

INDEPENDENT AUDITOR'S REPORT

To The Members of Choice Finserv Private Limited Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of Choice Finserv Private Limited ("the Company"), which comprise the Balance Sheet as at March 31, 2019, and the Statement of Profit and Loss, the Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

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 Accounting Standards prescribed under section 133 of the Act read with the Companies (Accounting Standards) Rules, 2006, as amended ("Accounting Standards") and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2019, and its profit, 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 specified under section 143(10) of the Act (SAs). Our responsibilities under those Standards are further described in the Auditor's Responsibility for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India (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 made thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence obtained by us and other auditors in terms of their reports referred to in the Other Matters section below, is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.

Information Other than the Financial Statements and Auditor's Report Thereon

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Director's report, but does not include the financial statements and our auditor's report thereon. The Board report is expected to be made available to us after the date of this auditor's report.

Our opinion on the financial statements does not cover the other information and we do not and 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

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(LLP Identification No. AAB-8737)

inconsistent with the financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.

When we read the Board Report, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance as required under SA 720 'The Auditor's responsibilities Relating to Other 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 Act with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance, cash flows of the Company in accordance with the Accounting Standards and other accounting principles generally accepted in India. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management 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 management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Those Board of Directors are also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibility 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.

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- Obtain an understanding of internal financial 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 system 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 the management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as 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.

Materiality is the magnitude of misstatements in the financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the financial statements.

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

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

Other Matter

The comparative financial information of the Company for the year ended March 31, 2018 was audited by ASBS & Co. (previous auditors of the Company).

Our opinion on the financial statements and our report on Other Legal and Regulatory Requirements below is not modified in respect of this matter.

Report on Other Legal and Regulatory Requirements

1. As required by Section 143(3) of the Act, based on our audit we report that:
 - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - b) In our opinion, proper books of account as required by law have been kept by the

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Company companies so far as it appears from our examination of those books.

- c) The Balance Sheet, the Statement of Profit and Loss, the Cash Flow Statement dealt with by this Report are in agreement with the relevant books of account.
 - d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act.
 - e) On the basis of the written representations received from the directors as on March 31, 2019 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2019 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 A". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting
 - g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended, in our opinion and to the best of our information and according to the explanations given to us, the Company being a private company, section 197 of the Act related to the managerial remuneration not applicable.
 - 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, as amended 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.
2. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government in terms of Section 143(11) of the Act, we give in "Annexure B" a statement on the matters specified in paragraphs 3 and 4 of the Order.

For **Deloitte Haskins & Sells LLP**
Chartered Accountants
(Firm's Registration No.117366W/W-100018)



Shrenik Baid
Partner
(Membership No. 103884)

Place: Mumbai
Date: May 29, 2019

**ANNEXURE "A" TO THE INDEPENDENT AUDITOR'S REPORT
(Referred to in paragraph 1(f) under 'Report on Other Legal and Regulatory Requirements' section of our report of even date to the members of Choice Finserv Private Limited for the year ended March 31, 2019)**

Report on the Internal Financial Controls Over Financial Reporting 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 Choice Finserv Private Limited ("the Company") as of March 31, 2019 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 (the "Guidance Note"). 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.

Auditor's Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting of the Company based on our audit. We conducted our audit in accordance with the Guidance Note and the Standards on Auditing prescribed under Section 143(10) of the Companies Act, 2013, 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 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 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 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

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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.

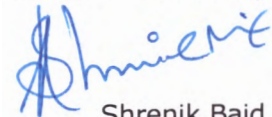
Inherent Limitations of Internal Financial Controls Over Financial Reporting

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, to the best of our information and according to the explanations given to us, 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 March 31, 2019, based on the criteria for internal financial control over financial reporting 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 **Deloitte Haskins and Sells LLP**
Chartered Accountants
(Firm's Registration No. **117366W/ W-100018**)



Shrenik Baid
Partner
(Membership No. 103884)

Place: Mumbai
Date: May 29, 2019

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**ANNEXURE B TO THE INDEPENDENT AUDITOR'S REPORT
(Referred to in paragraph (2) under 'Report on Other Legal and Regulatory Requirements' section of our report of even date to the members of Choice Finserv Private Limited for the year ended March 31, 2019)**


- (i) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
- (b) The Company has a program of verification of fixed assets once in three years, which in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. According to the information and explanation given to us, the fixed assets have been physically verified during the year.
- (c) The Company does not have any immovable properties of freehold or leasehold land and building and hence reporting under clause (i)(c) of the CARO 2016 is not applicable..
- (ii) The Company does not have any inventory and hence reporting under clause (ii) of the Order is not applicable.
- (iii) According to the information and explanations given to us, the Company has granted loans, secured or unsecured, to Companies covered in the register maintained under Section 189 of the Companies Act, 2013 in respect of which:
 - (a) The terms and conditions of the grant of such loans are, in our opinion, prima facie, not prejudicial to the Company's interest.
 - (b) The Schedule of repayment of principal and payment of interest has been stipulated and repayments or receipts of principal amounts and interest have been regular as per stipulations.
 - (c) There is no amounts overdue for more than 90 days at the balance sheet date.
- (iv) The Company is registered Non-Banking Finance Company to which provision of Section 185 and Section 186 of the Companies Act, 2013 are not applicable, and hence reporting under clause (iv) of the Order is not applicable.
- (v) According to the information and explanations given to us, the Company has not accepted any deposit during the year as provided under Sections 73 to 76 or any other relevant provisions of the Companies Act, 2013. Accordingly, the provisions of clause (v) of the Order are not applicable. There are no unclaimed deposits with the Company any time during the year.
- (vi) The maintenance of cost records has not been specified by the Central Government under Section 148(1) of the Companies Act, 2013.
- (vii) According to the information and explanations given to us, in respect of statutory dues:
 - (a) The Company has generally been regular in depositing undisputed statutory dues of Provident Fund, Employees' State Insurance, Income-tax, Service Tax and Goods and Service Tax, cess and other material statutory dues applicable to it to the appropriate authorities.
 - (b) There were no undisputed amounts payable in respect of Provident Fund, Employees' State Insurance, Income-tax, Service Tax, Goods and Service

