

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, 2025.

(Rs. In lacs)

Particulars	For the year ended 31.03.2025	For the year ended 31.03.2024
Revenue from Operation	14.12	15.75
Other Income	0.16	0.16
Total expenditure	19.85	21.30
Profit/(Loss) before Tax	(5.56)	(5.39)
Tax expenses	-	-
Profit/(Loss) after Tax	(5.56)	(5.39)
Tax expenses previous year	-	3.33
Other comprehensive income/loss	113.15	338.42
Balance carried over	107.59	333.36

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. 14.12 lacs as compared to Rs. 15.75 lacs in previous year and posted a net Loss of Rs. 5.56 lacs against previous year loss of Rs. 5.39 lacs.

Dividend

Your Directors regret that they are unable to recommend any dividend for the financial year ended 31st March, 2025.

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. Jhunjunwala & 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 Next Annual General Meeting of the Company.

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.

For & on behalf of the Board

Place : Kolkata

Date : 26-08-2025

Amitabha Sarkar
Managing Director

**CORPORATE GOVERNANCE REPORT FOR THE PERIOD FROM 1ST APRIL, 2024 TO 31ST MARCH, 2025
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, 2025 consists of Four 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 5 (Five) Board Meetings were held.

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, 2025 and related information.

Name of the Director	Category of Directorship	No. of Board Meeting attendance	Attendance at Last AGM
Mr. Amitabha Sarkar	Managing Director	5	Yes
Mr. Probir Kumar Koyal	Director	5	Yes
Mrs Mina Roy	Independent Director	5	Yes
Mr. Sushil Mandal	Independent Director	5	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 2024-25.

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

- a) to investigate any activity within its terms of reference.
- b) to seek information from any employee
- c) to obtain outside legal or other professional advice
- d) 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 :

- a) 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.
- b) Recommending the appointment and removal of external auditor, fixation of audit fee and also approval for payment for any other services.
- c) 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.
- d) Reviewing with the management, external and internal auditors, the adequacy of internal control system.
- e) 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.
- f) Discussions with internal auditors any significant findings and follow up thereon.
- g) 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.
- h) 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.
- i) Reviewing the Company's financial and risk management policies.
- j) 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 21.05.24 during the year 2024-25.

Details of remuneration paid to the Executive & Non-executive Directors during the financial year 2024-25 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 cannot 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 21.05.24 during the year 2024-25.

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>
2023-24	30/05/2024	11.30 a.m.	53B, Mirza Ghalib Street, Kolkata-700016
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

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 23rd September, 2025 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, 2024

FIRST QUARTER RESULTS : End of July, 2024

SECOND QUARTER RESULTS : End of October, 2024

THIRD QUARTER RESULTS : End of January, 2025

FOURTH QUARTER RESULTS : End of May, 2025

DATE OF BOOK CLOSURE :-

The Share Transfer Books and Register of Members of the Company will remain closed from 17-09-2025 to 23-09-2025 (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, 2025 :-

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
Total	493	100%	4448500	100.00

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 2024-25.

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 of 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, 2025.

Place : Kolkata
Date : 26th August 2025

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, 2025 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.

Place : Kolkata
Date : 26th August 2025

Amitabha Sarkar
Managing Director

SECRETARIAL AUDIT REPORT

FOR THE FINANCIAL YEAR ENDED 31ST DAY OF MARCH, 2025

[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

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, 2025** 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, 2025** 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 12 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: 14th August 2025

AGARWAL PRITI & ASSOCAITES

PRITI AGARWAL

Practicing Company Secretary

Membership No: 10877

C.P. No.: 9937

UDIN: F010877G001007831

ANNEXURE TO SECRETARIAL AUDIT REPORT

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

Our Secretarial Audit Report for the financial year ended March 31, 2025 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: 14th August 2025

PRITI AGARWAL
Practicing Company Secretary
Membership No: 10877
C.P. No.: 9937
UDIN: F010877G001007831

