

FRONTIER INFORMATICS LTD.
 Regd. Office: Plot No 235, Sai Sadan, 1st Floor, Survey of India Employees Society, Khanamet, Madhapur, Hyderabad-81.
AUDITED FINANCIAL RESULTS FOR THE 4th QUARTER/ YEAR ENDED MARCH 31, 2017

Rs in Lakhs

Particulars	Quarter ended			Year ended	
	March 31, 2017	Dec 31, 2016	March 31, 2016	March 31, 2017	March 31, 2016
	Audited	Un Audited	Audited	Audited	Audited
1. Net Sales/ Income from Operations	0.73	1.26	1.27	3.42	4.83
2. Other Income	0.00	0.00	-	0.00	0.00
3. Total Income (1+2)	0.73	1.26	1.27	3.42	4.83
4. Expenditure					
a. Increase/decrease in Stock in trade and Work in progress	-	-	-	-	-
b. Consumption of raw material	-	-	-	-	-
c. Purchase of Traded Goods	-	-	-	-	-
d. Employee Costs	1.17	0.94	0.47	4.81	4.86
e. Depreciation	0.17	0.24	2.44	0.75	3.71
f. Other Expenditure	4.61	6.24	31.43	17.99	44.49
g. Bad debts/W offs	-	-	-	-	-
h. Total	5.95	7.42	34.34	23.55	53.06
(Any item exceeding 10% of the total exp to be shown separately)					
5. Interest	-	-	-	-	-
6. Exceptional Items	-	-	-	-	-
7. Profit/Loss from ordinary Activities before tax (3) - (4+5+6)	(5.22)	(6.16)	(33.07)	(20.13)	(48.23)
8. Tax Expense	-	-	-	-	-
9. Net Profit/Loss from ordinary Transactions after tax	(5.22)	(6.16)	(33.07)	(20.13)	(48.23)
10. Extraordinary Items (Net of Tax)	-	-	-	-	-
11. Net Profit/(Loss) for the period (9-10)	(5.22)	(6.16)	(33.07)	(20.13)	(48.23)
12. Paid-up Equity Share Capital (Face Value of each Rs. 1)	66.55	66.55	1,331.04	66.55	1331.04
13. Reserves excluding Revaluation Reserves (as per Balance Sheet of previous Accounting year)	-	-	-	-	-
14. EPS					
a) Basic & Diluted EPS before Extra ordinary items for the period to date & for prev year (not Annualised)	(0.08)	(0.09)	(0.25)	(0.30)	(0.36)
b) Basic & Diluted EPS after Extra ordinary items for the period to date & for prev year (not Annualised)	(0.08)	(0.09)	(0.25)	(0.30)	(0.36)
15. Public Share Holding					
- Number of shares	6,343,805	6,343,805	12,687,608	6,343,805	12,687,608
- Percentage of holding	95.32	95.32	95.32	95.32	95.32
16. Promoters and Promoter Group Shareholding					
a) Pledged / Encumbered					
- Number of shares	-	-	62,500	-	62,500
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	-	-	10.04	-	10.04
- Percentage of shares (as a % of the total share capital of the company)	-	-	0.47	-	0.47
b) Non-encumbered					
- Number of shares	311,395	311,395	560,292	311,395	560,292
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100.00	100.00	89.96	100.00	89.96
- Percentage of shares (as a % of the total share capital of the company)	4.68	4.68	4.68	4.68	4.68

Notes:

- The financial results were reviewed by the Audit Committee and approved by the Board of Directors of the company at the meeting held on May 29, 2017.
- The Company deals in only one segment i.e. Software Services.
- The status of the investors complaints during Quarter ended At Beginning ..0 Received ..1: Resolved ..1: Pending ..0
- No provision has been made towards Deferred Tax asset during the current period.
- During the year the company received consent from Honourable AP & Telangana High Court for Reduction of capital as per the proposed scheme, vide order dated 06.06.2016. Further the company received 'Certificate of Registration of Order confirming Reduction of Capital' from Roc, Hyderabad, dated 25-08-2016, pursuant to which the Reduction is effected in books of account for the current year ending March 31, 2017.
- The figures of the previous Quarter/Year have been regrouped wherever necessary.

