
INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF HB CORPORATE SERVICES LIMITED

Report on the Financial Statements

We have audited the accompanying financial statements of **HB CORPORATE SERVICES LIMITED** ("the Company"), which comprise the Balance Sheet as at March 31, 2017, the Statement of Profit and Loss and the Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

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

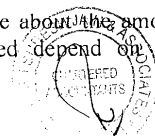
Auditor's Responsibility

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

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

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

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor's



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

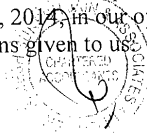
We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.

Opinion

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

Report on Other Legal and Regulatory Requirements

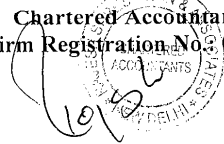
1. As required by the Companies (Auditor's Report) Order, 2017 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the Annexure A, a statement on the matters specified in the paragraph 3 and 4 of the Order.
2. As required by section 143 (3) of the Act, we report that:
 - (a) we have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - (b) in our opinion proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
 - (c) the Balance sheet, the Statement of profit and loss and the Cash flow statement dealt with by this Report are in agreement with the books of 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 31 March 2017 taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2017 from being appointed as a director in terms of Section 164 (2) of the Act;
 - (f) with respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in "Annexure B"; and
 - (g) with respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us,



- i. the Company does not have any pending litigation which would impact its financial position;
- ii. the Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses;
- iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
- iv. The Company has provided requisite disclosures in its financial statements as to holdings as well as dealings in Specified Bank Notes during the period from 8th November, 2016 to 30th December, 2016 and these are in accordance with the books of accounts maintained by the Company (Refer Note 12 to the financial statements.)

For RAJESH SURESH JAIN & ASSOCIATES

Chartered Accountants
Firm Registration No. 017163N



(RAJESH JAIN)

PARTNER

(Membership No. 098229)

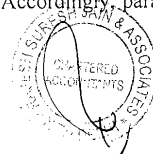
PLACE: New Delhi

DATED: 25.05.2017

Annexure – A to the Auditors' Report

The annexure referred to in Independent Auditor's Report to the members of the company on the financial statements for the year ended on 31st March, 2017, We Report that:

1. The Company does not have any fixed assets.
2. As explained to us, there is no inventory in the Company during the year.
3. As explained to us, the Company has not granted any loans, secured or unsecured to corporate, firms, Limited Liability Partnership or other parties covered in the register maintained under Section 189 of the Companies Act, 2013.
4. In our opinion and according to the information and explanations given to us, the company has complied with the provision of section 186 of the Act, with respect to the investment made. As per the information and explanation given to us, the Company has neither given any loan nor given any guarantee or provided any security in connection with a loan to any other body corporate or person.
5. The Company has not accepted any deposits from the public.
6. The nature of the company's business/activities is such that maintenance of Cost Records under section 148(1) of the Act is not applicable to the company.
- 7.a. According to the records of the Company, undisputed statutory dues including Provident Fund, Employees' State Insurance, Income Tax, Sales-Tax, Service Tax, Customs Duty, Excise Duty, Value added tax, Cess and other statutory dues to the extent and as applicable to the company have been generally regularly deposited by the company during the year with the appropriate authorities. According to the information and explanations given to us, no undisputed amounts payable in respect of the aforesaid dues were outstanding as at 31st March, 2017 for a period of more than six months from the date of becoming payable.
- b. According to the records of the Company, there are no disputed statutory dues that have not been deposited on account of matters pending before appropriate authorities.
8. The Company does not have any loans or borrowings from any financial institution, banks, government or debenture holders during the year. Accordingly, paragraph 3(viii) of the Order is not applicable.
9. The Company did not raise any money by way of initial public offer or further public offer (including debt instruments) and term loans during the year. Accordingly, paragraph 3(ix) of the order is not applicable.



10. In our opinion and according to the information and explanation given to us, no material fraud by the company or on the Company by its officers or employees has been noticed or reported during the course of our audit.
11. According to the information and explanations given to us and based on our examination of the record of the Company, the Company has not paid any managerial remuneration.
12. In our opinion and according to the information and explanations given to us, the Company is not a Nidhi Company. Accordingly, paragraph 3(xii) of the order is not applicable.
13. According to the information and explanations given to us and based on or examinations of the records of the Company, transactions with the related parties are in compliance with sections 177 and 188 of the Act where applicable and details of such transaction have been disclosed in the financial statements as required by the applicable accounting standards.
14. According to the information and explanations given to us and based on our examination of the record of the Company, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year.
15. According to the information and explanations given to us and based on our examination of the record of the Company, the Company has not entered into non-cash transactions with directors or persons connected with him. Accordingly, paragraph 3(xv) of the order is not applicable.
16. The Company is not required to be registered under section 45-IA of the Reserve bank of India Act, 1934.