INDEPENDENT AUDITOR'S REPORT

To
The Members of
MODERN FINANCIAL SERVICES LIMITED

Report on the Audit of the Financial Statements

1. Opinion

We have audited the accompanying standalone financial statements of **MODERN FINANCIAL SERVICES LIMITED** (hereinafter referred to as "the Company"), which comprise the Balance Sheet as at **March 31, 2025**, the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Changes in Equity and the Statement of Cash Flows for the year ended on that date and a summary of significant accounting policies and other explanatory information (hereinafter referred to as "the standalone financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Companies Act, 2013 (hereinafter referred to as "the Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under Section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at **March 31, 2025** and its profit, total comprehensive income, changes in equity and its cash flows for the year ended on that date.

2. Basis for Opinion

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

3. Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the standalone financial statements of the current period. These matters were addressed in the context of our audit of the standalone financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. We have determined the matters described below to be the key audit matters to be communicated in our report.

Sl. No.	Key Audit Matter	Auditor's Response
	NIL	

4. Information other than the financial statements and Auditors' Report thereon

A. 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, Board's Report including Annexures to Board's Report, Business Responsibility Report, Corporate Governance and Shareholder's Information, but does not include the consolidated financial statements, standalone financial statements and our auditor's report thereon. Our opinion on the standalone financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

B. In connection with our audit of the standalone financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the standalone financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information; we are required to report the fact. We have nothing to report in this regard.

5. Management's Responsibilities for the Standalone Financial Statements

- A.** The Company's Board of Directors is responsible for the matters stated in section 134(5) of 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, including other comprehensive income, changes in equity and cash flows of the Company in accordance with the Ind AS and other accounting principles generally accepted in India. 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 standalone financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.
- B.** In preparing the standalone financial statements, the Board of Directors of the Company is responsible for assessing the ability of the Company to continue as a going concern, disclosing, as applicable, matters related to the 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. The Board of Directors of the Company is also responsible for overseeing the financial reporting process of the Company.

6. Auditors' Responsibilities for the Audit of the Standalone Financial Statements

- A.** Our objectives are to obtain reasonable assurance about whether the standalone financial results as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these standalone financial statements.
- B.** As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional scepticism throughout the audit. We also :
- i) Identify and assess the risks of material misstatement of the standalone financial results, 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.
 - ii) 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 Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
 - iii) Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
 - iv) Conclude on the appropriateness of the Board of Directors' 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 ability of the Company to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the standalone financial results 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 auditors' report. However, future events or conditions may cause the Company to cease to continue as a going concern.
 - v) Evaluate the overall presentation, structure and content of the standalone financial statements, including the disclosures, and whether the standalone financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- C.** Materiality is the magnitude of misstatements in the standalone financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the standalone 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 standalone financial statements.

- D. We communicate with those charged with governance of the Company 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.
- E. 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.
- F. From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the standalone 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.

II. Report on Other Legal and Regulatory Requirements

- 1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of Section 143 of the Act, we give in the "Annexure 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, based on our audit, we report that :
 - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
 - (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
 - (c) The Balance Sheet, the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Changes in Equity and the Statement of Cash Flows dealt with by this Report are in agreement with the books of account;
 - (d) In our opinion, the aforesaid standalone financial statements comply with the Ind AS specified under Section 133 of the Act;
 - (e) On the basis of the written representations received from the Directors as on March 31, 2025 taken on record by the Board of Directors, none of the Directors is disqualified as on March 31, 2025 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 system with reference to financial statements and the operating effectiveness of such controls, refer to our separate report in "Annexure B". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls with reference to financial statements.
 - (g) With respect to the other matters to be included in the Auditors' Report in accordance with the requirements of Section 197(16) of the Act, as amended:
 - (h) In our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Company to its Directors during the year is in accordance with the provisions of Section 197 of the Act.
 - (i) 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, as amended, in our opinion and to the best of our information and according to the explanations given to us:
 - a. The Company does not have any pending litigation which would impact its financial position.
 - b. The Company has made provision, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long-term contracts including derivative contracts.
 - c. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.
- d. "Based on our examination which included test checks, the Company has used an accounting software for maintaining its books of account which have a feature of recording audit trail (edit log) facility and further stock is maintained in

software without have a feature of recording audit trail (edit log()) facility. However, in our opinion, proper books of accounts stating true and fair states of affairs of the Company, as required under Sec.128(1) of the Companies Act, 2013 has been maintained by the Company for the financial year 2024-25.”

