

INDEPENDENT AUDITOR'S REPORT

To the Members of Monarch Network IFSC Private Limited

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying Financial Statements of Monarch Network IFSC Private Limited ("the Company"), which comprise the Balance Sheet as at March 31, 2025, and the Statement of Profit and Loss, including Other Comprehensive Income, Statement of Cash Flows and Statement of Changes in Equity for the year then ended, and notes to the Financial Statements, including material accounting policy information and other explanatory information (hereinafter referred to as the "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 ("the Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards ("IND AS") prescribed under section 133 of the Act read with Companies (Indian Accounting Standards) Rules, 2015, as amended and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2025, and loss (including other comprehensive income), changes in equity and its cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit of the Financial statements 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 ("ICAI"). Our responsibilities under those Standards are further described in the 'Auditor's Responsibilities for the Audit of the Financial Statements' section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the 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 Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide 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. As informed to us, the Company does not have any other information to be included in the annual report.

Our opinion on the Financial Statements does not cover the other information and we will 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.

Responsibilities of Management and Board of Directors for the Financial Statements

The Company's Management and Board of Directors are responsible for the matters stated in section 134(5) of 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 IND AS specified under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015 as amended. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding 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 Statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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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.

The Board of Directors is 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 a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these Financial Statements.

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

- Identify and assess the risks of material misstatement of the Financial Statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the 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.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management and Board of Directors.
- Conclude on the appropriateness of Management and Board of Director's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Financial Statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the Financial Statements, including the disclosures, and whether the Financial Statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with Board of Director's 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 Board of Director's 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.

Other Matter:

- (a) The Financial statements of the Company for the year ended March 31, 2025, were audited by another auditor whose report dated May 21, 2024 expressed an unmodified opinion on those statements.

Our opinion is not modified in respect of this matter.



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 "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
2. As required by Section 143(3) of the Act, we report that:
 - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books, except that back-up of the books of account and other books and papers maintained in electronic mode has not been kept in servers physically located in India on a daily basis since such backups were taken on a quarterly basis as explained in Note 27 to the financial statements.
 - (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 Flow dealt with by this Report are in agreement with the books of account.
 - (d) In our opinion, the aforesaid Financial statements comply with the IND AS specified under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015 as amended.
 - (e) The reservation relating to the maintenance of accounts and other matters connected therewith are as stated in paragraph 2(b) above on reporting under Section 143(3)(b) and paragraph 2(h)(vi) below on reporting under Rule 11(g).
 - (f) 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 are disqualified as on March 31, 2025 from being appointed as a director in terms of Section 164 (2) of the Act.
 - (g) With respect to the adequacy of the internal financial controls with reference to Financial Statements of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B".
 - (h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to 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.
 1. The Management has represented that, to the best of its knowledge and belief, as disclosed in the Note 25 to the Financial Statements, no funds 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(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, 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.



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2. The Management has represented that, to the best of its knowledge and belief, as disclosed in the Note 25 to the Financial Statements, no funds 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(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, 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.
3. Based on the audit procedures performed that have been considered reasonable and appropriate in the circumstances, and according to the information and explanations provided to us by the Management in this regard 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 (1) and (2) above, contain any material mis-statement.
- v. The Company has neither declared nor paid any dividend during the year.
- vi. Based on our examination which included test checks, the Company has used an accounting software for maintaining its books of account which do not have a feature of recording audit trail (edit log) facility as explained in Note 27 to the Financial Statements. Accordingly, we are unable to comment whether the audit trail feature has been tampered, and whether the audit trail has been preserved by the Company as per the statutory requirements for record retention prescribed under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014.
3. In our opinion, according to information, explanations given to us, the provisions of Section 197 read with Schedule V of the Act and the rules thereunder are not applicable to the Company as it is a private Company.

For M S K A & Associates
Chartered Accountants

ICAI Firm Registration Number: 105047W

AV Burl



Ajit Burli
Partner
Membership Number: 133147
UDIN: 25133147BMLAOF5761
Mumbai
May 26, 2025

Annexure "A" to the Independent Auditors' report on the Financial Statements of Monarch Network IFSC Private Limited for the year ended March 31, 2025

[Referred to in paragraph 1 under 'Report on Other Legal and Regulatory Requirements' section of our Report of even date]

- i. The Company had no property, plant and equipment, and intangible assets, and investment property and right-of-use assets as on March 31, 2025, nor at any time during the year ended March 31, 2025. Accordingly, the provisions stated under clause 3(i) of the Order are not applicable to the Company.
- ii.
 - (a) The Company is involved in the business of rendering services and does not hold any inventory. Accordingly, the provisions stated under clause 3(ii)(a) of the Order are not applicable to the Company.
 - (b) The Company has not been sanctioned any working capital limits during the year on the basis of security of current assets. Accordingly, the provisions stated under clause 3(ii)(b) of the Order is not applicable to the Company.
- iii. According to the information explanation provided to us, the Company has not made any investments in, or 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. Accordingly, the provisions stated under clause 3(iii) of the Order are not applicable to the Company.
- iv. According to the information and explanations given to us, there are no loans, investments, guarantees, and security in respect of which provisions of sections 185 and 186 of the Act, are applicable and accordingly, the requirement to report under clause 3(iv) of the Order is not applicable to the Company.
- v. According to the information and explanations given to us, the Company has neither accepted any deposits from the public nor any amounts which are deemed to be deposits, within the meaning of the provisions of Sections 73 to 76 of the Act and the rules framed there under. Accordingly, the requirement to report under clause 3(iv) of the Order is not applicable to the Company.
- vi. The provisions of sub-Section (1) of Section 148 of the Act are not applicable to the Company as the Central Government of India has not specified the maintenance of cost records for any of the products/ services of the Company. Accordingly, the requirement to report on clause 3(vi) of the Order is not applicable to the Company.
- vii.
 - (a) According to the information and explanations given to us and the records examined by us, in our opinion, undisputed statutory dues have been regularly deposited by the Company with appropriate authorities in all cases during the year. No undisputed amounts payable in respect of these statutory dues were outstanding as at March 31, 2025, for a period of more than six months from the date they became payable.
 - (b) According to the information and explanation given to us and the records examined by us, there are no dues relating to statutory dues which have not been deposited on account of any dispute.
- viii. According to the information and explanations given to us, there are no transaction which are not recorded in the books of account which have been surrendered or disclosed as income during the year in Income-tax Assessment under the Income Tax Act, 1961. Accordingly, the requirement to report as stated under clause 3(viii) of the Order is not applicable to the Company.