For RAJESH SURESH JAIN & ASSOCIATES

Chartered Accountants

Firm Registration No.: 017163N



**(RAJESH JAIN)
PARTNER**

(Membership No. 098229)

**PLACE: New Delhi
DATED: 25.05.2017**

Annexure – B to the Auditors' Report

Report on the Internal Financial Control under clause (i) of sub section 3 of section 143 of the Companies Act, 2013 (“the Act”)

We have audited the internal financial controls over financial reporting of HB Corporate Services Limited (“the Company”) as of 31 March 2017 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management’s Responsibility for Internal Financial Controls

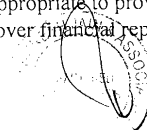
The Company’s management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial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

Auditors’ Responsibility

Our responsibility is to express an opinion on the Company’s internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the “Guidance Note”) and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

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

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



Meaning of Internal Financial Controls over Financial Reporting

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

Inherent Limitations of Internal Financial Controls Over Financial Reporting

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

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31 March 2017, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For RAJESH SURESH JAIN & ASSOCIATES

Chartered Accountants
Firm Registration No.: 017163N

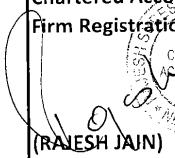
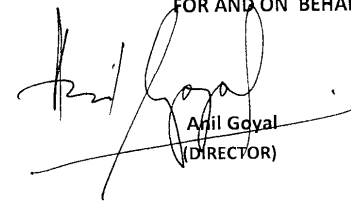



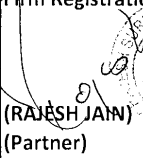
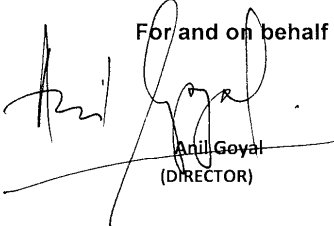
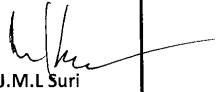
(RAJESH JAIN)
PARTNER

(Membership No. 098229)

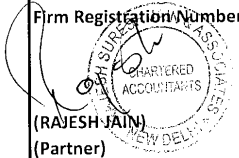
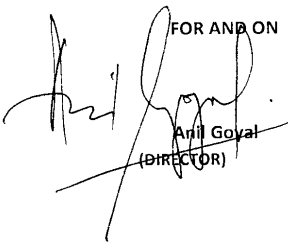
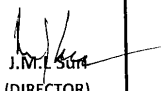
PLACE: New Delhi
DATED: 25.05.2017

HB CORPORATE SERVICES LIMITED

		₹	₹
BALANCE SHEET AS AT	Note No.	As At 31st March, 2017	As At 31st March, 2016
EQUITY AND LIABILITIES			
Shareholder's Funds			
Share Capital	2	42510700	42510700
Reserves and Surplus	3	7912634	7926177
		50423334	50436877
Current Liabilities			
Other Current Liabilities	4	340275	326847
		50763609	50763724
ASSETS			
Current Assets			
Cash and cash equivalents	5	33609	33724
Short term loan and advances	6	50730000	50730000
		50763609	50763724
		50763609	50763724
SIGNIFICANT ACCOUNTING POLICIES AND NOTES ON ACCOUNTS		1 to 12	
<p>As Per our Report on even date For Rajesh Suresh Jain & Associates Chartered Accountants Firm Registration Number:017163N</p> <div style="display: flex; justify-content: space-between;"> <div style="width: 45%;">  <p>(RAJESH JAIN) (Partner) Membership No.: 098229 PLACE: New Delhi DATED: 25.05.2017</p> </div> <div style="width: 50%; text-align: center;"> <p>FOR AND ON BEHALF OF THE BOARD</p>  <p>Anil Goyal (DIRECTOR)</p>  <p>J.M.L. Suri (DIRECTOR)</p> </div> </div>			

HB CORPORATE SERVICES LIMITED		
CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2017		
	Amount in ₹ Year ended 31st March,2017	Amount in ₹ Year ended 31st March,2016
A) CASH FLOW FROM OPERATION ACTIVITIES		
Net Profit before tax and Extraordinary Items	-13543	-187909
Operating Profit before Working Capital Changes	-13543	-187909
Adjustment for :		
Trade payables	13428	187795
Cash Generated from operation	-115	-114
Income tax paid	0	0
Cash Flow after exceptional Items	-115	-114
Net Cash from Operation Activities	-115	-114
B) CASH FLOW FROM INVESTMENTS ACTIVITIES		
Sale of Investments	0	0
Net Cash used in Investing Activities	0	0
C) CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds/(-) repayment of Borrowings	0	0
Net Cash used in Financing Activities	0	0
Net Increase in Cash & Cash Equivalents A+B+C	-115	-114
Cash and Cash Equivalents (Opening Balance)	33724	33838
Cash and Cash Equivalents (Closing Balance)	33609	33724
As Per our Report on even date For Rajesh Suresh Jain & Associates Chartered Accountants Firm Registration Number:017163N		
For and on behalf of the Board		
 (RAJESH JAIN) (Partner)	 Anil Goyal (DIRECTOR)	 J.M.L Suri (DIRECTOR)
Membership No.: 098229 PLACE: New Delhi DATED: 25.05.2017		