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Tax, cess and other material statutory dues in arrears as at March 31, 2019 for a period of more than six months from the date they became payable

- (c) There are no dues of Income-tax, Service Tax and Goods and Service Tax as on March 31, 2019 on account of disputes.
- (viii) In our opinion and according to the information and explanations given to us, the Company has not defaulted in the repayment of loans or borrowings to financial institutions and banks. Further, the Company does not have any loans or borrowings from government; and dues to debenture holders.
- (ix) The Company has not raised moneys by way of initial public offer or further public offer (including debt instruments) or term loans and hence reporting under clause (ix) of the Order is not applicable.
- (x) To the best of our knowledge and according to the information and explanations given to us, no fraud by the Company and no material fraud on the Company by its officers or employees has been noticed or reported during the year.
- (xi) The Company is a private company and hence the provisions of Section 197 of the Companies Act, 2013 do not apply to the Company.
- (xii) The Company is not a Nidhi Company and hence reporting under clause (xii) of the Order is not applicable.
- (xiii) The Company is a private company and hence the provisions of Section 177 and Section 188 of the Companies Act, 2013 are not applicable to the Company. In our opinion and according to the information and explanations given to us, the Company has disclosed the details of related party transactions in the financial statements etc. as required by the applicable accounting standards.
- (xiv) During the year, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures and hence reporting under clause (xiv) of the Order is not applicable to the Company.
- (xv) In our opinion and according to the information and explanations given to us, during the year the Company has not entered into any non-cash transactions with its directors or directors of its holding, subsidiary or associate company or persons connected with them and hence provisions of Section 192 of the Companies Act, 2013 are not applicable.
- (xvi) The Company is required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934 and it has obtained the registration.

For **Deloitte Haskins and Sells LLP**
Chartered Accountants
(Firm's Registration No. 117366W/ W-100018)


Shrenik Baid
Partner
(Membership No. 103884)

Place: Mumbai
Date: May 29, 2019

Choice Finserv Private Limited

Balance Sheet

(Amount in ₹)

Particulars	Note No.	As at March 31, 2019	As at March 31, 2018
I Equity & Liabilities			
1. Shareholders' funds			
(a) Share Capital	2	110,600,000	20,600,000
(b) Reserves and Surplus	3	94,130,856	428,535
		204,730,856	21,028,535
2. Non - Current Liabilities			
(a) Long - Term Provisions	4	57,692	40,552
		57,692	40,552
3. Current Liabilities			
(a) Short term borrowings	5	935,132,928	-
(b) Trade Payables	6		
(i) Dues to Micro, Small and Medium Enterprises		-	-
(ii) Other than Micro, Small and Medium Enterprises		305,238	212,300
(c) Other Current Liabilities	7	2,905,572	194,287
(d) Short - Term Provisions	8	2,407,073	150,659
		940,750,811	557,246
TOTAL		1,145,539,359	21,626,333
II Assets			
1. Non - Current Assets			
(a) Property, Plant & Equipment - Intangible assets	9	642,663	-
(b) Non Current Investments	10	180,507,040	-
(c) Deffered Tax Assets	11	615,000	13,436
		181,764,703	13,436
2. Current Assets			
(a) Cash and Cash Equivalents	12	221,814	930,902
(b) Short - Term Loans and Advances	13	963,552,842	20,681,995
		963,774,656	21,612,897
TOTAL		1,145,539,359	21,626,333

The accompanying notes are an integral part of the financial statements
Notes forming part of financial statements 1-23

In terms of our report attached

For Deloitte Haskins & Sells LLP
Chartered Accountants
F.R.No. : 117366W/W-100018



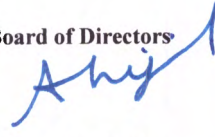
Shrenik Baid
Partner
Mem. No. :103884
Mumbai: May 29, 2019

For and on behalf of Board of Directors



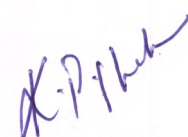
Kamal Poddar
Director
DIN :- 01518700

Mumbai
May 29,2019



Ajay Kejriwal
Director
DIN :- 03501841

Mumbai
May 29,2019



Karishma Shah
Company Secretary

Mumbai
May 29,2019



Choice Finserv Private Limited

Statement of Profit and Loss

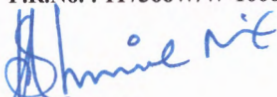
Particulars	Note No.	(Amount in ₹)	
		For the year ended March 31, 2019	For the year ended March 31, 2018
I Revenue from Operations	14	104,435,487	1,424,262
II Total Revenue (I)		104,435,487	1,424,262
III Expenses			
Employee Benefits Expenses	15	933,731	442,139
Depreciation	9	33,337	-
Fianance Costs	16	94,044,166	-
Other Expenses	17	4,420,568	67,174
Total Expense		99,431,802	509,313
IV Profit Before Tax (II-III)		5,003,685	914,949
V Tax Expense:			
(a) Current Tax Expense		1,892,000	174,340
(b) Earlier Tax Expense		10,928	-
(c) MAT Tax Expense		-	(11,310)
(d) Deferred Tax		(601,564)	(13,436)
		1,301,364	149,594
VI Profit for the Year (IV-V)		3,702,321	765,355
VII Earnings Per Equity Share (Face Value ₹ 10 Per Share):	18		
(1) Basic (₹)		0.42	0.44
(2) Diluted (₹)		0.42	0.44