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ix.

- (a) The Company does not have any loans or borrowings or interest thereon due to any lenders during the year. Accordingly, the requirement to report under clause 3(ix)(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 audit procedures, we report that the Company has not been declared wilful defaulter by any bank or financial institution or government or any government authority.
- (c) In our opinion and according to the information and explanations provided to us, no money was raised by way of term loans. Accordingly, the requirement to report under clause 3(ix)(c) of the Order is not applicable to the Company.
- (d) According to the information and explanation provided to us, there are no funds raised during the year. Accordingly, the requirement to report under clause 3(ix)(d) of the Order is not applicable to the Company.
- (e) The Company does not have any subsidiary, associate, or joint venture. Accordingly, requirement to report under clause 3(ix)(e) of the order is not applicable to the Company.
- (f) The Company does not have any subsidiary, associate, or joint venture. Accordingly, the requirement to report under clause 3(ix)(f) of the order is not applicable to the Company.

x.

- (a) In our opinion and according to the information explanation given to us, the Company did not raise any money by way of initial public offer or further public offer (including debt instruments) during the year. Accordingly, the reporting requirement 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 based on our examination of the records of the Company, the Company has made preferential allotment of shares during the year and the requirements of Section 62 of the Companies Act, 2013, have been complied with. The amount raised has been used for the purposes for which they were raised. The Company has not made any private placement of shares or convertible debentures (fully, partially or optionally convertible).

xi.

- (a) Based on our examination of the books and records of the Company and according to the information and explanations given to us, we report that no fraud by the Company or no fraud on the Company has been noticed or reported during the year in the course of our audit.
- (b) During the year no report under Section 143(12) of the Act, has been filed by [cost auditor/ secretarial auditor or by us] in Form ADT-4 as prescribed under Rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government.
- (c) As represented to us by the Management, there are no whistle-blower complaints received by the Company during the year.

xii. The Company is not a Nidhi Company. Accordingly, the provisions stated under clause 3(xii)(a) to (c) of the Order are not applicable to the Company.

xiii. According to the information and explanations given to us and based on our examination of the records of the Company, the Company is a private company and hence the provisions of section 177 of the Act are not applicable to the Company. Accordingly, the requirement to report under clause 3(xiii) of the Order is not applicable to the Company.

xiv. In our opinion and based on our examination, the Company does not have an internal audit system and is not required to have an internal audit system as per the provisions of the Act. Accordingly, requirement to report under clause 3(xiv) of the Order is not applicable to the Company.



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- xv. According to the information and explanations given to us, and based on our examination of the records of the Company, in our opinion during the year the Company has not entered into any non-cash transactions with its directors or persons connected with its directors and accordingly, the requirement to report on clause 3(xv) of the Order is 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 (2 of 1934) and accordingly, the requirements to report under clause 3(xvi)(a) of the Order is not applicable to the Company.
- (b) The Company is not engaged in any Non-Banking Financial or Housing Finance activities during the year and accordingly, the provisions stated under clause 3 (xvi)(b) of the Order are not applicable to the Company.
- (c) The Company is not a Core investment Company (CIC) as defined in the regulations made by Reserve Bank of India. Accordingly, the requirement to report under clause 3 (xvi)(c) of the Order is not applicable to the Company.
- (d) According to the information and explanations provided to us, the Group (as defined in the Core Investment Companies (Reserve Bank) Directions, 2016) does not have any Core Investment Company. Accordingly, the provisions stated under clause 3(xvi)(d) of the order are not applicable to the Company.
- xvii. Based on the overall review of financial statements, the Company has not incurred cash losses in the current financial year and in the immediately preceding financial year. Accordingly, the requirement to report under clause 3(xvii) of the Order is not applicable to the Company.
- xviii. There has been no resignation of the statutory auditors during the year. Accordingly, 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 (as disclosed in Note 5 to the financial statements), ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the financial statements, our knowledge of the Board of Directors and management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report that Company is not 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 and based on our verification, provisions of Section 135 of the Act are not applicable to the Company during the year. Accordingly, reporting under clause 3(xx) of the Order is not applicable to the Company.



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- xxi. The reporting under clause 3(xxi) of the Order is not applicable in respect of audit of financial statements. Accordingly, no comment in respect of the said Clause has been included in the report.