HB CORPORATE SERVICES LIMITED			
		₹	₹
Statement of Profit and Loss for the year ended	Note	31st March 2017	31st March 2016
Expenses:			
Other Expenses	7	13543	187909
Total Expenses		13543	187909
Loss for the year before Tax		-13543	-187909
Tax expense:		0	0
Loss for the year after Taxation		-13543	-187909
Earning per equity share:	8		
Equity share of Par value ₹ 10/-each			
Basic and diluted		-0.01	-0.04
SIGNIFICANT ACCOUNTING POLICIES AND NOTES ON ACCOUNTS	1 to 12		

<p>As Per our Report on even date For Rajesh Suresh Jain & Associates Chartered Accountants Firm Registration Number: 017163N</p>  <p>(RAJESH JAIN) (Partner) Membership No.: 098229 PLACE: New Delhi DATED: 25.05.2017</p>	<p>FOR AND ON BEHALF OF THE BOARD</p>  <p>Anil Goyal (DIRECTOR)</p>  <p>J.M.L. Sun (DIRECTOR)</p>
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HB CORPORATE SERVICES LIMITED

SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO ACCOUNTS TO ACCOUNTS FOR THE YEAR ENDED 31ST MARCH,2017

1 SIGNIFICANT ACCOUNTING POLICIES :

1.1 BASIS OF PREPRATION OF FINANCIAL STATEMENTS: -

These financial statements are prepared in accordance with Indian Generally Accepted Accounting Principles (GAAP) under the historical cost convention on the accrual basis. GAAP comprises mandatory accounting standards as prescribed under Section 133 of the Companies Act,2013 ('Act') read with Rule7of the Companies (Accounts) Rules,2014 the provisions of the Act (to the extent notified). Accounting policies have been consistently applied except where a newly issued accounting standard is initially adopted or are vision to an existing accounting standard requires a change in the accounting policy hitherto in use.

Use Of Estimates : The preparation of financial statements in conformity with generally accepted accounting principles (GAAP) requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosures of contingent liabilities on the date of financial statements and reported amounts of revenue and expenses for that year. Actual results could differ from these estimates. Any revision to accounting estimates is recognized prospectively in current and future periods.

1.2 All income and expenses are accounted for on accrual basis.

1.3 Tax expenses for the year comprises of Current tax deferred tax charge or credit. The deferred tax Asset and deferred Tax Liability is calculated by applying tax rates and tax laws that have been enacted or substantially enacted by the Balance Sheet date. Deferred Tax assets arises mainly on account of brought forward losses and unabsorbed depreciation under tax law are recognised only if there is virtual certainty of its realisation. Other deferred tax assets are recognised only to the extent there is a reasonable certainty of realisation in future. Deferred Tax Assets/Liabilities are reviewed at each balance sheet date based on development during the year, further future expectations and available case laws to reassess realisation/liabilities.



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NOTES ON ACCOUNTS FOR THE YEAR ENDED MARCH 31,2017

The Previous year figures have been regrouped/reclassified,wherever necessary to conform to the current Year's presentation

2. SHARE CAPITAL

Particulars	₹		₹	
	As At 31st March,2017		As At 31st March,2016	
AUTHORIZED 50,00,000 (50,00,000) Equity Shares of ₹ 10/- each.	50000000		50000000	
	50000000		50000000	
ISSUED SUBSCRIBED & PAID UP 42,51,070 (42,51,070) Equity Shares of ₹ 10/- each.	42510700		42510700	
	42510700		42510700	

- Share capital of the Company has only one class of shares referred to as equity shares having Par value of ₹ 10/.Each holder of Equity Shares is entitled to One vote per share.

-All the above shares are held by the Holding Company HB Portfolio Ltd. And its nominees

Reconciliation of the number of shares outstanding and Amount of Share Capital as on 31st March,2017 & 31st March,2016 is as under:

Particulars	As at 31st March,2017		As at 31st March,2016	
	No of shares	Amount (₹)	No of shares	Amount (₹)
Number of shares at the beginning	4251070	42510700	4251070	42510700
Number of shares at the end	4251070	42510700	4251070	42510700

- In the event of the Liquidation of the company,the holder of equity shares will be entitled to receive any of the remaining assets of the company,after distribution of all Preferential amounts.The distribution will be in proportion to the number of equity shares held by the shareholders.