- i. The Management has represented that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person or entity, including foreign entity (“Intermediaries”), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company (“Ultimate Beneficiaries”) or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
- ii. The Management has represented, that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been received by the Company from any person or entity, including foreign entity (“Funding Parties”), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (“Ultimate Beneficiaries”) or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

Based on the audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement.

For H.P. JHUNJHUNWALA & CO.
Chartered Accountants

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

Place : Kolkata
Date : 26th August 2025

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 Limited 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, 2025** 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.
2. The Company has been sanctioned working capital limits in excess of Rs. 5 crore, in aggregate, from banks on the basis of security of current assets during the year. According to the information and explanations given to us, the quarterly returns or statements failed by the Company with such banks are in agreement with the books of accounts of the Company.

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. In our opinion, and according to the information and explanations given to us, the investments made, guarantees provided, security given and terms and conditions of the grant of all loans and advances in the nature of loans and guarantees provided are, prima facie, 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.

1. In our opinion, and according to the information and explanations given to us, the Company has complied with the provisions of sections 185 and 186 of the Act in respect of loans and investments made and guarantees and security provided by it, as applicable.

V.

1. In our opinion, and according to the information and explanations given to us, the Company has not accepted any deposits or there are no amounts which have been deemed to be deposits within the meaning of sections 73 to 76 of the Act and the Companies (Acceptance of Deposits) Rules, 2014 (as amended). Accordingly, reporting under clause 3(v) of the Order is not applicable to the Company.

VI.

1. The Central Government has specified maintenance of cost records under sub-section (1) of section 148 of the Act in respect of the products of the Company. We have broadly reviewed the books of account maintained by the Company pursuant to the rules made by the Central Government for the maintenance of cost records and are of the opinion that, prima facie, the prescribed accounts and records have been made and maintained.

VII.

1. In respect of statutory dues :

(a) In our opinion, and according to the information and explanations given to us, the Company is regular in depositing undisputed statutory dues including Goods and Services Tax, Provident Fund, Employees' State Insurance, Income-tax, Sales-tax, Service tax, Duty of Customs, Duty of Excise, Value Added Tax, Cess and other material statutory dues, as applicable, with the appropriate authorities.

(b) Further, there was no undisputed amounts payable in respect thereof were outstanding at the year-end for a period of more than six months from the date they became payable.

(c) Details of statutory dues referred to in sub-clause (a) above which have not been deposited as on 31st March, 2025 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. According to the information and explanations given to us, no transactions were surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961) which have not been recorded in the books of accounts.

IX. According to the information and explanations given to us, the Company does not have any loans or borrowings from any lender. Accordingly, reporting under clause 3(ix) of the Order is not applicable to the Company.

X. (a) The Company did not raise any money by way of initial public offer or further public offer (including debt instrument) during the year. Accordingly, reporting under clause 3(x)(a) of the Order is not applicable to the Company.

(b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or (fully, partially or optionally) convertible debentures during the year. Accordingly, reporting under clause 3(x)(b) of the Order is not applicable to the Company.

XI. (a) To the best of our knowledge and according to the information and explanations given to us, no fraud by the Company or on the Company has been noticed or reported during the period covered by our audit.

(b) According to the information and explanations given to us including the representation made to us by the management of the Company, no report under sub-section 12 of section 143 of the Act has been filed by the auditors in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014, with the Central Government for the period covered by our audit.

(c) According to the information and explanations given to us including the representation made to us by the management of the Company, there are no whistle-blower complaints received by the Company.