For M S K A & Associates
Chartered Accountants

ICAI Firm Registration Number: 105047W

AV Gudi



Ajit Burli
Partner
Membership Number: 133147
UDIN: 25133147BMLAOF5761
Mumbai
May 26, 2025

ANNEXURE B TO THE INDEPENDENT AUDITOR'S REPORT OF EVEN DATE ON THE FINANCIAL STATEMENTS OF MONARCH NETWORK IFSC PRIVATE LIMITED

[Referred to in paragraph 2(f) under 'Report on Other Legal and Regulatory Requirements' in the Independent Auditors' Report of even date to the Members of Monarch Network IFSC Private Limited on the Financial Statements for the year ended March 31, 2025]

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

We have audited the internal financial controls with reference to Financial Statements of Monarch Network IFSC Private Limited ("the Company") as of March 31, 2025 in conjunction with our audit of the Financial Statements of the Company for the year ended on that date.

Opinion

In our opinion, the Company, including has, in all material respects, an adequate internal financial controls with reference to Financial Statements and such internal financial controls with reference to Financial Statements were operating effectively as at March 31, 2025, based on the internal control with reference to Financial Statements criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") issued by the ICAI.

Management's and Board of Director's Responsibility for Internal Financial Controls

The Company's Management and the Board of Directors are responsible for establishing and maintaining internal financial controls based on the internal control with reference to Financial Statements criteria established by the Company considering the essential components of internal control stated in the Guidance Note issued by ICAI. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to Company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act.

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls with reference to Financial Statements based on our audit. We conducted our audit in accordance with the Guidance Note and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Act, to the extent applicable to an audit of internal financial controls. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls with reference to Financial Statements was established and maintained and if such controls operated effectively in all material respects.

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

We believe that the audit evidence we have obtained, is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls with reference to Financial Statements.

Meaning of Internal Financial Controls With reference to Financial Statements

A company's internal financial control with reference to Financial Statements is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of Financial Statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control with reference to Financial Statements includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of Financial Statements in accordance with generally accepted accounting



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principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of Management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the Financial statements.

Inherent Limitations of Internal Financial Controls with reference to Financial Statements

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

For M S K A & Associates

Chartered Accountants

ICAI Firm Registration Number: 105047W

AV Burl



Ajit Burli

Partner

Membership Number: 133147

UDIN: 25133147BMLAOF5761

Mumbai

May 26, 2025

MONARCH NETWORK CAPITAL IFSC PVT LTD

CIN : U65929GJ2017PTC096239

Statement of Balance Sheet as at March 31, 2025

(Currency : Indian Rupees in Thousands)

Particulars	Note No.	As at March 31, 2025	As at March 31, 2024
Assets			
(1) Financial Assets			
(a) Cash and Cash Equivalents	2	94,592.59	
(b) Other Assets	3		1,563.64
(2) Non Financial Assets			
(a) Deferred Tax Assets (Net)	4	934.92	
Total Assets		95,527.51	1,563.64
LIABILITIES AND EQUITY			
(1) Financial liabilities			
(a) Payables			
(i) Other Payables	5	2,591.42	1,428.87
(i) Total outstanding dues of micro enterprise and small enterprise			
(ii) Total outstanding dues of creditors other than micro enterprise and small enterprise			
(2) Non Financial liabilities			
(a) Provisions	6	100.00	5.00
(3) Equity			
(a) Equity Share Capital	7	95,500.00	500.00
(b) Other Equity	8	(2,663.91)	(370.23)
Total Liabilities & Equity		95,527.51	1,563.64

Summary of Significant Accounting Policies

The accompanying notes form an integral part of these Financial Statements

1

2-27

As per our report of even date

For M S K A & ASSOCIATES
Chartered Accountants
Firm Registration Number : 105047W

A V Gurti

Ajit Burli

Partner

Membership Number : 133147
UDIN: 25133147BMLAOF5761



For and on behalf of Board
MONARCH NETWORK CAPITAL IFSC PVT LTD

Q.2

Vaibhav Shah
(Director)
DIN : 00572666

praj



Manju Datta
(Director)
DIN : 01459885

Place : Mumbai
Date : May 26, 2025

Place : Gandhinagar
Date : May 26, 2025

Place : Gandhinagar
Date : May 26, 2025

MONARCH NETWORK CAPITAL IFSC PVT LTD
CIN : U65929GJ2017PTC096239

Statement of Profit and Loss as at March 31, 2025

(Currency : Indian Rupees in Thousands)

Particulars	Note No.	As at March 31, 2025	As at March 31, 2024
Income:			
(1) Other Income		-	-
Total Revenue (A)		-	-
(2) Other Assets			
Administrative & General Expense	9	3,228.60	186.64
Total Expenses (B)		3,228.60	186.64
(3) Profit before exceptional and extraordinary items and tax	(A) - (B)	(3,228.60)	(186.64)
(4) Extraordinary Items			
(5) Profit before tax	(3 - 4)	(3,228.60)	(186.64)
(6) Tax expense:		(934.92)	-
(i) Current tax		-	-
(ii) Deferred Tax		(934.92)	-
(iii) Excess / Short Provision of Income Tax		-	-
(7) Profit(Loss) from the period from Continuing Operations	(5-6)	(2,293.69)	(186.64)
(8) Profit/(Loss) from Discontinuing Operations		-	-
(9) Profit/(Loss) for the period	(7+8)	(2,293.69)	(186.64)
(10) Earning per Equity Share:	10		
(1) Basic		(17.66)	(3.73)
(2) Diluted		(17.66)	(3.73)

Summary of Significant Accounting policies
The accompanying notes form an integral part of these financial Statements

2-27

As per our report of even date

For M S K A & ASSOCIATES
Chartered Accountants
Firm Registration Number : 105047W