3. RESERVES AND SURPLUS

Particulars	₹	₹
	As At 31st March,2017	As At 31st March,2016
Securities Premium Reserve-opening balance	8500000	8500000
Add: Addition during the year	0	0
	8500000	8500000
Surplus -opening balance	-573823	-385914
Add: Net Profit/(Loss) after tax transferred from Statement of Profit & Loss	-13543	-187909
Surplus-Closing balance	-587366	-573823
	7912634	7926177

4. Other Current Liabilities

Particulars	₹	₹
	As At 31st March,2017	As At 31st March,2016
Expenses Payable	340275	326847
	340275	326847



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5. Cash & Cash Equivalents

Particulars	₹	₹
	As At 31st March,2017	As At 31st March,2016
Balances with Banks -In Current Accounts	33149	33264
Cash-on-Hand	460	460
	33609	33724

6. Short Term Loans and Advances

Particulars	₹	₹
	As At 31st March,2017	As At 31st March,2016
Unsecured, Considered Good Advance for purchase of Property	50730000	50730000
	50730000	50730000



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7. Other Expenses

Particulars	₹	₹
	For the Year ended 31st March,2017	For the Year ended 31st March,2016
Advertisement	0	5885
Audit Fees	5750	5725
Misc. Expenses	152	0
Professional Fee	7526	176185
Bank Charges	115	114
	13543	187909



A handwritten signature in black ink, consisting of a large, stylized 'S' followed by a diagonal line and a small flourish.

8 Earning (Loss) per share pursuant to Accounting Standard (AS-20) "Earning Per Share"

Particulars	₹	
	Current Year (Amount ₹)	Previous Year (Amount ₹)
Net Profit/(Loss) after Tax for the year as per Profit & Loss Account	-13543	-187909
Net Profit/(Loss) available for Equity Share holders	-13543	-187909
Weighted Average No. of Equity Share Outstanding	4251070	4251070
Basic & Diluted Earning per share(Face Value of ₹10/- each.)	-0.01	-0.04

9 Disclosure pursuant to Accounting Standard AS-22 for accounting
In the absence of any material tax effect of timing difference there is no provision for deferred tax charge or credit in terms of Accounting Standard (AS 22) on accounting for taxes on income.

10 Disclosure of related party transaction in accordance with the Accounting Standard (AS-18) "Related Party Disclosures" are as under :

I List of related parties with whom transactions have taken place and relationship:

a) HB Portfolio Ltd. (Holding Company)

II Transactions during the Year with Related Parties.

Nature of Transaction	₹	
	Related Party Referred in (a) above	Related Party Referred in (b) above
1. Reimbursement of Expenses	19021 (182070)	Nil (Nil)
2. Outstanding as on 31.03.2017 - Payable in respect of expenses	353423 (314402)	Nil (Nil)

11 The Company had filed a Scheme of Amalgamation ("the Scheme") for amalgamation of RRB Master Holdings Limited, HBB Properties Private Limited, HB Insurance Advisors Limited, HB Telecommunications Limited and HB Prima Capital Limited (Transferor Companies) with the Company (Transferee Company) under Sections 391 to 394 of the Companies Act, 1956 before the Hon'ble High Court for the States of Punjab and Haryana at Chandigarh and Hon'ble High Court of Delhi at New Delhi. The matter now stands transferred to National Company Law Tribunal (NCLT), Chandigarh and New Delhi as per the provisions of Sections 230 to 233 of the Companies Act, 2013. The Appointed Date for the Scheme is opening of business hours as on April 1, 2014. The effect of the Scheme on the Financial Statements of the Company from the said Appointed Date shall be given upon sanction of Scheme by the NCLT and receipt of various other requisite approvals.

12 Disclosure on Specified Bank Notes (SBNs)

In terms of MCA notification G.S.R 308(E) dated March 30th, 2017, the details/disclosure on Specified Bank Notes (SBN) held and transacted during the period from November 8th, 2016 to December 30th, 2016, is as under:

Particulars	SBNs (₹)	Other denomination notes (₹)	Total (₹)
Closing cash in hand as on 08.11.2016	0	460	460
(+) Permitted receipts	0	0	0
(-) Permitted payments	0	0	0
(-) Amount deposited in Banks	0	0	0
Closing cash in hand as on 30.12.2016	0	460	460

As Per our Report on even date
For Rajesh Suresh Jain & Associates
Chartered Accountants
Firm Registration Number:017163N

RAJESH JAIN
(Partner)

Membership No.: 098229
PLACE: New Delhi
DATED: 25.05.2017

FOR AND ON BEHALF OF THE BOARD

Anil Goyal
(DIRECTOR)

J.M.L. Sur
(DIRECTOR)