon"

The Company's Board of Directors is responsible for the other information. The other information comprises the [information included in the Management discussion and Analysis, Boards Report including Annexures of Boards Report, Business Responsibility Report, Corporate Governance and Shareholder Information, but does not include the Financial Statements and our auditor's report thereon.

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

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

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



Management's Responsibility for the 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, (changes in equity) and cash flows of the Company in accordance with the accounting principles generally accepted in India including the accounting Standards specified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Financial Statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

- a. Identify and assess the risks of material misstatement of the Financial Statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- b. Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls
- c. Evaluate the appropriateness of accounting policies used the reasonableness of accounting estimates and related disclosures made by management.
- d. Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Financial Statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as going concern.



- e. Evaluate the overall presentation, structure and content of the Financial Statements, including the disclosures, and the whether the Financial Statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the Financial Statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the Financial Statements may be influenced. We consider quantitative materiality and qualitative factors in

- i. Planning the scope of our audit work and in evaluating the results of our work ; and
- ii. To evaluate the effect of any identified misstatements in the Financial Statements.

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

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

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

Report on Other Legal and Regulatory Requirements

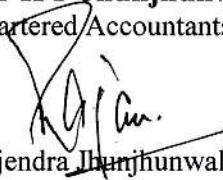
1. As required by the Companies (Auditor's Report) Order, 2016 ("the order"), issued by the Central Government of India in terms of Sub-section (11) of section 143 of the Companies Act, 2013, we give in the Annexure a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
2. As required by Section 143(3) of the Act, we report that:
 - (a) We have sought and obtained all the information and explanation which to the best of our knowledge and belief were necessary for the purpose of our audit.
 - (b) In our opinion, proper books of 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, the Statement of Changes in Equity and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
 - (d) In our opinion, the aforesaid Financial Statements comply with the Accounting Standards specified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
 - (e) On the basis of the written representations received from the directors as on 31st march 2024 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2024 from being appointed as a director in terms of Section of 164(2) of the Act.



- (f) Since the Company's turnover as per last audited Financial Statements is less than Rs. 50 Crores and its borrowing from bank and financial institutions at any time during the year is less than Rs. 25 Crores, the Company is exempted from getting an audit opinion with respect to the adequacy of the internal financial control over financial reporting of the company and the operating effectiveness of such controls vide notification dated June 13, 2017;
- (g) With respect to the other matters to be included in the Auditors 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:
- The Company does not have any pending litigations which would impact its financial position.
 - The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

For H P Jhunhunwala & co.

Chartered Accountants


Rajendra Jhunhunwala
(Partner)

M. No. : 58429

FRN: 302139E

Place: Kolkata

Date: 04-09-2024

For H. P. JHUNJHUNWALA & CO.
CHARTERED ACCOUNTANTS

RAJENDRA JHUNJHUNWALA, PARTNER
MEMBERSHIP NO. 58429, FRN : 302139E



ANNEXURE A TO THE INDEPENDENT AUDITORS' REPORT

(Referred to in paragraph 1 under 'Report on Other Legal and Regulatory Requirements' section of our report to the Members of Modern Financial Services Ltd. of even date)

To the best of our information and according to the explanations provided to us by the Company and the books of account and records examined by us in the normal course of audit, we report that:

I.

1. In respect of the Company's Property, Plant and Equipment and Intangible Assets:
 - (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment
 - (b) The Company has maintained proper records showing full particulars of intangible assets;
 - (c) The Company has a regular program of physical verification of Property, Plant and Equipment in a phased manner, which, in our opinion, is reasonable, considering the size of the Company and the nature of its assets. Pursuant to the program, certain Property, Plant and Equipment were physically verified by the Management during the year. According to the information and explanations given to us, no material discrepancies were noticed on such verification.
2. According to the information and explanations furnished to us, the records examined by us and based on the examination of the conveyance deeds provided to us, we report that the Title Deeds, comprising of all the immoveable properties are held in the name of the Company as at the Balance Sheet date.
3. The Company has not revalued any of its Property, Plant and Equipment and intangible assets during the year.
4. No proceedings have been initiated during the year or are pending against the Company as at **March 31, 2024** for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (as amended) and Rules made thereunder.

II.

1. The inventories have been physically verified by the Management during the year at reasonable intervals, except materials lying with third parties, where confirmations are obtained. In our opinion, the coverage and procedure of such verification by the Management is appropriate. The discrepancies noticed on verification between the physical stocks and the book records were not material and they have been properly dealt with in the books of account.

III.