AV Burl
AjIt Burl
Partner
Membership Number : 133147
UDIN: 25133147BMLAOF5761



Place : Mumbai
Date : May 26, 2025

For and on behalf of Board : -
MONARCH NETWORK CAPITAL IFSC PVT LTD

Valbhav Shah
Valbhav Shah
(Director)
DIN : 00572666

Place : Gandhinagar
Date : May 26, 2025



Manju Bafna
Manju Bafna
(Director)
DIN : 01459885

Place : Gandhinagar
Date : May 26, 2025

MONARCH NETWORK CAPITAL IFSC PVT LTD
CIN:U65929GJ2017PTC096239

Statement of Cash Flow Annexed to the Balance Sheet as at March 31, 2025

(Currency : Indian Rupees in Thousands)

Particulars	As at March 31, 2025	As at March 31, 2024
A. Cash Flow from Operating Activities		
Net (Loss) before Tax and Extraordinary Items	(3,228.60)	(186.64)
Adjustments to Reconcile Profit Before Tax to Net Cash used in Operating Activities		
(b) Other Assets	-	-
Finance Cost	-	-
Interest Received	-	-
Operating Profit Before Working Capital Changes	(3,228.60)	(186.64)
Changes in Working capital		
Decrease / (Increase) in Trade and Other Receivables	1,563.64	(1,050.00)
Increase in Trade Payable and Provisions	1,257.55	1,236.64
Cash Generated from Operations	(407)	0.00
Income Tax Paid For The Year		
Prior Period Items		
Net Cash Generated From / (used in) Operating Activities (A)	(407.41)	0.00
B. Cash Flow From Investing Activities		
Purchase of Fixed Assets	-	-
Sale of Fixed Assets	-	-
Interest Received	-	-
Net cash Generated From / (used in) Investing Activities (B)	-	-
C. Cash Flow From Financing Activities		
Issue of Share Capital	95,000.00	-
The accompanying notes form an integral part of these financial Stat	-	-
Net Cash Generated From Financing Activities (C)	95,000.00	-
Net Increase in Cash & Cash Equivalents (A) + (B) + (C)	94,592.59	-
Cash and Cash Equivalents At The Beginning Of The Year	-	-
Cash and Cash Equivalents At The End Of The Year	94,592.59	-

As per our report of even date

For M S K A & ASSOCIATES
Chartered Accountants
Firm Registration Number : 105047W

AV Guril

Ajit Buri
Partner
Membership Number : 133147
UDIN: 25133147BMLAOF5761



Place : Mumbai
Date : May 26, 2025

For and on behalf of Board :
MONARCH NETWORK CAPITAL IFSC PVT LTD

Q.S.

Vaibhav Shah
(Director)
DIN : 00572666

Place : Gandhinagar
Date : May 26, 2025



Manju Bafna
(Director)
DIN : 01459885

Place : Gandhinagar
Date : May 26, 2025

MONARCH NETWORK CAPITAL IFSC PVT LTD
Statement of Changes in Equity
CIN:U65929GJ2017PTC096239

(Currency : Indian Rupees In Thousands)

(a) Equity share capital

Particulars	As at March 31, 2025		As at March 31, 2024	
	Number of Shares	Amount	Number of Shares	Amount
Balance at the beginning of the reporting period	50	500.00	50	500.00
Changes in equity share capital during the year	9,500	95,000.00	-	-
Balance at the end of the reporting period	9,550	95,500.00	50	500.00

(b) Other equity

Particulars	Other Equity				Other comprehensive Income		Total
	Capital Reserve	Securities Premium	Retained earnings	Share Based Payment Reserve	Remeasurements of the net defined benefit Plans	Fair valuation of Investments in equity shares	
Balance at March 31, 2024	-	-	(370.23)	-	-	-	(370.23)
Profit for the year	-	-	(2,293.69)	-	-	-	(2,293.69)
Other comprehensive income for the year	-	-	-	-	-	-	-
Dividend Declared during the year	-	-	-	-	-	-	-
Equity shares issued	-	-	-	-	-	-	-
Employee Compensation Expenses recognised during the year	-	-	-	-	-	-	-
Total additions for the year	-	-	(2,293.69)	-	-	-	(2,293.69)
Balance at March 31, 2025	-	-	(2,663.91)	-	-	-	(2,663.91)

Balance at March 31, 2023	-	-	(183.59)	-	-	-	(183.59)
Profit for the year	-	-	(186.64)	-	-	-	(186.64)
Other comprehensive income for the year	-	-	-	-	-	-	-
Dividend Declared during the year	-	-	-	-	-	-	-
Equity shares issued	-	-	-	-	-	-	-
Employee Compensation Expenses recognised during the year	-	-	-	-	-	-	-
Total additions for the year	-	-	(186.64)	-	-	-	(186.64)
Balance at March 31, 2024	-	-	(370.23)	-	-	-	(370.23)

As per our report of even date attached.