XII. The Company is not a Nidhi Company and the Nidhi Rules, 2014 are not applicable to it. Accordingly, reporting under clause 3(xii) of the Order is not applicable to the Company.

XIII. In our opinion and according to the information and explanations given to us, all transactions entered into by the Company with the related parties are in compliance with sections 177 and 188 of the Act, where applicable. Further, the details of such related party transactions have been disclosed in the financial statements, as required under Indian Accounting Standard (Ind AS) 24, Related Party Disclosures specified in Companies (Indian Accounting Standards) Rules 2015 as prescribed under section 133 of the Act.

XIV. (a) In our opinion and according to the information and explanations given to us, the Company maintains an internal audit system as required under section 138 of the Act which is commensurate with the size and nature of its business.

(b) We have considered the reports issued by the Internal Auditors of the Company till date for the period under audit.

XV. According to the information and explanation given to us, the Company has not entered into any non-cash transactions with its directors or persons connected with its directors and accordingly, reporting under clause 3(xv) of the Order with respect to compliance with the provisions of section 192 of the Act are not applicable to the Company.

XVI. (a) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, reporting under clause 3(xvi) of the Order is not applicable to the Company.

(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 not incurred cash losses during the financial year 2024-25.

- XVIII.** There has been no resignation of the statutory auditors during the year and accordingly the reporting under clause 3(xviii) of the Order is not applicable to the Company.
- XIX.** According to the information and explanations given to us and on the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements, our knowledge of the plans of the Board of Directors and management, we are of the opinion that no material uncertainty exists as on the date of the audit report that Company is capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the company as and when they fall due.
- XX.** According to the information and explanations given to us, the Company does not have any unspent amount in respect of any ongoing or other than ongoing project as at the expiry of the financial year. Accordingly, reporting under clause 3(xx) of the Order is not applicable to the Company.
- XXI.** The reporting under clause 3(xxi) is not applicable in respect of audit of financial statements of the Company. Accordingly, no comment has been included in respect of said clause under this report.

For H.P. JHUNJHUNWALA & CO.
Chartered Accountants

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

Place : Kolkata

Date : 26th August 2025

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 2025, 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 2025, 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 included 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 2025 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2025 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:
- 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. Based on our examination with included test checks, the Company has used accounting software for maintaining its books of account for the financial year ended 31st March, 2025, which has a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the software. Further during the course of our audit we did not come across any instance of audit trail feature being tempered with and the audit trail has been preserved by the Company as per the statutory requirements for record retention.

For H.P.JHUNJHUNWALA & CO.
Chartered Accountants

RAJENDRA JHUNJHUNWALA
PARTNER
M. No. 58429
FRN: 302139E
UDIN-

Place: Kolkata
Date: 26th August, 2025

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, 2025** 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:
- a) 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
 - b) There were no undisputed amounts payable in respect of any of the above statutory dues in arrears as at March 31, 2025 for a period more than six months from the date they became payable.
 - c) Details of statutory dues referred to in sub-clause (a) above which have not been deposited as on March 31, 2025 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**
- (a) The Company has not defaulted in repayment of loans or other borrowings or in the payment of interest thereon to any lender.
 - (b) The Company has not been declared as a wilful defaulter by any Bank or financial institution or other lender.
 - (d) 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.
 - (e) 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.
 - (f) The Company has not raised loans during the year on the pledge of securities held in its subsidiaries.
- X**
- (a) 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.
 - (b) 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 2024-25 of Rs.556498/- and Cash Loss for the Financial Year 2023-24 of Rs. 539099/-.
- 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
M. No. 58429
FRN: 302139E
UDIN-

Place: Kolkata
Date: 26th August, 2025

MODERN FINANCIAL SERVICES LIMITED

CIN:L24139WB1983PLC035932
 Registered Office : 53B, Mirza Ghalib Street, Kolkata-700016
 Corporate Office : 53B, Mirza Ghalib Street, Kolkata 700016 Telephone: 91-9007048009
 Email: contact.modernfinancial@gmail.com