1. According to the information explanation provided to us, the Company has not provided any guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or any other parties. Hence, the requirements under paragraph 3(iii) of the Order are not applicable to the Company.
2. According to the information and explanations given to us and based on the audit procedures performed by us, we are of the opinion that the terms and conditions in relation to investments made, guarantees provided, securities given and / or grant of all loans and advances in the nature of loans and guarantees are not prejudicial to the interest of the Company.
3. The Company has not provided any guarantee or security or granted any advances in the nature of loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or any other parties.



- IV.** In our opinion and according to the information and explanations furnished to us, the Company has complied with the provisions of Sections 185 and 186 of the Act in respect of loans granted, investments made and guarantees and securities provided, as applicable.
- V.** During the year, the Company has not accepted any deposits or amounts which are deemed to be deposits. Hence reporting under Clause 3(v) of the Order is not applicable.
- VI.** The maintenance of cost records under Section 148 (1) of The Act has not been specified by The Central Government for the business activities carried on by the Company. Thus, reporting under Clause 3(vi) of the Order is not applicable to the Company.
- VII.** In respect of statutory dues:
- According to the records of the Company, the Company has been regular in depositing undisputed statutory dues, including Goods and Services Tax, Provident Fund, Employees' State Insurance, Income Tax, Sales Tax, Service Tax, duty of Custom, duty of Excise, Value Added Tax, Cess and other material statutory dues applicable to it with appropriate authorities
 - There were no undisputed amounts payable in respect of any of the above statutory dues in arrears as at March 31, 2024 for a period more than six months from the date they became payable.
 - Details of statutory dues referred to in sub-clause (a) above which have not been deposited as on March 31, 2024 on account of disputes are given below;

Name of the Statute	Nature of Dues	Forum where dispute is pending	Period to which the amount relates	Amount
NIL				

- VIII** There were no transactions relating to previously unrecorded income that have been surrendered or disclosed as income during the year in tax assessments under the Income Tax Act, 1961.
- IX**
- The Company has not defaulted in repayment of loans or other borrowings or in the payment of interest thereon to any lender.
 - The Company has not been declared as a wilful defaulter by any Bank or financial institution or other lender.
 - On an overall examination of the financial statements of the Company, funds raised on short term basis have not been utilised for long term purposes.
 - On an overall examination of the financial statements of the Company, the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries.
 - The Company has not raised loans during the year on the pledge of securities held in its subsidiaries.
- X**
- The Company has not raised moneys by way of initial public offer or further public offer (including debt instruments) during the year and hence reporting under clause 3(x)(a) of the Order is not applicable.
 - During the year, the Company has not made any preferential allotment or private placement of shares or convertible debentures (fully or partly or optionally) and hence reporting under clause 3(x)(b) of the Order is not applicable



- XI** (a) No fraud by the Company and no material fraud on the Company has been noticed or reported during the year.
- (b) No report under sub-section (12) of Section 143 of the Companies Act has been filed in Form ADT-4 as prescribed under Rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government, during the year and upto the date of this report.
- (c) There were no whistle-blower complaints received during the year by the Company.
- XII** The Company is Not a Nidhi Company. Accordingly, para 3 (xii) of The Order is not applicable to the Company.
- XIII** Based on the audit procedures performed and information and explanations given by the management, all the transactions with the related parties are in compliance with Sections 177 and 188 of the Companies Act 2013 were applicable and details of such transactions are duly reported in the standalone Financial Statements as required by the applicable Accounting Standards.
- XIV** According to the information and explanations given to us, the company has no internal audit system. In our opinion, the Company has not required an adequate internal audit system commensurate with the size and the nature of its business.
- XV** In our opinion, the Company has not entered in to any non-cash Transactions with Directors or persons connected with him and hence, the provisions of Section 192 of the Companies Act 2013 are not applicable to the Company.
- XVI** (a) In our opinion, no registration is required under Section 45 IA of The Reserve Bank of India Act. Hence, reporting under clause 3(xvi)(a), (b) and (c) of the Order is not applicable.
- (b) In our opinion, there is no Core Investment Company within the Group (as defined in the Core Investment Companies (Reserve Bank) Directions, 2016) and accordingly reporting under clause 3(xvi)(d) of the Order is not applicable.
- XVII** The Company has incurred cash losses during the financial years 2023-24 of Rs. 5,39,099 and Profit for the Financial Year 2022-23 of Rs. 1465277.
- XVIII** There has not been any resignation of the statutory auditors of the Company during the year.
- XIX** The provisions of Section 135 towards corporate social responsibility are not applicable on the company. Accordingly, the provisions of clause 3(xx) of the Order is not applicable.