For M S K A & ASSOCIATES
Chartered Accountants
Firm Registration Number : 105047W

AV Buri
Ajit Buri
Partner
Membership Number : 133147
UDIN: 25133147BMLAOF5761

Place : Mumbai
Date : May 26, 2025

For and on behalf of the Board
MONARCH NETWORK CAPITAL IFSC PVT LTD

Valbhav Shah
(Director)
DIN : 00572666

Place : Gandhinagar
Date : May 26, 2025



Manoj Kulkarni
(Director)
DIN : 01450225

Place : Gandhinagar
Date : May 26, 2025



Notes to Financial Statements
(Currency : Indian Rupees in Thousands)

Note: 2 - Cash and Cash Equivalents

Particulars	Figures as at March 31, 2025	Figures as at March 31, 2024
Balance with Banks in current account	94,592.59	-
Total	94,592.59	-

B) Other Assets

Note: 3 - Other Assets

Particulars	Figures as at March 31, 2025	Figures as at March 31, 2024
Preliminary Expenses	-	1,563.64
Total	-	1,563.64

Note: 4 - Deferred Tax Assets (Net)

A. Deferred tax relates to the following:

Particulars	Figures as at March 31, 2025	Figures as at March 31, 2024
Deferred tax income	934.92	-
Less: Deferred tax asset not recognized	-	-
Deferred tax asset	934.92	-

In absence of reasonable certainty of taxable income in future years, during the year ended March 31, 2025, the Company has created deferred tax asset based on future expectation of income (March 31, 2024 - Nil)

B. Recognition of deferred tax asset to the extent of deferred tax liability

Particulars	Figures as at March 31, 2025	Figures as at March 31, 2024
Balance sheet		
Deferred tax asset	934.92	-
Deferred tax liabilities	-	-
Deferred tax assets/ (liabilities), net	934.92	-

C. Reconciliation of deferred tax assets/ (liabilities) (net):

Particulars	Figures as at March 31, 2025	Figures as at March 31, 2024
Opening balance as of April 1, 2024	-	-
Tax liability recognized in Statement of Profit and Loss	-	-
Tax liability recognized in OCI	-	-
On re-measurements gain/ (losses) of post-employment benefit obligations	-	-
Tax liability recognized directly in equity	-	-
On convertible preference shares	-	-
Tax asset recognized in Statement of Profit and Loss	934.92	-
Closing balance as at March 31, 2025	934.92	-

D. Deferred tax assets/ (liabilities) to be recognized in Statement of Profit and Loss

Particulars	Figures as at March 31, 2025	Figures as at March 31, 2024
Tax liability	-	-
Tax asset	934.92	-

Refer Note 12

Note: 5 - Other Payables

Particulars	Figures as at March 31, 2025	Figures as at March 31, 2024
Total outstanding dues from Micro Enterprises and Small Enterprise	-	-
Total outstanding dues from creditors other than Micro Enterprises and Small Enterprise	-	-
- To Related Parties	2,591.42	1,428.87
- To Others	-	-
Total	2,591.42	1,428.87

The Company has an informal process of obtaining confirmations from the vendors to record whether they are covered under Micro, Small and Medium Enterprise Development Act 2006 as well as they have filed required memorandum with prescribed authority.

Based on and to the extent of the information received by the Company from the suppliers regarding their status under the Micro, Small and Medium Enterprises Development Act, 2006 (MSMED Act) and relied upon by the auditors, the relevant particulars as at the year end are furnished below:

Particulars	Figures as at March 31, 2025	Figures as at March 31, 2024
The amounts remaining unpaid to micro and small suppliers as at the end of the year		
Principal	-	-
Interest	-	-
The amount of interest paid by the buyer as per the Micro Small and Medium Enterprises Development Act, 2006 (MSMED Act, 2006)	-	-
The amounts of the payments made to Micro and Small suppliers beyond the appointed day during each accounting year	-	-
The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under MSMED Act, 2006	-	-
The amount of interest accrued and remaining unpaid at the end of each accounting year	-	-
The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise for the purpose of disallowance as a deduction expenditure under the MSMED Act, 2006	-	-

Year ended March 31, 2025	Particulars	Unbilled Dues	Payables not Due	Outstanding for following periods from due date of Payment				
				Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) MSME		-	-	-	-	-	-	-
(ii) Disputed dues - MSME		-	-	-	-	-	-	-
(iii) Others		-	-	1,182.55	1,236.64	41.20	151.03	2,591.42
(iv) Disputed dues - Others		-	-	-	-	-	-	-

Year ended March 31, 2024	Particulars	Unbilled Dues	Payables not Due	Outstanding for following periods from due date of Payment				
				Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) MSME		-	-	-	-	-	-	-
(ii) Disputed dues - MSME		-	-	-	-	-	-	-
(iii) Others		-	-	1,236.64	41.20	18.64	132.35	1,428.87
(iv) Disputed dues - Others		-	-	-	-	-	-	-



Notes to Financial Statements

Note: 6 - Provisions

Particulars	Figures as at March 31, 2025	Figures as at March 31, 2024
Short Term Provision		
Audit Fees Payable	100.00	5.00
Total	100.00	5.00

Note: 7 - Share Capital

Particulars	Figures as at March 31, 2025	Figures as at March 31, 2024
Share Capital		
Authorized Share Capital		
1,00,00,000 No. of Equity Shares of Rs. 10 Each (Previous year : 12,50,000 shares)	1,00,000.00	12,500.00
Issued, Subscribed and Fully Paid up Share Capital		
95,50,000 No. of Equity Shares of Rs. 10 Each (Previous year : 50,000 shares)	95,500.00	500.00
Par Value per share	Rs. 10	Rs. 10
Number of Equity Shares at the beginning of the year (in thousands)	50.00	50.00
Add: Rights Issue	9,500.00	-
Bonus Issue	-	-
Less: Buy back	-	-
Number of equity shares at the end of the year	9,550.00	50.00
Amount of Calls unpaid Rs.		
(I) Calls unpaid by directors Rs.	Nil	Nil
(II) Calls unpaid by officers Rs.	Nil	Nil
No. of Shares Forfeited :	-	-
Amount originally paid up :	Nil	Nil
Reconciliation of number of shares outstanding :		
Equity Share :		
Shares Outstanding at the beginning of the year	50	50
Add/(less): Addition during the year	9,500	-
Equity shares allotted as fully paid bonus shares by capitalisation of reserves	-	-
Equity Shares bought back during the year	-	-
Outstanding at the end of the year	9,550	50

Shareholders holding more than 5% shares in the company is set out below as at March 31, 2025:

Promoter Name	No. of Shares	% of total Shares	% Change during the year	% change during the year
Monarch Network Capital Limited	95,49,999	99.99999	0	19000188

Shareholders holding more than 5% shares in the company is set out below as at March 31, 2024:

Promoter Name	No. of Shares	% of total Shares	% Change during the year	% change during the year
Monarch Network Capital Limited	49,999.00	99.99999	0	0%

The entity has only one class of equity shares having par value of Rs. 10 per share. Each shareholder is entitled to one vote per share held. The entity declares and pays dividends in Indian rupees.