STATEMENT OF ASSETS AND LIABILITIES AS AT 31ST MARCH, 2025

Particulars	NOTE NO.	As at 31/03/2025	As at 31/03/2024
ASSETS			
(1) Non-current assets			
(a) Property, Plant and Equipment	3	110946	110946
(b) Financial Assets			
(i) Investments	4	132,759,964	121444667
(ii) Other financial Asset		-	-
(c) Non-current tax Assets		-	-
(d) Other non-current Assets	5	-	-
Total Non-current assets		132870910	121555613
(2) Current assets			
(a) Inventories	6	3135942	3135942
(b) Financial Assets			
(i) Investments		-	-
(ii) Trade receivables	7	50000	50000
(iii) Cash and cash equivalents	8	212017	164191
(iv) Other financial Assets		-	-
(c) Current Tax Assets (Net)		-	-
(d) Other current Assets	9	3293554	3291548
Total Current assets		6691513	6641681
Total Assets		139562423	128197294
EQUITY AND LIABILITIES			
(1) Equity			
(a) Equity Share capital	10	44485000	44485000
(b) Other Equity	11	94429709	83670910
Total Equity		138914709	128155910
Liabilities			
(2) Non-current liabilities			
(a) Financial Liabilities			
(i) Borrowings		-	-
(ii) Trade payables		-	-
(iii) Other financial liabilities		-	-
(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	647713	41383
Total Current Liabilities		647713	41383
Total Equity and Liabilities		139562423	128197294

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

Managing Director
 Amitabha Sarkar
 DIN-00331261

Rajendra Jhunjunwala
 Membership no: 58429
 Firm Regn. No.: 302139E
 Place : Kolkata
 Date :26-08-2025
 UDIN NO:

Company Secretary
 Kisore Jain
 M. No-A63770

Director
 Probir Kumar Koyal
 DIN-00331297

MODERN FINANCIAL SERVICES LIMITED

CIN:L24139WB1983PLC035932

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

Corporate Office : 53B, Mirza Ghalib Street, Kolkata 700016 Telephone: 91-9007048009

Email: contact.modernfinancial@gmail.com

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH, 2025

Particulars	NOTE NO.	Year ended on 31/03/2025	Previous Year ended on 31/03/2024
I Revenue from Operations	15	1,412,591	1,575,117
II Other Income	16	16,035	16,069
III Total Revenue (I+II)		1,428,626.00	1,591,186.00
IV Expenses:			
(a) Cost of materials consumed		-	-
(b) Purchases of Stock-in-Trade	17	1,401,188.00	1,572,685
(c) Changes in inventories	18	-	-
(d) Employee benefits expense	19	289,524.00	340,091
(e) Finance Costs		-	-
(f) Depreciation & Amortisation Expenses		-	-
(g) Other Expenses	20	294,411.55	217,509
Total expenses		1,985,124	2,130,285
V Profit/ (Loss) before exceptional items and tax (III-IV)		(556,498)	(539,099)
VI Exceptional items		-	-
VII Profit/ (Loss) before tax (V+VI)		(556,498)	(539,099)
VIII Tax expenses			
(1) Current Tax		-	-
(2) Deferred Tax		-	-
IX Profit/(Loss) for the period (VII-VIII)		(556,498)	(539,099)
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		11,315,296	33,842,226
(II) Income tax relating to items that will not be reclassified to profit or loss		-	333,146
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)		10,758,799	33,636,273
XII Paid - up Equity Share Capital (Face value per share ` 10/-)		4,448,500	4,448,500
XIII Earnings per share (not annualised)			
(a) Basic		(0.13)	(0.05)
(b) Diluted		(0.13)	(0.05)
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		Managing Director Amitabha Sarkar DIN-00331261	
Rajendra Jhunjunwala			
Membership no: 58429			
Firm Regn. No.: 302139E			
Place : Kolkata			
Date :26-08-2025			
UDIN NO:		Company Secretary Kisore Jain M. No-A63770	Director Probir Kumar Koyal DIN-00331297