For H. P. JHUNJHUNWALA & CO.
CHARTERED ACCOUNTANTS

RAJENDRA JHUNJHUNWALA, PARTNER
MEMBERSHIP NO. 58429, FRN : 302139E

For H P Jhunjunwala & Co.
Chartered Accountants

Rajendra Jhunjunwala
(Partner)
M. No. : 58429
FRN: 302139E

Place: Kolkata
Date: 04-09-2024



MODERN FINANCIAL SERVICES LIMITED

CIN: L24139WB1983PLC035932

Registered Office : 53B, Mirza Ghalib Street, Kolkata-700016

Email: contact.modernfinancial@gmail.com

STATEMENT OF ASSETS AND LIABILITIES AS AT 31ST MARCH, 2024

Particulars	NOTE NO.	As at 31/03/2024	As at 31/03/2023
ASSETS			
(1) Non-current assets			
(a) Property, Plant and Equipment	3	110946	110946
(b) Financial Assets			
(i) Investments	4	121444667	87602442
(ii) Other financial Asset		-	-
(c) Non-current tax Assets		-	-
(d) Other non-current Assets	5	0	300000
Total Non-current assets		121555613	88013388
(2) Current assets			
(a) Inventories	6	3135942	3135942
(b) Financial Assets			
(i) Investments		-	-
(ii) Trade receivables	7	50000	124720
(iii) Cash and cash equivalents	8	164191	601521
(iv) Other financial Assets		-	-
(c) Current Tax Assets (Net)		-	-
(d) Other current Assets	9	3291548	3325360
Total Current assets		6641681	7187543
Total Assets		128197294	95200930
EQUITY AND LIABILITIES			
(1) Equity			
(a) Equity Share capital	10	44485000	44485000
(b) Other Equity	11	83670910	50700929
Total Equity		128155910	95185929
Liabilities			
(2) Non-current liabilities			
(a) Financial Liabilities			
(i) Borrowings		-	-
(ii) Trade payables		-	-
(b) Provisions		-	-
(c) Deferred tax liabilities (Net)		-	-
(d) Other non-current liabilities		-	-
Total Non-current Liabilities		-	-
(3) Current liabilities			
(a) Financial Liabilities			
(i) Borrowings	12	-	-
(ii) Trade payables		-	-
- Total outstanding dues of micro-enterprises and small enterprises		-	-
- Total outstanding dues of creditors other than micro enterprises and small enterprises		-	-
(iii) Other financial liabilities		-	-
(b) Provisions	13	-	-
(c) Current Tax Liabilities (Net)		-	-
(d) Other current liabilities	14	41383	15000
Total Current Liabilities		41383	15000
Total Equity and Liabilities		128197294	95200930

Significant Accounting policies

The accompanying notes are an integral part of the financial statements

In terms of our Report attached

For H P Jhunjunwala & Co.

Chartered Accountants

For H. P. JHUNJHUNWALA & CO.

CHARTERED ACCOUNTANTS

Rajendra Jhunjunwala

Membership no: 060367

Firm Regn. No.: 320139E

Place : Kolkata

Date : 04-09-2024

UDIN NO:24058429BKBGUH2138

RAJENDRA JHUNJHUNWALA, PARTNER

MEMBERSHIP NO. 58429, FRN : 302139E

Company Secretary

Priti Prasad

M.No-A068314

Managing Director

Amitabha Sarkar

DIN-00331261

Director

Probir Kumar Koyal

DIN-00331297



MODERN FINANCIAL SERVICES LIMITED

CIN:L24139WB1983PLC035932

Registered Office : 53B, Mirza Ghalib Street, Kolkata-700016

Email: contact.modernfinancial@gmail.com

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH, 2024

Particulars	NOTE NO.	Year ended on 31/03/2024	Previous Year ended on 31/03/2023
I Revenue from Operations	15	15,75,117	9,95,097
II Other Income	16	16,069	31,63,104
III Total Revenue (I+II)		15,91,186	41,58,201
IV Expenses:			
(a) Cost of materials consumed		-	-
(b) Purchases of Stock-in-Trade	17	15,72,685	9,92,568
(c) Changes in inventories	18	-	-
(d) Employee benefits expense	19	3,40,091	2,11,340
(e) Finance Costs		-	-
(f) Depreciation & Amortisation Expenses		-	-
(g) Other Expenses	20	2,17,509	14,89,016
Total expenses		21,30,285	26,92,924
V Profit/ (Loss) before exceptional items and tax (III-IV)		(5,39,099)	14,65,277
VI Exceptional items		-	-
VII Profit/ (Loss) before tax (V+VI)		(5,39,099)	14,65,277
VIII Tax expenses			
(1) Current Tax		-	-
(2) Deferred Tax		-	-
IX Profit/(Loss) for the period (VII-VIII)		(5,39,099)	14,65,277
X Other Comprehensive Income			
A (I) Items that will not be reclassified to profit or loss			
i. Remeasurements of the defined benefit plans		-	-
ii. Equity Instruments through Other Comprehensive Income		3,38,42,226	(22,48,818)
(II) Income tax relating to items that will not be reclassified to profit or loss		3,33,146	-
B (I) Items that will be reclassified to profit or loss		-	-
(II) Income tax relating to items that will be reclassified to profit or loss		-	-
XI Total Comprehensive Income for the period (Comprising Profit / (Loss) and Other Comprehensive Income for the period) (IX+X)		3,36,36,273	(7,83,541)
XII Paid - up Equity Share Capital (Face value per share ₹ 10/-)		44,48,500	44,48,500
XIII Earnings per share (not annualised)			
(a) Basic		-0.05	0.33
(b) Diluted		-0.05	0.33