The accompanying notes are an integral part of the financial statements
Notes forming part of financial statements 1-23

In terms of our report attached

For Deloitte Haskins & Sells LLP
Chartered Accountants

F.R.No. : 117366W/W-100018



Shrenik Baid

Partner

Mem. No. :103884

Mumbai: May 29, 2019

For and on behalf of Board of Directors.



Kamal Poddar

Director

DIN :- 01518700

Mumbai

May 29,2019



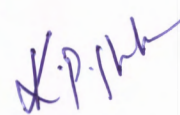
Ajay Kejriwal

Director

DIN :- 03501841

Mumbai

May 29,2019



Karishma Shah

Company Secretary

Mumbai

May 29,2019



Choice Finserv Private Limited

Cash Flow Statement for the year ended March 31, 2019

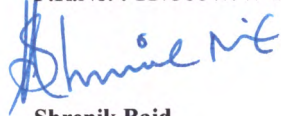
(Amount in ₹)

Particulars	As at 31-Mar-19	As at 31-Mar-18
A. Cash flow from Operating Activities		
Net profit before tax	5,003,685	914,949
<u>Adjustments for:</u>		
Depreciation & amortisation expenses	33,337	-
Finance Costs	94,044,166	-
Operating profit before working capital changes	99,081,188	914,949
<u>Changes in Working Capital</u>		
Movement in Loans & advances	(942,882,157)	(20,670,685)
- Trade Payables	(583,062)	207,130
- Other Current Liabilities & provisions	5,083,821	286,516
<u>Cash generated from operations</u>	(839,300,210)	(19,262,090)
-Income tax paid	(1,990,600)	(75,358)
Net cash flow from/(used in) from Operating Activities	(841,290,810)	(19,337,448)
B. Cash flow from Investing Activities		
Purchase of Investments	(180,507,040)	-
Net cash flow from/(used in) Investing Activities	(180,507,040)	-
C. Cash flow from Financing Activities		
Proceeds from issue of share capital	-	20,000,000
Finance Costs paid	(94,044,166)	-
Amount borrowed from related parties	233,030,921	-
Amount borrowed from others	882,102,007	-
Net cash flow from/(used in) Financing Activities	1,021,088,762	20,000,000
Net increase/(decrease) in Cash and Cash Equivalents	(709,088)	662,552
Opening Cash and Cash Equivalents	930,902	268,350
Closing Cash and Cash Equivalents (Refer Note 12)	221,814	930,902

Notes:- (i) The Cash Flow Statement has been prepared under the 'Indirect Method' as set out in the Accounting Standard - 3 on Cash Flow Statements notified under the Companies (Accounting Standards) Rules, 2006.


In terms of our report attached

For Deloitte Haskins & Sells LLP
Chartered Accountants
F.R.No. : 117366W/W-100018



Shrenik Baid
Partner
Mem. No. : 103884
Mumbai: May 29, 2019

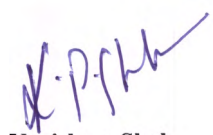
For and on behalf of Board of Directors


Kamal Poddar
Director
DIN :- 01518700

Mumbai
May 29, 2019


Ajay Kejriwal
Director
DIN :- 03051841

Mumbai
May 29, 2019


Karishma Shah
Company Secretary

Mumbai
May 29, 2019



Choice Finserv Private Limited

Accompanying notes to the financial statements as at March 31, 2019

NOTE 1: SIGNIFICANT ACCOUNTING POLICIES

Background

Choice Finserv Private Limited (CFPL/ the Company) is incorporated in India as a private limited company and is a Non-Banking Financial Company-Non Systemically Important Non-Deposit taking Company registered with the Reserve Bank of India (RBI) under section 45-IA of the Reserve Bank of India Act, 1934 and primarily engaged in investment, lending and allied activities. The Company received the certificate of registration from the RBI on January 12, 2018, enabling the Company to carry on business as a Non-Banking Finance Company.

A Basis of accounting and preparation of financial statements

The Financial Statements of the Company have been prepared in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP) to comply with the Accounting Standards specified under Section 133 of the Companies Act, 2013 and the relevant provisions of the Companies Act, 2013 ("the 2013 Act") and Guidelines issued by Reserve Bank of India. The Financial Statements have been prepared on accrual basis under the historical cost convention. The accounting policies adopted in the preparation of the Financial Statements are consistent with those followed in the previous year.

B Use of estimates

The preparation of Financial Statements requires the management to make estimates and assumptions considered in the reported amounts of assets and liabilities (including contingent liabilities) as of the date of the Financial Statements and the reported income and expenses during the reporting period. Management believes that the estimates used in the preparation of the Financial Statements are prudent and reasonable. Actual results could differ from these estimates. Any change in the estimates is recognised prospectively in current and future period.