MODERN FINANCIAL SERVICES LIMITED
Cash Flow Statement for the year ended 31st March, 2025

Particulars	For the year ended 31st March, 2025		For the year ended 31st March, 2024	
	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)
A. Cash flow from operating activities				
Net Profit / (Loss) before extraordinary items and tax		(556,498)		(539,099)
<u>Adjustments for:</u>				
Depreciation		-		-
Operating profit / (loss) before working capital changes		(556,498)		(539,099)
<u>Changes in working capital:</u>				
Adjustments for (increase) / decrease in operating assets:				
Inventories	-		-	
Trade Receivable			74,720	
Other Current Financial Assets	-		-	
Other Current Assets	(2,006)		33,812	
Adjustments for increase / (decrease) in operating liabilities:				
Short term provision	-		-	
Other Current Financial Liabilities	606,330		26,383	
Cash generated from operations		604,324		134,915
Net income tax (paid) / refunds/Other.		47,826		(404,185)
		-		(33,146)
Net cash flow from / (used in) operating activities (A)		47,826		(437,331)
B. Cash flow from investing activities				
(Increase)/Decrease in Investments		(0.00)		-
Sale of Fixed Assets		-		-
Net cash flow from / (used in) investing activities (B)		(0.00)		-
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)		47,826		(437,330)
Cash and cash equivalents at the beginning of the year		164,191		601,521
Cash and cash equivalents at the end of the year		212,017		164,191

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

Managing Director
Amitabha Sarkar
DIN-00331261

Rajendra Jhunjunwala
Proprietor

Membership no: 58429
Firm Regn. No.: 302139E

Company Secretary

Director

Place : Kolkata
Date : 26-08-2025

Kisore Jain
M. No-A63770

Probir Kumar Koyal
DIN-00331297

UDIN:

MODERN FINANCIAL SERVICES LIMITED**NOTES ANNEXED TO AND FORMING PART OF THE ACCOUNTS FOR THE YEAR ENDED 31ST MARCH, 2025.****3 PROPERTY, PLANT & EQUIPMENT**

DESCRIPTION	GROSS BLOCK			DEPRECIATION			Balance as on 31.03.2025	Balance as on 31.03.2024
	Balance as on 01.04.2024	Addition/ (Disposal)	Total 31.03.2025	Up to 01.04.2024	For the year	Total 31.03.2025		
Vehicles	214,780	-	214,780	213,132	-	213,132	1,648	1,648
- Tata- 407	547,898	-	547,898	547,898	-	547,898	-	-
- Tata- ACE	374,000	-	374,000	279,565	-	279,565	94,435	94,435
Furniture & Fixtures	227,105	-	227,105	224,080	-	224,080	3,025	3,025
Computer & Accessories	605,824	-	605,824	605,665	-	605,665	159	159
Air Conditioners	454,214	-	454,214	442,535	-	442,535	11,679	11,679
TOTAL	2,423,821	-	2,423,821	2,312,875	-	2,312,876	110,946	110,946
PREVIOUS YEAR	2,423,821	-	2,423,821	2,312,875	-	2,312,876	110,946	110,946

Since there is no business depreciation is not charged

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 31.03.2022	Up to 01.04.2023	For the year	Total 31.03.2024		
Vehicles	214,780	-	214,780	213,132	-	213,132	1,648	1,648
- Tata- 407	547,898	-	547,898	547,898	-	547,898	-	-
- Tata- ACE	374,000	-	374,000	279,565	-	279,565	94,435	94,435
Furniture & Fixtures	227,105	-	227,105	224,080	-	224,080	3,025	3,025
Computer & Accessories	605,824	-	605,824	605,665	-	605,665	159	159
Air Conditioners	454,214	-	454,214	442,535	-	442,535	11,679	11,679
TOTAL	2,423,821	-	2,423,821	2,312,875	-	2,312,876	110,946	110,946
PREVIOUS YEAR	2,423,821	-	2,423,821	2,312,875	-	2,312,876	110,946	110,946