The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting During the year ended 31st March 2025, No dividend was declared (March 31, 2024 - Nil).

In the event of liquidation of the entity, the holders of equity shares will be entitled to receive remaining assets of the entity, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

There are no shares reserved for issue under options or contracts/commitments for the sale of shares/disinvestment as at 31 March 2025 (2024 - Nil).

The Company has neither allotted any shares as fully paid up pursuant to contracts without payments being received in cash or by way of bonus shares nor bought back any shares from the date of incorporation to March 31, 2025 (March 31, 2024 - Nil).

No dividend is paid during the year or recommended by the Board of Directors for the year ended as on March 31, 2025 (March 31, 2024 - Nil).

Note: 8 - Other Equity

Particulars	Figures as at March 31, 2025	Figures as at March 31, 2024
(a) Security Premium		
Opening balance	-	-
Add: Addition during the year	-	-
Closing Balance	-	-
(b) Retained Earnings		
Opening balance	(170.23)	(183.59)
Add: Current year (deficit)	(2,293.91)	(156.54)
Closing balance	(2,464.14)	(340.13)
Total	(2,464.14)	(340.13)

Nature and purpose of reserves

1. Securities Premium reserve

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

2. Retained Earnings

Retained earnings represents undistributed profits of the company.



Notes to Financial Statements
(Currency : Indian Rupees In Thousands)

Note: 9 - Administrative and General Expenses

Particulars	Figures as at March 31, 2025	Figures as at March 31, 2024
Auditors Remuneration*	100.00	5.00
Professional Fees	45.00	56.42
Fees & Subscription Expenses	2,675.29	124.32
Miscellaneous Expenses	0.90	0.90
Forex Loss	407.41	-
Total	3,228.60	186.64

Particulars	March 31, 2025	March 31, 2024
*Auditors Remuneration		
Payment to Auditors (exclusive of GST)		
-Statutory Audit for the year ended March 31, 2025	100.00	5.00

Note: 10 - Earning Per Share

Particulars	Figures as at March 31, 2025	Figures as at March 31, 2024
Net Profit or (Loss) attributable to Equity Share Holders	(2,293.69)	(186.64)
Weighted Average No. of Equity Share outstanding at the end of year	129.87	50.00
Basic Earning per share	(17.66)	(3.73)
Diluted Earning per share	(17.66)	(3.73)

Note: 11 - Related Party Transactions

(A) Names of related parties and description of relationship as identified and certified by the entity:

Holding Company
Monarch Network Capital Limited

Entity under common control
1. Network Investment Advisors Private Limited
2. Monarch Network Finserve Private Limited

List of Director's:
1. Anushree Shah (Director)
2. Vaibhav Shah (Director)
3. Manju Bafna (Director)
4. Bankim Shah (Director)
5. Manish Bhagat (Director)
6. Megha Samdani (Director)

(B) Details of transactions with related party in the ordinary course of business for the year ended:

Particulars	March 31, 2025	March 31, 2024
Holding Company		
Advances for Other Payables	1162.55	1236.64
Total	1162.55	1236.64

(C) Amount due to related party as on:

Particulars	March 31, 2025	March 31, 2024
Holding Company		
Advances for Other Payables	2591.42	1428.87
Total	2591.42	1428.87

(D) Terms and conditions of transactions with related parties

The transactions with related parties are made on terms equivalent to those that prevail in arm's length transactions. Outstanding balances at the year-end are unsecured and interest free. There have been no guarantees provided or received for any related party receivables or payables. For the year ended March 31, 2025, the entity has not recorded any impairment of receivables relating to amounts owed by related parties (March 31, 2024-Nil). This assessment is undertaken each financial year through examining the financial position of the related party and the market in which the related party operates.



Notes to Financial Statements

Note : 12 - DTA

The Company has not received a order of assessment from the Income Tax Department pertaining to the adjustments proposed to the total income of the Company for the Assessment Year 2024-25. Based on the assessment, the Company has chosen made the provision deferred tax at the rate of 26%.

Note : 13 - Contingent Liabilities

As of March 31, 2025, the entity has no contingent liabilities (March 31, 2024 - Nil), indicating there are no potential obligations or claims that could impact its financial position.

Note : 14 - Capital Management

For the purpose of the Company's capital Management, capital includes issued equity capital, share premium and all other equity reserves attributable to the equity holders. The primary objective of the entity's capital Management is to maximize the shareholder value and to ensure the entity's ability to continue as a going concern.

The Company has not distributed any dividend to its shareholders. The entity have not taken any debt during the financial year ending 31 March 2025 (Previous year: NIL). The company manages the capital structure and makes adjustments to it in the light of changes in economic conditions and the risk characteristics of the underlying assets.