C Revenue Recognition

Revenue is recognised to the extent it is probable that economic benefits will flow to the Company and the revenue can be reliably measured. In addition, the following criteria must be met before revenue is recognised:

- (i) Interest and other dues on Lending is recognised on accrual basis, except in case of Non-Performing Assets (NPAs), wherein income is recognized on realisation of the same. NPAs are determined in accordance with the Guidelines issued by the Reserve Bank of India.
- (ii) Profit or Loss on sale of investments is determined based on weighted average cost of investments and is recognized on trade date basis.



Choice Finserv Private Limited

Accompanying notes to the financial statements as at March 31, 2019

D Property, Plant & Equipment

Tangible assets:

Fixed assets are carried at cost less accumulated depreciation and impairment losses, if any. The cost of fixed assets includes interest on borrowings attributable to acquisition of qualifying fixed assets up to the date the asset is ready for its intended use and other incidental expenses incurred up to that date.

Intangible assets:

Intangible assets are recognized when it is probable that the future economic benefits that are attributable to the assets will flow to the enterprise and the cost of the assets can be measured reliably. Intangible assets are carried at cost less accumulated amortization and impairment losses, if any. The cost of an intangible asset comprises its purchase price, including any import duties and other taxes (other than those subsequently recoverable from the taxing authorities), and any directly attributable expenditure on making the asset ready for its intended use and net of any trade discounts and rebates.

E Depreciation & Amortization

Depreciation has been provided on the straight-line method as per the useful life prescribed in Schedule II to the Companies Act, 2013. Depreciation on addition to fixed assets is provided on a pro-rata basis from the date of addition. Computer softwares are amortized over a period of 5 years in accordance with the Accounting Standard 26 "Accounting for Intangible Assets".

The estimated useful life of intangible assets and the amortization period are reviewed at the end of each financial year and amortization method is revised to reflect the changed pattern.

F Cash & Cash Equivalent:

Cash comprises cash on hand and demand deposits with banks. Cash equivalents are short-term balances, highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value.

G Finance Costs

Interest cost is recognised as expenses in the period in which the cost is incurred. Other finance Charges includes origination fees and other ancillary costs with respect to funds mobilised by the Company which are amortised over the tenure of such borrowings

H Employee benefits

All employee benefits falling due wholly within twelve months of rendering the service are classified as short term employee benefits. The benefits like salary, short term compensated absences, etc. and the expected cost of bonus, ex-gratia are recognized in the period in which the employee renders the related service. The Company provides Gratuity as per Payment of Gratuity Act, 1972.



Choice Finserv Private Limited

Accompanying notes to the financial statements as at March 31, 2019

I Investments

Investments which are readily realizable and intended to be held for not more than one year from the date on which such investments are made, are classified as current investments, all other investments are classified as non-current investments. Investments are valued in accordance with the RBI guidelines and Accounting Standard-13 on "Accounting for investments".

Long-term investments (excluding investment properties), are carried individually at cost less provision for diminution, other than temporary, in the value of such investments.

Quoted current investments are valued at lower of cost and market value of investments on a category basis. Unquoted current investments are valued at lower of cost and breakup value/fair value of investments in accordance with RBI Guidelines

J Accounting For Taxes On Income:

Current tax is the amount of tax payable on the taxable income for the year as determined in accordance with the provisions of the Income Tax Act, 1961.

Minimum Alternate Tax (MAT) paid in accordance with the tax laws, which gives future economic benefits in the form of adjustment to future income tax liability, is considered as an asset if there is convincing evidence that the Company will pay normal income tax. Accordingly, MAT is recognized as an asset in the Balance Sheet when it is probable that future economic benefit associated with it will flow to the Company.

Deferred tax is recognized on timing differences, being the differences between the taxable income and the accounting income that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax is measured using the tax rates and the tax laws enacted or substantially enacted as at the reporting date. Deferred tax liabilities are recognized for all timing differences. Deferred tax assets in respect of unabsorbed depreciation and carry forward of losses are recognized only if there is virtual certainty that there will be sufficient future taxable income available to realize such assets. Deferred tax assets are recognized for timing differences of other items only to the extent that reasonable certainty exists that sufficient future taxable income will be available against which these can be realized. Deferred tax assets and liabilities are offset if such items relate to taxes on income levied by the same governing tax laws and the Company has a legally enforceable right for such set off. The effect on Deferred Tax Assets and Liabilities of a change in tax rates is recognised in the Statement of Profit and Loss in the year of substantive enactment of the change. Deferred tax assets are reviewed at each Balance Sheet date for their realisability



Choice Finserv Private Limited

Accompanying notes to the financial statements as at March 31, 2019

K Provisions, contingent liabilities & assets:

A Provision is recognised when the Company has a present legal or constructive obligation as a result of a past event and it is probable that an outflow of resources will be required to settle the obligation, in respect of which reliable estimate can be made. A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. Where there is a possible obligation or a present obligation but the likelihood of outflow of resources is remote, no provision or disclosure as specified in Accounting Standard 29 – “Provisions, Contingent Liabilities and Contingent Assets” is made. Contingent Assets are neither recognised nor disclosed in the Financial Statements.

L Provisioning under Prudential Norms:

(i) NPAs are identified and categorised according to the Guidelines issued by the Reserve Bank of India (RBI). Provisions are made against sub-standard, doubtful and loss assets at the rates prescribed in the RBI guidelines, unless an accelerated provision / write-off is warranted on a case to case basis where additional risks are identified by the Management

(ii) Provisioning for NPAs is dependent upon, inter alia, whether the NPA is secured or unsecured. Loans are considered as secured, where the Company has valid recourse to assets / recovery by Pledge of shares, units, other securities.