Significant Accounting policies

1 & 2

The accompanying notes are an integral part of the financial statements

In terms of our Report attached

For H P Jhunjunwala & Co.

Chartered Accountants

For H. P. JHUNJHUNWALA & CO.
CHARTERED ACCOUNTANTS

Amitabha Sarkar

Rajendra Jhunjunwala

Membership no: 060367

Firm Regn. No.: 320139E

Place : Kolkata

Date : 04-09-2024

UDIN NO:24058429BKBGUH2138

Rajendra
RAJENDRA JHUNJHUNWALA, PARTNER
MEMBERSHIP NO. 58429, FRN : 302139E

Company Secretary

Priti Prasad

M.No-A068314

Managing Director

Amitabha Sarkar

DIN-00331261

Prabir Koyal

Director

Prabir Kumar Koyal

DIN-00331297



MODERN FINANCIAL SERVICES LIMITED
Cash Flow Statement for the year ended 31st March, 2024

Particulars	For the year ended 31st March, 2024		For the year ended 31st March, 2023	
	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)
A. Cash flow from operating activities				
Net Profit / (Loss) before extraordinary items and tax		(5,39,099)		14,65,277
<u>Adjustments for:</u>				
Depreciation		-		-
Operating profit / (loss) before working capital changes		(5,39,099)		14,65,277
<u>Changes in working capital:</u>				
Adjustments for (increase) / decrease in operating assets:				
Inventories	-		-	
Trade Receivable	74,720			
Other Current Financial Assets	-		(74,720)	
Other Current Assets	33,812		9,99,947	
Adjustments for increase / (decrease) in operating liabilities:				
Borrowings	-		-	
Short term provision	-		-	
Other Current Financial Liabilities	26,383		(11,800)	
Cash generated from operations		1,34,915		9,13,427
Net income tax (paid) / refunds/Other.		(4,04,184)		23,78,704
		(33,146)		-
Net cash flow from / (used in) operating activities (A)		(4,37,327)		23,78,704
B. Cash flow from investing activities				
(Increase)/Decrease in Investments		(0)		(26,47,617)
Sale of Fixed Assets		-		-
Net cash flow from / (used in) investing activities (B)		(0)		(26,47,617)
C. Cash flow from financing activities				
Proceeds from issue of Equity Shares	-		-	
Repayments of other borrowings	-		-	
Net cash flow from / (used in) financing activities (C)		-		-
Net increase / (decrease) in Cash and cash equivalents (A+B+C)		(4,37,330)		(2,68,916)
Cash and cash equivalents at the beginning of the year		6,01,521		8,70,437
Cash and cash equivalents at the end of the year		1,64,191		6,01,521

Notes:

- (i) The above cash flow statement has been prepared under the Indirect Method as set out in the Accounting Standards (Ind AS-7) " Cash Flow Statement ".
- (ii) Cash and cash Equivalent (Refer Note - 8 of the Financial Statements)
- (iii) Previous year's figures have been regrouped /rearranged ,wherever considered necessary . This is the Cash Flow Statement referred to in our Auditor's Report of even date .

In terms of our Report attached

For H P Jhunjunwala & Co.
Chartered Accountants

For H. P. JHUNJHUNWALA & CO.
CHARTERED ACCOUNTANTS

Rajendra Jhunjunwala
Membership no: 060367
Firm Regn. No.: 320139E

Place : Kolkata
Date : 04-09-2024

UDIN:24058429BKBGUH2138

RAJENDRA JHUNJHUNWALA, PARTNER
MEMBERSHIP NO. 58429, FRN : 302139E
Company Secretary
Priti Prasad
M.No-A068314

Amitabha Sarkar

Managing Director
Amitabha Sarkar
DIN-00331261

Prabir Koyal

Director
Prabir Kumar Koyal
DIN-00331297



MODERN FINANCIAL SERVICES LIMITED

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31ST MARCH, 2024

A. EQUITY SHARE CAPITAL

1	Current reporting period	Restated balance at the beginning of the current reporting period	Changes in Equity Share Capital during the year	Balance at the end of the current reporting period
	4,44,85,000	-	-	4,44,85,000