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, 2025

		As at		As at
		31 March 2025		31 March 2024
4	<u>NON CURRENT INVESTMENTS</u>			
	<u>IN MUTUAL FUNDS</u>	<u>No of Units</u>	<u>No of Units</u>	
	ABSL India Gennext Fund (D)	182,397.28	41,019,324	182,397.28
	SBI Banking & Financial Services Fund (D)	354,939.97	15,269,766	354,939.97
	SBI Large & Midcap Fund (D)	17,359.62	10,730,792	17,359.62
	SBI Magnum Midcap Fund(D)	25,398.68	6,225,221	25,398.68
	TATA Small Cap Fund (D)	69,200.55	2,807,072	69,200.55
	ICICI Prudential Flexi Cap Fund (D)	2,049,897.51	36,016,699	2,049,897.51
	PGIM India Midcap Opportunity Fund (D)	308,545.93	20,691,090	308,545.93
		132,759,964		121,444,667
5	<u>OTHER NON-CURRENT FINANCIAL ASSETS</u>			
	Advance against Flat			-
				-
6	<u>INVENTORIES</u>			
	Stock in Hand			3,135,942
				3,135,942
7	<u>TRADE RECEIVABLE</u>			
	Sundry Debtors			50,000
				50,000
8	<u>CASH AND CASH EQUIVALENTS</u>			
	Cash in Hand			44,794
	<u>Balance with Schedule Bank in</u>			50,294
	HDFC Bank (Central Plaza)			19,195
	Kotak Mahindra Bank			13,705
	Bank of Baroda			134,323
				212,017
				164,191
9	<u>OTHER CURRENT ASSETS</u>			
	TDS Receivable			1,599
	Deferred Tax Assets			47,322
	Other Advance			2,006
	MAT Credit			3,242,627
				3,293,554
				3,291,548

MODERN FINANCIAL SERVICES LIMITED
NOTES FORMING PARTS OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH, 2025

10 SHARE CAPITAL

	As at 31 March, 2025		As at 31 March, 2024	
	Number of Shares	Amount Rs.	Number of Shares	Amount Rs.
AUTHORISED				
Equity Shares of Rs. 10/- each with voting rights	6,000,000	60,000,000	6,000,000	60,000,000
ISSUED, SUBSCRIBED AND PAID UP				
Equity Shares of Rs. 10/- each with voting rights	4,448,500	44,485,000	4,448,500	44,485,000

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

	As at 31 March, 2025		As at 31 March, 2024	
	Number of Shares	Amount Rs.	Number of Shares	Amount Rs.
Equity Shares with voting rights at the beginning of the year	4,448,500	44,485,000	4,448,500	44,485,000
Balance at the end of the year	4,448,500	44,485,000	4,448,500	44,485,000

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

Name of Shareholders	As at 31 March, 2025		As at 31 March, 2024	
	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 L	127000	2.85%	
12	SSP Product Pvt. Ltd.	35200	0.79%	

11 Other Equity

(i) Securities Premium Reserve		36,170,000	36,170,000
		36,170,000	36,170,000
(ii) General Reserve		6,000,000	6,000,000
		6,000,000	6,000,000
(iii) Retained Earnings			
Opening balance		(6,502,331)	(5,630,086)
Add: Profit/(Loss) for the year		-556,498	(872,245)
Closing Balance		(7,058,829)	(6,502,331)
(iv) Other Comprehensive Income			
Balance at the beginning of the Year		48,003,241	14,161,015
Add/Less: Change in Fair Vale(net of tax)		11,315,296	33,842,226
Balance at the end of the Year		59,318,537	48,003,241
		94,429,709	83,670,910