(iii) Provision for Standard Assets is made at 0.25% on the outstanding standard assets in accordance with RBI guidelines.

(iv) Impairment in the investment portfolio is provided as per the Guidelines issued by the RBI, unless an accelerated provision / write-off is warranted on a case to case basis.

M Cash flow statement

Cash flows are reported using the indirect method, whereby profit / (loss) before extraordinary items and tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the Company are segregated based on the available information. For the purpose of Cash Flow Statement, cash and cash equivalents includes fixed deposits which are freely remissible but excludes interest accrued on fixed deposits.

N Earnings per share

Basic earnings per share is computed by dividing the profit / (loss) after tax (including the post tax effect of extraordinary items, if any) by the weighted average number of equity shares outstanding during the year.

Diluted earnings per share is computed by dividing the profit / (loss) after tax (including the post tax effect of extraordinary items, if any) as adjusted for dividend, interest and other charges to expense or income relating to the dilutive potential equity shares, by the weighted average number of equity shares considered for deriving basic earnings per share and the weighted average number of equity shares which could have been issued on the conversion of all dilutive potential equity shares.

Potential equity shares are deemed to be dilutive only if their conversion to equity shares would decrease the net profit per share from continuing ordinary operations. Potential dilutive equity shares are deemed to be converted as at the beginning of the period, unless they have been issued at a later date.



Choice Finserv Private Limited

Accompanying notes to the financial statements

(Amount in ₹)

Particulars	As at	
	31-Mar-19	31-Mar-18

2 SHARE CAPITAL

(a) Details of authorised, issued and subscribed share capital

Particulars	As at 31-Mar-19	As at 31-Mar-18
Authorised Capital		
120,60,000 (PY 20,60,000) Equity Shares of ₹ 10/- each	120,600,000	206,000,000
Issued Capital		
110,60,000 (PY 20,60,000) Equity Shares of ₹ 10/- each	110,600,000	20,600,000
Subscribed and Paid up Capital		
110,60,000 (PY 20,60,000) Equity Shares of ₹ 10/- each	110,600,000	20,600,000
	110,600,000	20,600,000

Rights, preferences and restrictions attached to each class of shares -

The Company has only one class of share capital, i.e., equity shares having face value of Rs.10/- per share. Each holder of equity share is entitled to one vote per share. The Shareholders are entitled to interim dividend if proposed by the Board of Directors. The Final dividend is subject to approval of the shareholders in the Annual General Meeting.

(b) Reconciliation of number of shares outstanding at the beginning and at the end of the reporting period

No. of shares at the beginning of the period	2,060,000	60,000
Add : shares issued during the period	9,000,000	2,000,000
No. of shares at the end of the period	11,060,000	2,060,000

(c) Details of equity shares held by the holding company

Choice International Limited & its nominee	8,560,000	2,060,000
--	------------------	-----------

(d) Shareholders holding more than 5% of equity shares as at the end of the period

Choice International Limited & its nominee	Holding Company	8,560,000	2,060,000
		77.40%	100.00%
Choice Equity Broking Private Limited		2,500,000	-
		22.60%	-

(e) During the year, the company has issued 9,000,000 equity shares of Rs. 10 at a premium of Rs. 10 per share on account of conversion of loan taken from Choice International Limited.



Choice Finserv Private Limited

Accompanying notes to the financial statements

Particulars	(Amount in ₹)	
	As at 31-Mar-19	As at 31-Mar-18
3 RESERVES AND SURPLUS		
a) Statutory reserve -		
Opening Balance	153,100	-
Add : Transferred from statement of profit & loss	741,000	153,100
Closing Balance	894,100	153,100
b) Securities Premium Reserves -		
Opening Balance	-	-
Add:-Received on shares issued during the year	90,000,000	-
	90,000,000	-
c) Surplus in Statement of Profit and Loss		
Opening Balance	275,435	(336,820)
Add : Profit for the year	3,702,321	765,355
Less- Transfer to Statutory Reserve	741,000	153,100
	3,236,756	275,435
Total (a+b+c)	94,130,856	428,535

*The Management has created a statutory reserve of Rs. 741,000/- (PY- Rs. 153,100/-) as per the provisions of section 45-IC of Reserve Bank of India Act, 1934.

4 LONG TERM PROVISIONS

Provision for Employee Benefits Expenses	57,692	40,552
	57,692	40,552

5 SHORT TERM BORROWINGS

Secured loans		
Loans taken from financial Institutions*	320,466,150	-
Unsecured loans		
Commercial Papers**	509,453,934	-
Loans taken from financial Institutions	52,181,923	-
Loans taken from related parties (Refer note no 21)	53,030,921	-
	935,132,928	-

*Loans taken from Financial Institutions are secured against shares & securities placed as collateral by customers, directors, relatives of director and fellow subsidiary.

**The Company has outstanding Commercial Papers aggregating face value of Rs 544,500,000/- (net proceeds Rs 501,170,101/- and interest accrued thereon Rs 8,283,832/-) [Previous year Rs Nil (net proceeds Rs Nil and interest accrued but not due thereon Rs Nil)]. The Commercial Papers carry interest 10% p.a. and are repayable within a period ranging from 272 days to 366 days from the date of allotment.