Statement of Assets & Liabilities	As on	As on
	March 31, 2017	March 31, 2016
	Audited	Audited
A) Equity & Liabilities		
1 Shareholders Funds		
a) share Capital	66.55	1,331.04
b) Reserves & Surplus	(273.14)	(1,517.50)
Sub-total Shareholders Fund	(206.59)	(186.46)
2 Non-Current Liabilities		
a) Deferred Tax Liabilities (Net)	-	-
b) Other Long term Liabilities	-	-
c) Short term provisions	-	-
Sub-total of Non Current Liabilities	-	-
3 Current Liabilities		
a) Short Term Borrowing	237.73	228.77
b) Trade Payables	0	0
c) Other Current Liabilities	5.88	5.96
d) Short Term Provisions	5.64	5.27
Sub-total of Current Liabilities	249.25	240.00
Total Equity and Liabilities	42.66	53.54
B) Assets		
1. Non-Current Assets		
a) Fixed Assets		
i) Tangible Assets	2.97	3.72
ii) Intangible Assets	8.37	8.37
b) Long term Loans and Advances	-	-
Sub-total Non-Current Assets	11.34	12.09
Current Investment		
2. Current Assets		
a) Inventories	-	-
b) Trade Receivables	0	1.51
c) Cash & Cash equivalents	0.43	5.47
d) Short term loans & advances	30.89	34.47
e) Other Current Assets	-	-
Sub-total Current Assets	31.32	41.45
Total Assets	42.66	53.54

On behalf of the Board of Directors

V.K.Premchand
 V.K.Premchand
 Managing Director

Place : Hyderabad
 Date : May 29, 2017



INDEPENDENT AUDITORS' REPORT

To
The Members,
FRONTIER INFORMATICS LIMITED,
(Formerly Frontier Information Technologies Limited)
HYDERABAD.

1. Report on the Financial Statements

We have audited the attached Financial Statements of **FRONTIER FORMATICS LIMITED ("the Company")**, as at 31st March, 2017 which comprise the Balance Sheet as at 31st March, 2017, the Statement of Profit and Loss, the Cash Flow Statement and the Statement of Changes in Equity for the year then ended and summary of significant accounting policies and other explanatory information.

2. 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 standalone financial statements that give a true and fair view of the financial position, financial performance and cash flows and changes in equity of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards specified in the Companies (Indian Accounting Standards) Rules, 2015, under Section 133A of the Act. 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 Ind AS financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

3. Auditor's Responsibility

Our responsibility is to express an opinion on these standalone Ind AS 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 Ind AS financial statements are free from material misstatement.



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

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

4. Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements together with the schedules attached and read with the accounting policies and Notes forming part of accounts 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;

In the case of the Balance sheet, of the state of affairs of the Company as at 31st March, 2017;

In the case of the Statement of Profit and Loss, of the loss for the year ended on that date; and

In the case of the Cash Flow Statements, of the cash flows for the year ended on that date.

5. Reporting under other Legal and Regulatory Authorities

As required by the Companies (Auditor's Report) Order, 2016 ('the order') issued by the Central Government of the India in terms of section 143 (11) of the Companies Act, 2013, we enclose in the Annexure, a statement on the matters specified in paragraphs 3 and 4 of the said order, to the extent applicable to the company.

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. In our opinion the balance Sheet and Statement of Profit and Loss, Cash Flow Statement and the Statement on Changes in Equity, dealt with by this report are in agreement with the books of account.



- d. In our opinion, the afore said Ind AS Financial Statements comply with Accounting Standards specified under Section 133 of the Act, read with the read with Rule 7 of the Companies (Accounts) Rules, 2014.
- e. On the Basis of the written representation received from the directors as on 31st March, 2017, taken on record by the board of directors, none of the directors is disqualified as on 31st March,2017, from being appointed as director in terms of Section 164(2) of the Act.
- f. 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.
- g. With respect to other matters to be included in Auditor's Report in accordance with Rule 11 of 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 has no pending litigations impacting its financial position.
 - ii. The company has no material foreseeable losses on long term contracts including derivate contracts.
 - iii. The transfer of amount to the Investor Education and Protection Fund is not applicable to the company.