2

Previous reporting period	Restated balance at the beginning of the current reporting period	Changes in Equity Share Capital during the year	Balance at the end of the current reporting period
Balance at the beginning of the current reporting period	4,44,85,000	-	4,44,85,000

B. OTHER EQUITY

Particulars	Share application money pending allotment	Equity component of compound financial Instruments	Capital Reserve	Securities Premium	Other Reserves	Retained Earnings	Debt Instruments through Other Comprehensive Income	Equity Instruments through Other Comprehensive Income	Effective portion of Cash Flow Hedges	Revaluation on Surplus	Exchange differences on translating the financial statements of a foreign operation	Other items of Other Comprehensive Income (specify nature)	Money received against share warrants	Total
Balance as at March 31st, 2022	-	-	-	3,61,70,000	60,00,000	(56,30,086)	-	1,41,61,015	-	-	-	-	-	5,07,00,929
Changes in Accounting Policies / Prior Period Errors	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Restated Balance at the beginning of the reporting period	-	-	-	3,61,70,000	60,00,000	(56,30,086)	-	1,41,61,015	-	-	-	-	-	5,07,00,929
Total Comprehensive Income for the Year	-	-	-	-	-	(8,72,245)	-	3,38,42,226	-	-	-	-	-	3,29,69,981
Transfer to Retained Earnings	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Balance as at March 31st, 2023	-	-	-	3,61,70,000	60,00,000	(65,02,331)	-	4,80,03,241	-	-	-	-	-	8,36,70,910

B. OTHER EQUITY

Particulars	Share application money pending allotment	Equity component of compound financial Instruments	Capital Reserve	Securities Premium	Other Reserves	Retained Earnings	Debt Instruments through Other Comprehensive Income	Equity Instruments through Other Comprehensive Income	Effective portion of Cash Flow Hedges	Revaluation on Surplus	Exchange differences on translating the financial statements of a foreign operation	Other items of Other Comprehensive Income	Money received against share warrants	Total
Balance as at March 31st, 2022	-	-	-	3,61,70,000	60,00,000	(70,95,363)	-	1,64,09,833	-	-	-	-	-	5,14,84,470
Changes in Accounting Policies / Prior Period Errors	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Restated Balance at the beginning of the reporting period	-	-	-	3,61,70,000	60,00,000	(70,95,363)	-	1,64,09,833	-	-	-	-	-	5,14,84,470
Total Comprehensive Income for the Year	-	-	-	-	-	14,65,277	-	-22,48,818	-	-	-	-	-	-7,83,541
Transfer to Retained Earnings	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Balance as at March 31st, 2023	-	-	-	3,61,70,000	60,00,000	(56,30,086)	-	1,41,61,015	-	-	-	-	-	5,07,00,929



MODERN FINANCIAL SERVICES LIMITED

NOTES ANNEXED TO AND FORMING PART OF THE ACCOUNTS FOR THE YEAR ENDED 31ST MARCH, 2024.

3 PROPERTY, PLANT & EQUIPMENT

DESCRIPTION	GROSS BLOCK		DEPRECIATION		Balance as on 31.03.2024	Balance as on 31.03.2023
	Balance as on 01.04.2023	Addition/ (Disposal)	Total 31.03.2024	Up to 01.04.2023 For the year	Total 31.03.2024	
Vehicles - Tata- 407 - Tata- ACE	2,14,780 5,47,898 3,74,000	- - -	2,14,780 5,47,898 3,74,000	- - -	2,13,132 5,47,898 2,79,565	1,648 - 94,435
Furniture & Fixtures	2,27,105	-	2,27,105	-	2,24,080	3,025
Computer & Accessories	6,05,824	-	6,05,824	-	6,05,665	159
Air Conditioners	4,54,214	-	4,54,214	-	4,42,535	11,679
TOTAL	24,23,821	-	24,23,821	-	23,12,876	1,10,946
PREVIOUS YEAR	24,23,821	-	24,23,821	-	23,12,876	1,10,946

Since there is no business depreciation is not charged

2

DESCRIPTION	GROSS BLOCK		DEPRECIATION		Balance as on 31.03.2023	Balance as on 31.03.2022
	Balance as on 01.04.2022	Addition/ (Disposal)	Total 31.03.2023	Up to 01.04.2022 For the year	Total 31.03.2023	
Vehicles - Tata- 407 - Tata- ACE	2,14,780 5,47,898 3,74,000	- - -	2,14,780 5,47,898 3,74,000	- - -	2,13,132 5,47,898 2,79,565	1,648 - 94,435
Furniture & Fixtures	2,27,105	-	2,27,105	-	2,24,080	3,025
Computer & Accessories	6,05,824	-	6,05,824	-	6,05,665	159
Air Conditioners	4,54,214	-	4,54,214	-	4,42,535	11,679
TOTAL	24,23,821	-	24,23,821	-	23,12,876	1,10,946
PREVIOUS YEAR	36,09,096	(1,06,777)	35,02,319	-	33,91,374	2,17,723