Choice Finserv Private Limited

Accompanying notes to the financial statements

(Amount in ₹)

Particulars	As at 31-Mar-19	As at 31-Mar-18
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6 TRADE PAYBLES

Dues to Micro, Small and Medium Enterprises*	-	-
Other than Micro, Small and Medium Enterprises	305,238	212,300
	<u>305,238</u>	<u>212,300</u>

*Based on information received by the Company from its suppliers regarding their status under the Micro, Small and Medium Enterprises (MSME) Development Act, 2006 and relied upon by the auditors; details of amount due to such vendors is as below:

S No	Particulars		
(i)	Principal Amount Outstanding	-	-
(ii)	Interest due on above and unpaid	-	-
(iii)	Interest due and payable for the period of delay	-	-
(iv)	Interest accrued and remaining unpaid	-	-

7 OTHER CURRENT LIABILITIES

Other Liabilities & Statutory Dues	1,004,024	194,287
Interest Accrued But not Due	1,225,548	-
Payable Towards capital Assets	676,000	-
	<u>2,905,572</u>	<u>194,287</u>

8 SHORT TERM PROVISIONS

Provision of tax (net of tax paid)	-	98,982
Contingent provision against standard loan assets	2,407,073	51,677
	<u>2,407,073</u>	<u>150,659</u>

10 NON-CURRENT INVESTMENTS

Other investments in unquoted equity shares fully paid-up		
523,980 (P Y - Nil) shares of ₹10/- each Jaatvedas Construction	129,947,040	-
400,000 (PY - Nil) shares of ₹10/- each of Gini & Jony Limited	50,560,000	-
	<u>180,507,040</u>	<u>-</u>

Aggregate book value of -		
Unquoted fully paid-up investments	180,507,040	-

11 DEFERRED TAX ASSETS

Deferred tax assets		
Provision for employee benefit expenses	15,000	-
Provision for standard loan assets	626,000	13,436

Deferred tax liability		
On difference between book balance & tax balance of fixed assets	26,000	-

	<u>615,000</u>	<u>13,436</u>
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Choice Finserv Private Limited

Accompanying notes to the financial statements as at March 31, 2019

9 FIXED ASSETS

(Amount in ₹)

Description	Gross Block			Depreciation Block				Net Block		
	As at April 1, 2018	Additions	Deductions/ Adjustments	As at March 31, 2019	As at April 1, 2018	Charged For the year	Deductions/ Adjustments	As at March 31, 2019	As at March 31, 2019	As at March 31, 2018
Intangible Assets:										
Computer Software	-	676,000	-	676,000	-	33,337	-	33,337	642,663	-
Total	-	676,000	-	676,000	-	33,337	-	33,337	642,663	-



Choice Finserv Private Limited

Accompanying notes to the financial statements

(Amount in ₹)

Particulars	As at	
	31-Mar-19	31-Mar-18
12 CASH AND BANK BALANCES		
Cash & Cash Equivalents		
Cash on Hand	80	-
Bank Balances:		
In current account	221,734	930,902
	221,814	930,902
13 SHORT TERM LOANS & ADVANCES		
Secured, Considered Good		
Loan against shares & Securities	255,612,522	-
Unsecured, Considered Good		
Loan to related parties (Refer Note no 21)	173,224,603	-
Loan given to others	533,991,975	20,670,685
Mat Credit Entitlement	-	11,310
Prepaid Expenses	101,399	-
Other Advances	47,219	-
Balance with revenue authorities	575,124	-
	963,552,842	20,681,995
14 REVENUE FROM OPERATIONS		
Interest Income	104,435,487	1,424,262
	104,435,487	1,424,262



Choice Finserv Private Limited

Accompanying notes to the financial statements

Particulars	(Amount in ₹)	
	As at 31-Mar-19	As at 31-Mar-18
15 EMPLOYEE BENEFIT EXPENSES		
Salaries and allowances	933,731	442,139
	<u>933,731</u>	<u>442,139</u>
16 FINANCE COSTS		
Interest Expense on borrowings from		
- financial Institutions	51,530,516	-
- related parties	30,907,403	-
-commercial papers	8,546,307	-
- others	3,059,940	-
	<u>94,044,166</u>	<u>-</u>
17 OTHER EXPENSES		
Legal & Professional Fees	1,758,816	9,597
Rates & Taxes	17,424	-
Printing & Stationary	2,879	-
Provision against standard loan assets	2,355,396	51,677
Payment to Auditors		
Audit Fees	200,000	5,900
Miscellaneous Expense	86,053	-
	<u>4,420,568</u>	<u>67,174</u>
18 EARNINGS PER EQUITY SHARE		
Profit attributable to equity shareholders	3,702,321	765,355
Weighted average number of equity shares	8,816,164	1,725,753
Basic and Dilutive Earnings Per Share	<u>0.42</u>	<u>0.44</u>
Face value per Share	10	10



Choice Finserv Private Limited

Accompanying notes to the financial statements as at March 31, 2019

NOTE : OTHER NOTES FORMING PART OF FINANCIAL STATEMENTS

19 The main Business of the Company is Non-Banking Finance activities. All other activities revolve around the main business. Further all activities are carried out within India. As such there are no separate reportable segments as per Accounting Standard (AS)-17 on "Segment Reporting" prescribed under Section 133 of the Companies Act, 2013.

20 The comparative financial information of the Company for the year ended March 31, 2018 was audited by the M/s ASBS & Co. (previous auditors of the Company).