MODERN FINANCIAL SERVICES LIMITED
NOTES FORMING PARTS OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH, 2025

12 <u>BORROWINGS</u>		
Advance (Cr.)	-	-
	-	-
13 <u>SHORT TERM PROVISIONS</u>		
Provisions for Income Tax	-	-
	-	-
14 <u>OTHER CURRENT FINANCIAL LIABILITIES</u>		
Salary payable	11,627	26,383
TDS payable	1,090	-
Other Advance	609,996	-
Sundry Creditors for expenses	25,000	15,000
	647,713	41,383
15 <u>REVENUE FROM OPERATION</u>		
Sales	1,412,591	1,575,117
	1,412,591	1,575,117
16 <u>OTHER INCOME</u>		
Interest on IT Refund	51	85
Dividend	15,984	15,984
	16,035	16,069
17 <u>PURCHASE OF STOCK IN TRADE</u>		
Purchase	1,401,188	1,572,685
	1,401,188	1,572,685
18 <u>CHANGES IN INVENTORY</u>		
Closing Stock	3,135,942	3,135,942
Less: Opening Stock	3,135,942	3,135,942
	-	-
19 <u>EMPLOYEE BEBENEFIT EXPENSES</u>		
Salary and Bonus	289,524	340,091
	289,524	340,091
20 <u>OTHER EXPENSES</u>		
Professional Tax Payment	2,500	2,500
Audit Fees	25,000	15,000
Advertisement Expenses	11,792	-
Bank Charges	515	1,064
Demat Charges	3,540	1,770
Filing Fees	3,600	3,000
Rent Paid	14,160	-
Printing & Stationary	-	6,098
Postage & Stamp	-	5,029
Share Listing fees, Evoting Charges	92,040	114,723
Professional Fees	129,310	60,020
Rates & Taxes	2,150	-
Repairs & Maintainance	6,490	6,490
Web Development Expenses	3,315	1,815
	294,412	217,509

The accompanying notes are an integral part of the financial statements

In terms of our Report attached

For H. P. Jhunjunwala & Co.

Chartered Accountants

Managing Director

Amitabha Sarkar

DIN-00331261

Rajendra Jhunjunwala

Membership no: 58429

Firm Regn. No.: 302139E

Place : Kolkata

Date : 01-09-2025

UDIN NO:

Company Secretary

Kisore Jain

M. No-A63770

Director

Probir Kumar Koyal

DIN-00331297

MODERN FINANCIAL SERVICES LTD

1. Notes forming part of the financial statements for the year ended 31st march, 2025.

Note	Particulars
1	Corporate information
	<p>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</p>
2	Significant accounting policies
	<p>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.</p>
2.1	Basis of accounting and preparation of financial statements
	<p>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</p>
2.2	Use of estimates
	<p>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.</p>
2.3	Inventories
	<p>There was inventory in the form of land and building in progress which have been capitalised and there are no inventories with the company</p>
2.4	Cash and cash equivalents (for purposes of Cash Flow Statement)
	<p>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),</p>
2.5	Depreciation and amortisation
	<p>No Depreciation is provided during the year as the company has no depreciable assets</p>
2.6	Revenue recognition
	<p><u>Sale of goods</u></p>
	<p>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.</p>
2.7	Other income
	<p>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</p>
2.8	Tangible fixed assets
	<p>Fixed assets, are carried at cost.</p>

MODERN FINANCIAL SERVICES LTD

Note 1 Significant accounting policies (contd.)

Note	Particulars
2.9	<p>Intangible assets There are no Intangible Assets</p>
2.10	<p>Foreign currency transactions and translations There is no Foreign currency transaction during the year</p>
2.11	<p>Government grants, subsidies and export incentives There is no Government grants and subsidies and export during the year</p>
2.12	<p>Investments 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. 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	<p>Employee benefits 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	<p>Employee share based payments The Company has no Employee Stock Option Schemes (ESOS)</p>
2.15	<p>Borrowing costs Borrowing costs include interest</p>
2.16	<p>Segment reporting The Company has no such segments</p>
2.17	<p>Leases The Company is not engaged in leasing of assets</p>
2.18	<p>Earnings per share 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