Since there is no business depreciation is not charged



MODERN FINANCIAL SERVICES LIMITED
NOTES FORMING PARTS OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH, 2024

		As at 31 March 2024	As at 31 March 2023
4 NON CURRENT INVESTMENTS			
<u>IN MUTUAL FUNDS</u>	<u>No of Units</u>	<u>No of Units</u>	
ABSL India Gennext Fund (D)	1,82,397.28	3,76,39,502	1,82,397.28
SBI Banking & Financial Services Fund (D)	3,54,939.97	1,28,61,392	3,54,939.97
SBI Large & Midcap Fund (D)	17,359.62	95,64,944	17,359.62
SBI Magnum Midcap Fund(D)	25,398.68	56,85,543	25,398.68
TATA Small Cap Fund (D)	69,200.550	24,75,380	69,200.55
ICICI Prudential Flexi Cap Fund (D)	20,49,897.51	3,42,94,785	20,49,897.51
PGIM India Midcap Opportunity Fund (D)	3,08,545.93	1,89,23,122	3,08,545.93
		12,14,44,667	8,76,02,442
5 OTHER NON-CURRENT FINANCIAL ASSETS			
Advance against Flat		-	3,00,000
		-	3,00,000
6 INVENTORIES			
Stock in Hand		31,35,942	31,35,942
		31,35,942	31,35,942
7 TRADE RECEIVABLE			
Sunder Debtors		50,000	1,24,720
		50,000	1,24,720
8 CASH AND CASH EQUIVALENTS			
Cash in Hand		50,294	55,794
Balance with Schedule Bank in			
HDFC Bank (Central Plaza)		8,350	55,971
Kotak Mahindra Bank		12,055	28,170
Bank of Baroda		93,491	4,61,585
		1,64,191	6,01,521
9 OTHER CURRENT ASSETS			
TDS Receivable		1,599	2,265
Deferred Tax Assets		47,322	47,322
MAT Credit		32,42,627	32,75,773
		32,91,548	33,25,360



MODERN FINANCIAL SERVICES LIMITED
NOTES FORMING PARTS OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH, 2024

10 SHARE CAPITAL

	As at 31 March, 2024		As at 31 March, 2023	
	Number of Shares	Amount Rs.	Number of Shares	Amount Rs.
AUTHORISED				
Equity Shares of Rs. 10/- each with voting rights	60,00,000	6,00,00,000	60,00,000	6,00,00,000
ISSUED, SUBSCRIBED AND PAID UP				
Equity Shares of Rs. 10/- each with voting rights	44,48,500	4,44,85,000	44,48,500	4,44,85,000

(i) Reconciliation of Shares outstanding at the beginning and at the end of the reporting period

	As at 31 March, 2024		As at 31 March, 2023	
	Number of Shares	Amount Rs.	Number of Shares	Amount Rs.
Equity Shares with voting rights at the beginning of the year	44,48,500	4,44,85,000	44,48,500	4,44,85,000
Balance at the end of the year	44,48,500	4,44,85,000	44,48,500	4,44,85,000

(ii) Details of Shareholder holding more than 5% share in the Company

Name of Shareholders	As at 31 March, 2024		As at 31 March, 2023	
	Number of Shares	Percentage of Holding	Number of Shares	Percentage of Holding
Line Accessories Private Limited	454500	10.22%	454500	10.22%
Vidhi Services Private Limited	1030800	23.17%	1030800	23.17%
Sankalp Vincom Pvt Ltd	365701	8.22%	365701	8.22%
Anubha Holdings Pvt Ltd	245500	5.52%	245500	5.52%
Runicha Merchants Pvt Ltd	241000	5.42%	241000	5.42%

(iii) List of Share held by Promoters at the end of the year

Sl.No.	Promoter's Name	No. Of Shares	% of total shares	% of change during the year
1	Archit Jhunjunwala	32800	0.74%	
2	Anubha Dhandania	800	0.02%	
3	Radhakishan Biswanath(HUF)	700	0.02%	
4	Anuja Agarwal	600	0.01%	
5	Ansuya Jhunjunwala	400	0.01%	
6	Sharddha Jhunjunwala	200	0.05%	
7	Vidhi Services Pvt Ltd.	1112400	25.05%	
8	Line Accessories Pvt Ltd.	454500	10.23%	
9	C & J Properties Pvt Ltd.	202100	4.45%	
10	Sthavistay Investment trading co Pvt Ltd	127000	2.85%	
12	SSP Product Pvt. Ltd.	35200	0.79%	