21 Related Party Disclosure

Details of Related Parties

Description of Relationship	Names of Related Parties
a. Holding Company	Choice International Limited
b. Fellow Subsidiaries	Choice Consultancy Services Private Limited Choice Merchandise Broking Private Limited (merged with Choice Equity Broking Pvt Ltd) Choice Portfolio Management Services Private Limited (Formerly known as Choice Stock Trade Private Limited) Choice Capital Advisors Private Limited Choice Corporate Services Private Limited Choice Wealth Management Private Limited Choice Equity Broking Private Limited Choice Peers International Private Limited Choice Techlab Solutions Private Limited Choice Retail Solutions Private Limited
c. Key Management Personnel (KMP)	Kamal Poddar (Director) Ajay Kejriwal (Director)
d. Relatives of Key Management Personnel	Santosh Poddar (Relative of KMP) Manju Poddar (Relative of KMP) Arun Poddar (Relative of KMP) Hemlata Poddar (Relative of KMP) Shreya Poddar (Relative of KMP) Meenu Bajaj (Relative of KMP) Babita Kejriwal (Relative of KMP) Rajendra Kejriwal (Relative of KMP) Maltidevi Kejriwal (Relative of KMP) Harsh Kejriwal (Relative of KMP) Mehek Kejriwal (Relative of KMP) Vijay Kejriwal (Relative of KMP) Manisha Dattani (Relative of KMP)
e. Enterprises over which KMP have significant influence	Thoughts Consultants Jaipur P L in JV with Choice Consultancy Services P L VSC Consulting Private JV with Choice Consultacny Services Private Limited Samank Consumer Products Private Limited Samank Apperals Private Limited Choice Insurance Broking India Private Limited De Starvings Couriers LLP Farmer's Evolvment Foundation Choice Strategic Advisors LLP Lions Mumbai Choice Foundation Kamal Poddar HUF Arun Poddar HUF S K Patodia & Associates



Choice Finserv Private Limited

Accompanying notes to the financial statements as at March 31, 2019

Details of Related Party transactions - (Current Year)

(Amount in ₹)

Particulars	Holding Company	Fellow Subsidiary Company	KMP & their relatives	Enterprises over which KMP and their relatives have significant influences	Total
Infusion of share capital					
Choice International Limited	180,000,000	-	-	-	180,000,000
Loans taken from					
*Choice International Limited	90,520,000	-	-	-	90,520,000
Choice Portfolio Management Services Private Limited	-	3,846,100	-	-	3,846,100
Choice Capital Advisors Private Limited	-	18,813,605	-	-	18,813,605
**Choice Consultancy Services Private Limited	-	49,209,174	-	-	49,209,174
***Choice Equity Broking Private Limited	-	497,599,112	-	-	497,599,112
Loan repaid					
*Choice International Limited	90,520,000	-	-	-	90,520,000
Choice Capital Advisors Private Limited	-	18,813,605	-	-	18,813,605
**Choice Consultancy Services Private Limited	-	24,353	-	-	24,353
***Choice Equity Broking Private Limited	-	497,599,112	-	-	497,599,112
Loan Given					
*Choice International Limited	212,092,477	-	-	-	212,092,477
**Choice Consultancy Services Private Limited	-	35,212,923	-	-	35,212,923
Choice Corporate Services Private Limited	-	9,308,256	-	-	9,308,256
Choice Peers International Private Limited	-	9,508,433	-	-	9,508,433
Choice Retail Solutions Private Limited	-	900,888	-	-	900,888
Choice Techlab Solutions Private Limited	-	65,121,659	-	-	65,121,659
Choice Wealth Management Private Limited	-	43,064,504	-	-	43,064,504
Samank Apparles Private Limited	-	-	-	8,818,227	8,818,227
S K Patodia & Associates	-	-	-	17,534,027	17,534,027
***Choice Equity Broking Private Limited	-	70,920,888	-	-	70,920,888
Repayment of Loan received from					
S K Patodia & Associates	-	-	-	2,500,000	2,500,000
Choice Techlab Solutions Private Limited	-	28,500,000	-	-	28,500,000
*Choice International Limited	203,056,856	-	-	-	203,056,856
**Choice Consultancy Services Private Limited	-	35,212,923	-	-	35,212,923
***Choice Equity Broking Private Limited	-	29,987,900	-	-	29,987,900
Assets transfer from	676,000	-	-	-	676,000
Interest on Loans (Income)					
Choice International Limited	-	16,739,018	-	-	16,739,018
Choice Consultancy Services Private Limited	-	823,063	-	-	823,063
Choice Corporate Services Private Limited	-	9,173	-	-	9,173
Choice Peers International Private Limited	-	9,370	-	-	9,370
Choice Retail Solutions Private Limited	-	888	-	-	888
Choice Techlab Solutions Private Limited	-	24,066	-	-	24,066
Choice Wealth Management Private Limited	-	71,671	-	-	71,671
Samank Apparles Private Limited	-	-	-	20,252	20,252
S K Patodia & Associates	-	-	-	37,808	37,808
Finance Costs					
Choice Capital Advisors Private Limited	-	570,673	-	-	570,673
Choice Equity Broking Private Limited	-	29,683,049	-	-	29,683,049
Choice International Limited	-	602,459	-	-	602,459
Choice Portfolio Management Services Private Limited	-	51,222	-	-	51,222



Choice Finserv Private Limited

Accompanying notes to the financial statements as at March 31, 2019

(Amount in ₹)