Place: Hyderabad,
Date: 29th May, 2017

For Niranjana & Narayana
Chartered Accountants
Firm No : 005899S



U V S Seshadri
Partner
M.No : 210673

ANNEXURE 'A' TO INDEPENDENT AUDITOR'S REPORT

Ref: **FRONTIER INFORMATICS LIMITED**

(Referred to in paragraph 1 UNDER 'Report on Other Legal and Regulatory Requirements' section of our report on the financial statements of even date.)

1. a. The company has maintained proper records of fixed assets showing full particulars, including quantitative details and location.
b. The company has a regular program of physical verification of its fixed assets which, in our opinion, is reasonable having regard to the size of the company and nature of its assets. No material discrepancies were identified on such verification.
c. The Company does not have any immovable properties.
2. The company is engaged in software services and does not have any inventory..
3. The Company has not granted any loans, secured or unsecured to Companies, firms or other parties listed in the register maintained under section 189 of the Companies Act, 2013('The Act'). Accordingly, clauses 3(iii) (a) to (c) of the Order are not applicable to the Company.
4. The company does not have any Loans, investments, guarantees and security requiring compliance of provisions of section 185 and 186.
5. The Company has not accepted any deposits from the public.
6. The company is not required to maintain cost records under section 148 (1) of the Companies Act, 2013, for any of the products of the Company.
7. a. According to the information and explanations given to us, and on the basis of our examination of the books of account, the Company has been regular in depositing with appropriate authorities undisputed statutory dues including Service Tax, Excise Duty, Provident Fund, ESI and Income Tax Deducted at Source, Sales Tax, and any other material statutory dues applicable to it excepting **PF dues to the extent of Rs 5,08,864/-**.
b. According to the information and explanations given to us, details of disputed Income Tax and Sales tax which have not been deposited as on 31st March, 2017 on account of any dispute are given below:

Name of Statute	Nature of dues	Amount (Rs. in Lakhs)	Period to which the amount relates (Financial Year)	Forum where dispute is pending
Income Tax Act, 1961	Income Tax	12.74	2001-02	DCIT 1(2)
Income Tax Act, 1961	Income Tax	19.42	2002-03	DCIT 1(2)



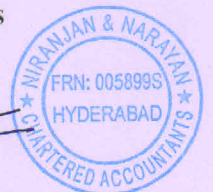
8. In our opinion and according to the information and explanations given to us, the Company has not defaulted in repayment of dues to financial institutions, banks. The company has never issued any debentures.
9. The company has not raised any funds through Initial Public Offer or by way of term loans during the year. According to the information and explanations given to us and on the basis of our examination of the books of account, the term loans obtained by the Company were applied for the purpose for which such loans were obtained.
10. According to the information and explanations given to us, no fraud on or by the Company has been noticed or reported during the year.
11. The company did not make any payment towards Managerial Remuneration during the year.
12. According to the information and explanations given to us and on the basis of our examination of the books of account, all transaction with related parties are in compliance with the provisions of sections 177 and 188 of the Act and are appropriately disclosed in the Financial statements of the company.
13. The company did not make any preferential allotment of shares or issue any convertible debentures during the year.
14. According to the information and explanations given to us and on the basis of our examination of the books of account, the Company did not enter into any non cash transactions with Directors or persons connected with Directors.
15. The Company is not required to register U/s 45-IA of the RBI Act, 1934. Accordingly the provisions of clause 3(xvi) of the order do not apply to the company.

Place: Hyderabad,
Date: 29th May, 2017.

For Niranjana & Narayan
Chartered Accountants
FRN : 005899S



U V S Seshadri
Partner
M. No.: 210673



ANNEXURE TO INDEPENDENT AUDITOR'S REPORT

Ref : **FRONTIER INFORMATICS LIMITED**

(Referred to in paragraph 5(f) under 'Internal Financial Controls over Financial Reporting' section of our report on the financial statements of even date.)

Annexure - B to the Auditors' Report :

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

We have audited the internal financial controls over financial reporting of **FRONTIER INFORMATICS LIMITED** ("the Company") as of 31 March 2017 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India ('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 authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

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

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial 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.

Place: Hyderabad,
Date: 29th May, 2017

For Niranjana & Narayana
Chartered Accountants
Firm No : 005899S

U V S Seshadri



U V S Seshadri
Partner
M.No : 210673