11 Other Equity

(i) Securities Premium Reserve

3,61,70,000	3,61,70,000
3,61,70,000	3,61,70,000

(ii) General Reserve

60,00,000	60,00,000
60,00,000	60,00,000

(iii) Retained Earnings

Opening balance	(56,30,086)	(70,95,363)
Add: Profit/(Loss) for the year	(8,72,245)	14,65,277
Closing Balance	(65,02,331)	(56,30,086)

(iv) Other Comprehensive Income

Balance at the beginning of the Year	1,41,61,015	1,64,09,833
Add/Less: Change in Fair Vale(net of tax)	3,38,42,226	(22,48,818)
Balance at the end of the Year	4,80,03,241	1,41,61,015
	8,36,70,910	5,07,00,929



MODERN FINANCIAL SERVICES LIMITED
NOTES FORMING PARTS OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH, 2024

12 BORROWINGS		
Advance (Cr.)	-	-
13 SHORT TERM PROVISIONS		
Provisions for Income Tax	-	-
14 OTHER CURRENT FINANCIAL LIABILITIES		
Salary payable	26,383	-
Sundry Creditors for expenses	15,000	15,000
	41,383	15,000
15 REVENUE FROM OPERATION		
Sales	15,75,117	9,95,097
	15,75,117	9,95,097
16 OTHER INCOME		
Profit from mutual fund Long Term	-	31,00,950
Profit from mutual fund Short Term	-	-
Interest on IT Refund	85	39,510
Dividend	15,984	22,644
	16,069	31,63,104
17 PURCHASE OF STOCK IN TRADE		
Purchase	15,72,685	9,92,568
	15,72,685	9,92,568
18 CHANGES IN INVENTORY		
Closing Stock	31,35,942	31,35,942
Less: Opening Stock	31,35,942	31,35,942
	-	-
19 EMPLOYEE BENEFIT EXPENSES		
Salary and Bonus	3,40,091	2,11,340
	3,40,091	2,11,340
20 OTHER EXPENSES		
Professional Tax Payment	2,500	2,500
Audit Fees	15,000	15,000
Advertisement Expenses	-	4,536
Bank Charges	1,064	45,930
Demat Charges	1,770	10,620
Filing Fees	3,000	27,200
Loss on Sale of Mutual Fund-Short Term	-	10,51,669
General Expenses	-	3,993
Insurance Charges - Vechiles	-	19,000
Share Listing fees, Evoting Charges	1,14,723	2,58,493
Professional Fees	60,020	35,010
Printing & Stationary	6,098	-
Postage & stamp	5,029	-
Repairs & Maintainance	6,490	6,490
Web Development Expenses	1,815	8,575
	2,17,509	14,89,016

The accompanying notes are an integral part of the financial statements

In terms of our Report attached

For H. P. Jhunjhunwala & Co. For H. P. JHUNJHUNWALA & CO.
Chartered Accountants CHARTERED ACCOUNTANTS

Rajendra Jhunjhunwala

Membership no: 060367

Firm Regn. No.: 305012E

Place : Kolkata

Date : 04-09-2024

UDIN NO:24058429BKBGUH2138

RAJENDRA JHUNJHUNWALA, PARTNER
P. NO. 58429, FRN : 302139E

Company Secretary

Priti Prasad

M.No-A068314

Amitabha Sarkar

Managing Director

Amitabha Sarkar

DIN-00331261

Prabir Koyal

Director

Prabir Kumar Koyal

DIN-00331297



MODERN FINANCIAL SERVICES LTD

1. Notes forming part of the financial statements for the year ended 31st march, 2024.

Note	Particulars
1	Corporate information
	Modern financial services Ltd. has its registered office at 53B, Mirza Ghalib Street, Kolkata - 700016, is engaged in Real Estate Renting & other activities / business. It's CIN No. is L24139WB1983PLC035932
2	Significant accounting policies
	This note provides a list of the significant accounting policies adopted in the preparation of these financial statements. These policies have been consistently applied to all the years presented, unless otherwise stated.
2.1	Basis of accounting and preparation of financial statements
	These financial statements have been prepared in accordance with Indian Accounting Standards ("IndAS") notified under Section 133 of the Companies Act, 2013 ("the Act") read together with the Companies (Indian Accounting Standards) Rules, 2015 (as amended) and other relevant provisions of the Act and other Generally Accepted Accounting Principles (GAAP) in India
2.2	Use of estimates
	The preparation of the financial statements in conformity with Indian GAAP requires the Management to make estimates and assumptions considered in the reported amounts of assets and liabilities (including contingent liabilities) and the reported income and expenses during the year. The Management believes that the estimates used in preparation of the financial statements are prudent and reasonable. Future results could differ due to these estimates and the differences between the actual results and the estimates are recognised in the periods in which the results are known / materialise.
2.3	Inventories
	There was inventory in the form of land and building in progress which have been capitalised and there are no inventories with the company
2.4	Cash and cash equivalents (for purposes of Cash Flow Statement)
	Cash comprises cash on hand and demand deposits with banks. Cash equivalents are short-term balances (with an original maturity of three months or less from the date of acquisition),
2.5	Depreciation and amortisation
	No Depreciation is provided during the year as the company has no depreciable assets
2.6	Revenue recognition
	<u>Sale of goods</u> Sales are recognised, net of returns and trade discounts, on transfer of significant risks and rewards of ownership to the buyer, which generally coincides with the delivery of goods to customers. Sales do not GST.
2.7	Other income
	Interest income is accounted on accrual basis. Dividend income is accounted for when the right to receive it is established. Investment income and expenditure is accounted on accrual basis
2.8	Tangible fixed assets
	Fixed assets, are carried at cost.