No changes were made in the objectives, policies or processes for managing capital during the years ended March 31, 2025 (March 31, 2024 - Nil).



Notes to Financial Statements

Note : 15 - Earnings And Expenditure In Foreign Currency During The Year

Particulars	Figures as at March 31, 2025	Figures as at March 31, 2024
Earnings In Foreign Currency	-	-
Expenditure In Foreign Currency	-	-

There is only one transaction in foreign currency that is of capital infusion. The amount received is USD \$ 10,77,219.64 equivalent to Rs. 9,50,00,00,000
Refer Note 7

Note : 16 - Segment Information

The Company is registered with the International Financial Services Centre (IFSC) and operates in a single business segment of providing financial services from a single geographical location, i.e., IFSC - GIFT City, Gandhinagar. Accordingly, based on the Management's judgement, the Company has considered to have only one reportable segment and no separate segment disclosures are required.

Note : 17 - Benami Property Held Under Prohibition Of Benami Property Transactions Act, 1988 And Rules Made There under

The Company does not have any benami property, where any proceeding has been initiated or pending against the company for holding any benami property as on March 31, 2025 and March 31, 2024.

Note : 18 - Willful Defaulter

The Company is not declared as willful defaulter by any bank or financial institution or other lender.

Note : 19 - Disclosure Of Transactions With Struck Off Companies

The Company did not have any transactions with companies struck off under Section 248 of the Companies Act, 2013 or Section 560 of Companies Act, 1956 during the financial year.

Note : 20 - Compliance With Approved Scheme(S) Of Arrangements

No Scheme of Arrangements has been approved by/ pending with the Competent Authority in terms of sections 230 to 237 of the Companies Act, 2013 during the year as well as previous year.

Note : 21 - Undisclosed Income

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

Note : 22 - Compliance With Number Of Layers Of Companies

The compliance of number of layers of Companies, prescribed under clause (87) of section 2 of the Act read with the Companies (Restriction on number of Layers) Rules, 2017, are not applicable to the company.

Note : 23 - Details Of Crypto Currency Or Virtual Currency

The Company has not traded or invested in Crypto currency or Virtual Currency during the current financial year and any of the previous financial years.

Note : 24 - Security Of Current Assets Against Borrowings

The Company has not borrowed any funds from banks, financial institutions, or any other lenders during the year and no borrowings are outstanding as at the balance sheet date. Accordingly, no disclosure is required under this head.

Note : 25 - Utilisation Of Share Premium

(A) During the year, the company has not advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entities (intermediaries) with the understanding that the intermediary shall:

- (i) 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)
- (ii) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.

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

- (i) 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)
- (ii) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.

Note : 26 - Registration Of Charges Or Satisfaction Of Charges With Registrar Of Companies (ROC)

During the years ended 31 March, 2025 and 31 March, 2024, there were no charges or satisfaction yet to be registered with Registrar of companies beyond the statutory period.

Note : 27 - Audit Trail

The Company has used an accounting software for maintaining its books of account which do not have a feature of recording audit trail (edit log) facility. Accordingly, we are unable to assess whether the audit trail feature has been tampered with or whether the audit trail has been preserved by the Company as per the statutory requirements for record retention prescribed under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014. The Management takes backup of books of accounts on a quarterly basis.

As per our report of even date
For M S K & ASSOCIATES
Chartered Accountants
Firm Registration Number : 105047W

AV Guril
Ajit Guril
Partner
Membership Number : 133147
UDIN: 25133147BMLAOF5761

Place : Mumbai
Date : May 26, 2025



For and on behalf of Board
MONARCH NETWORK CAPITAL IFSC PVT LTD

Valbhav Shah
Valbhav Shah
(Director)
DIN : 00572666



Manju Bafna
Manju Bafna
(Director)
DIN : 01459885

Monarch Network Capital IFSC Private Limited

CIN: U65929GJ2017PTC096239

Company Information

Monarch Network Capital IFSC Private Limited ("the Company") domiciled in India was incorporated on 14 March, 2017 under the Companies Act, 2013 ("the Act") having its registered office at unit no. 421, 4th Floor, Pragma Building No. 15 A- Gandhinagar, GIFT SEZ Road 1C, GIFT City, Gandhinagar - 382355, Gujarat, India.

The Company is a subsidiary company of Monarch Network Capital Limited (MNCL / Parent Entity) and shall register with IFSCA as a Fund Management Entity (Retail) and undertake all such activities permissible under IFSCA (Fund Management Entity) Regulations, 2022, including but not limited to investment management activity, portfolio management services etc.

Note 1: Basis of Presentation and Presentation of Financial Statement & Summary of Material Accounting Policies

A. Basis of Preparation and Presentation of Financial Statements:

The Balance Sheet, Statement of Profit and Loss and Statement of changes in Equity are prepared and presented in the format prescribed in the Division III of Schedule III of the Act. The Statement of Cash Flows has been prepared and presented as per the requirements of Ind AS. Amounts in the financial statements are presented in Indian Rupees in Thousands.

1. Basis of Accounting:

The Financial Statements have been prepared in accordance with the Indian Accounting Standards (Ind AS) as notified under Section 133 of the Companies Act, 2013 ('the Act') read with the Companies (Indian Accounting Standards) Rules, 2015 and as amended from time to time. The Financial Statements have been prepared on a going concern basis under the historical cost convention, on the accrual basis of accounting.

Accounting policies have been consistently applied to all the years presented unless otherwise stated. (except where a newly issued accounting standard is initially adopted or a revision to an existing Indian Accounting Standards requires a change in the accounting policy hitherto in use).