MODERN FINANCIAL SERVICES LTD

Note 1 Significant accounting policies (contd.)

Note	Particulars
2.9 Intangible assets	There are no Intangible Assets
2.10 Foreign currency transactions and translations	There is no Foreign currency transaction during the year
2.11 Government grants, subsidies and export incentives	There is no Government grants and subsidies and export during the year
2.12 Investments	<p>Long-term investments (excluding investment properties), are carried individually at cost less provision for diminution, other than temporary, in the value of such investments. Current investments are carried individually, at the lower of cost and fair value. Cost of investments include acquisition charges such as brokerage, fees and duties.</p> <p>Investment properties are carried individually at cost less accumulated depreciation and impairment, if any. Investment properties are capitalised and depreciated (where applicable) in accordance with the policy stated for Tangible Fixed Assets. Impairment of investment property is determined in accordance with the policy stated for Impairment of Assets.</p>
2.13 Employee benefits	<p>Employee benefits include provident fund, superannuation fund, gratuity fund, compensated absences, long service awards and post-employment medical benefits.</p> <p><u>Defined contribution plans</u> There is no defined contribution plans</p> <p><u>Defined benefit plans</u> There is no defined benefit plans</p>
2.14 Employee share based payments	The Company has no Employee Stock Option Schemes (ESOS)
2.15 Borrowing costs	Borrowing costs include interest
2.16 Segment reporting	The Company has no such segments
2.17 Leases	The Company is not engaged in leasing of assets
2.18 Earnings per share	<p>Basic earnings per share is computed by dividing the profit / (loss) after tax (including the post tax effect of extraordinary items, if any) by the weighted average number of equity shares outstanding during the year. Diluted earnings per share is computed by dividing the profit / (loss) after tax (including the post tax effect of extraordinary items, if any) as adjusted for dividend, interest and other charges to expense or income relating to the dilutive potential equity shares, by the weighted average number of equity shares considered for deriving basic earnings per share and the weighted average number of equity shares which could have been issued on the conversion of all dilutive potential equity shares. Potential equity shares are deemed to be dilutive only if their conversion to equity shares would decrease the net profit per share from continuing ordinary operations. Potential dilutive equity shares are deemed to be converted as at the beginning of the period, unless they have been issued at a later date. The dilutive potential equity shares are adjusted for the proceeds receivable had the shares been actually issued at fair value (i.e. average market value of the outstanding shares). Dilutive potential equity shares are determined independently for each period presented. The number of equity shares and potentially dilutive equity shares are adjusted for share splits / reverse share splits and bonus shares, as appropriate.</p>



MODERN FINANCIAL SERVICES LTD

Note 1 Significant accounting policies (contd.)

Note	Particulars
2.19 Taxes on income	Current tax is the amount of tax payable on the taxable income for the year as determined in accordance with the provisions of the Income Tax Act, 1961.
2.20 Research and development expenses	The Company has no Research and Development expenses
2.21 Joint venture operations	The Company has no Joint Venture Operation
2.22 Impairment of assets	There is no impairment of assets during the year
2.23 Provisions and contingencies	A provision is recognised when the Company has a present obligation as a result of past events and it is probable that an outflow of resources will be required to settle the obligation in respect of which a reliable estimate can be made. Provisions (excluding retirement benefits) are not discounted to their present value and are determined based on the best estimate required to settle the obligation at the Balance Sheet date. These are reviewed at each Balance Sheet date and adjusted to reflect the current best estimates. There are no Contingent liabilities with the Company
2.24 Provision for warranty	There is no provision of warranty
2.25 Hedge accounting	The Company has no hedging activity
2.26 Derivative contracts	The Company has no derivative contracts
2.27 Share issues expenses	There are no share issue expenses
2.28 Insurance claims	No insurance claim have been taken by the company