2. Use of Estimates:

The financial statements have been prepared on the basis of estimates, wherever necessary, which have an effect on the reported amounts of assets and liabilities as on the date of the statements and the reported amounts of income and expenditure for the reporting period. The difference between actuals and estimates is recognized in the subsequent period when the actuals are known.

B. Summary of Material Accounting Policies:

1. Revenue Recognition:

As there is no revenue earned during the year, no revenue recognition has been made. Revenue will be recognized as and when the criteria specified under Ind AS 115 - *Revenue from Contracts with Customers* are met.

2. Earnings per share:

The Company reports basic and diluted earnings per equity share.

Basic earnings per equity share have been computed by dividing net profit/loss attributable to the equity share holders for the year by the weighted average number of equity shares outstanding during the year.

Diluted earnings per equity share have been computed by dividing the net profit attributable to the equity share holders after giving impact of dilutive potential equity shares for the year by the weighted



Monarch Network Capital IFSC Private Limited

CIN: U65929GJ2017PTC096239

average number of equity shares and dilutive potential equity shares outstanding during the year, except where the results are anti-dilutive.

Potential equity shares are considered to be dilutive if their conversion to equity shares would decrease net profit per share from continuing ordinary operations. Potential equity shares are anti-dilutive when their conversion to equity shares would increase EPS from continuing ordinary activities or decrease loss per share from continuing ordinary activities, no potential equity shares shall be included in computation of any diluted per share amount when they are anti-dilutive.

3. Foreign currency transactions:

Items included in the financial statements are measured using the currency of the primary economic environment in which the entity operates ('the functional currency'). The financial statements are presented in Indian rupee (INR), which is the Company's functional and presentation currency.

- i. Initial recognition: Foreign currency transactions are recorded in the reporting currency by applying to the foreign currency amount, the exchange rate between the reporting currency and the foreign currency prevailing as at the date of the transaction.
- ii. Exchange differences on settlement: Exchange differences arising on the settlement of monetary items at rates different from those at which they were initially recorded during the period, or reported in previous financial statements, are recognized as income or as expenses in the period in which monetary items are settled.
- iii. Reporting at balance sheet date: At the balance sheet date, foreign currency monetary items are reported using the closing rate. Non-Monetary items which are carried in terms of historical cost denominated in a foreign currency are reported using the exchange rate at the date of the transaction.

4. Taxes on Income:

(i) Current tax:

Current tax is measured at the amount expected to be paid in respect of taxable income for the year in accordance with the Income Tax Act, 1961. Current tax comprises the expected tax payable or receivable on the taxable income or loss for the year and any adjustment to the tax payable or receivable in respect of previous years. It is measured using tax rates and tax laws enacted or substantively enacted at the reporting date.

Current income tax relating to items recognised outside profit or loss is recognised outside profit or loss (either in other comprehensive income or in equity). Current tax items are recognised in correlation to the underlying transaction either in OCI or directly in equity. Management periodically evaluates positions taken in the tax returns with respect to situations in which applicable tax regulations are subject to interpretation and establishes provisions where appropriate.

Current tax assets and current tax liabilities are offset only if the Company has a legally enforceable right to set off the recognised amounts, and it intends to realize the asset and settle the liability on a net basis or simultaneously.

(ii) Deferred tax:

Deferred tax is provided using the liability method, on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements.



Monarch Network Capital IFSC Private Limited

CIN: U65929GJ2017PTC096239

Deferred tax assets arising mainly on account of carry forward losses and unabsorbed depreciation under tax laws are recognised only if there is reasonable certainty of its realization.

Deferred tax assets on account of other temporary differences are recognised only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized.

Deferred tax assets and liabilities are measured using tax rates and tax laws that have been enacted or substantively enacted at the Balance Sheet date. Changes in deferred tax assets / liabilities on account of changes in enacted tax rates are given effect to in the standalone statement of profit and loss in the period of the change. The carrying amount of deferred tax assets are reviewed at each Balance Sheet date.

Deferred tax assets and deferred tax liabilities are off set when there is a legally enforceable right to set off assets against liabilities representing current tax and where the deferred tax assets and deferred tax liabilities relate to taxes on income levied by the same governing taxation laws.

5. Provisions, Contingent Liabilities and Contingent Assets:

A provision is recognised when the Company has a present obligation as a result of a past event and it is probable that an outflow of embodying economic benefits will be required to settle the obligation and there is a reliable estimate of the amount of the obligation. Provisions are measured at the best estimate of the expenditure required to settle the present obligation at the Balance sheet date.

Provisions are determined by discounting the expected future cash flows (representing the best estimate of the expenditure required to settle the present obligation at the balance sheet date) at a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability.

Contingent liability is a possible obligation arising from past events and whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the entity or a present obligation that arises from past events but is not recognized because it is not probable that an outflow of resources embodying economic benefits will be required to settle the obligation or the amount of the obligation cannot be measured with sufficient reliability.

Contingent liabilities are not recognized but are disclosed in the notes. Contingent assets are neither recognised nor disclosed in the Financial Statements. Provisions are reviewed at each balance sheet date and adjusted to effect current management estimates. Contingent liabilities are recognised when there is possible obligation arising from past events.

7. Cash and Cash Equivalents

Cash and cash equivalents includes cash at banks.

8. Statement of cash flows

Cash flow are reported using the indirect method, whereby net profit before tax is adjusted for the effects of transactions of a non-cash nature, any deferrals of accruals of past or future operating cash receipts or payments and item of income or expenses associated with investing or financing cash flows. The cash flows from operating, investing and finance activities of the Company are segregated.