Securities Pledged for loan					
Choice Capital Advisors Private Limited	-	11,857,500	-	-	11,857,500
Kamal Poddar	-	-	837,000	-	837,000
Hemlata Poddar	-	-	9,486,000	-	9,486,000
Arun Poddar	-	-	15,903,000	-	15,903,000
Balance at the end of year					
Short Term Loans & Advances					
Choice International Limited	9,035,621	-	-	-	9,035,621
Choice Corporate Services Private Limited	-	9,308,256	-	-	9,308,256
Choice Equity Broking Private Limited	-	40,932,988	-	-	40,932,988
Choice Peers International Private Limited	-	9,508,433	-	-	9,508,433
Choice Retail Solutions Private Limited	-	900,888	-	-	900,888
Choice Techlab Solutions Private Limited	-	36,621,659	-	-	36,621,659
Choice Wealth Management Private Limited	-	43,064,504	-	-	43,064,504
Samank Apparles Private Limited	-	-	-	8,818,227	8,818,227
S K Patodia & Associates	-	-	-	15,034,027	15,034,027
Short Term Borrowings					
Choice Consultancy Services Private Limited	-	49,184,821	-	-	49,184,821
Choice Portfolio Management Services Private Limited	-	3,846,100	-	-	3,846,100
Other Current liabilities	676,000	-	-	-	676,000

*The Company has provided line of credit facility to Choice International Limited of Rs. 500,000,000/- However gross transaction during the year for payment is Rs. 614,722,557/- and for receipt is Rs. 605,686,936/-.

**Choice Consultancy Services Private Limited and Choice Finserv Private Limited have entered into an agreement to grant & obtain loan from each other up to amount of Rs. 60,000,000/- @ 12% p.a. During the current period, the company has done gross transaction aggregating of Rs. 127,950,000/- towards receipts and Rs. 78,765,179/- towards payments.

***The Company has provided line of credit facility to Choice Equity Broking Private Limited of Rs. 1,000,000,000/- However gross transaction during the year for payment is Rs. 3,792,312,516/- and for receipt is Rs. 3,751,277,941/-.

Details of Related Party transactions - (Previous Year)

(Amount in ₹)

Particulars	Holding Company	Fellow Subsidiary Company	KMP	Enterprises over which KMP and their relatives have significant influences	Total
Infusion of share capital					
Choice International Limited	20,000,000	-	-	-	20,000,000
Loans taken from					
Choice International Limited	20,000,000	-	-	-	20,000,000
Loan repaid					
Choice International Limited	20,000,000	-	-	-	20,000,000
Salary & perquisites					
Kamal Poddar	-	-	300,000	-	300,000
Balance at the end of year					
Trade Payable					
Kamal Poddar	-	-	207,300	-	207,300
Other Current liabilities					
Choice Equity Broking Private Limited	-	101,587	-	-	101,587



Choice Finserv Private Limited

Accompanying notes to the financial statements as at March 31, 2019

22 Schedule as required in terms of paragraph 18 Master Direction - Non-Banking Financial Company-Non Systemically Important Non-Deposit taking Company (Reserve Bank) Directions, 2016.

Liabilities side	Amount	
	Outstanding	Amount Overdue
(1) Loans & advances availed by the non-banking financial company inclusive of interest accrued thereon but not paid:		
(a) Debentures Secured	NIL	NIL
Unsecured	NIL	NIL
(other than falling within the meaning of public deposits*)		
(b) Deferred credits	NIL	NIL
(c) Term loans	NIL	NIL
(d) Inter-corporate loans and borrowing	NIL	NIL
(e) Commercial paper	544,500,000	NIL
(f) Public Deposits	NIL	NIL
(g) Other loans (specify nature)		
Bank overdraft	NIL	NIL
Financial institutions loan against shares & securities	320,466,150	NIL
Financial institutions loan (Unsecured Loans)	52,181,923	
Other- related party	53,030,921	
Total -	970,178,994	NIL

*As defined in paragraph 2(1)(xii) of the Non-Banking Financial Companies Acceptance of Public Deposits (Reserve Bank) Directions, 1998.

(2) Break-up of (1)(f) above (Outstanding public deposits inclusive of interest accrued thereon but not paid) :

(a) In the form of Unsecured debentures	NIL	NIL
(b) In the form of partly secured debentures i.e. debentures where there is a shortfall in the value of security	NIL	
(c) Other public deposits	NIL	NIL

Assets side	Amount	
	Outstanding	

(3) Break-up of loans and advances including bills receivables (other than those included in (4) below):

(a) Secured	255,612,522
(b) Unsecured	707,216,578
	962,829,100



(4) **Break-up of leased assets and stock on hire and other assets counting towards AFC activities:**

(i) Lease assets including lease rentals under sundry debtors:	
(a) Financial lease	NIL
(b) Operating lease	NIL
(ii) Stock on hire including hire charges under sundry debtors:	
(a) Assets on hire	NIL
(b) Repossessed assets	NIL
(iii) Other loans counting towards AFC activities:	
(a) Loans where assets have been repossessed	NIL
(b) Loans other than (a) above	NIL

(5) **Break-up of investments -**

Current investments -

1) Quoted -

(i) Shares	(a) Equity	NIL
	(b) Preference	NIL
(ii) Debentures and bonds		NIL
(iii) Units of mutual funds		NIL
(iv) Government securities		NIL
(v) Others (please specify)		NIL

2) Unquoted -

(i) Shares	(a) Equity	NIL
	(b) Preference	NIL
(ii) Debentures and bonds		NIL
(iii) Units of mutual funds		NIL
(iv) Government securities		NIL
(v) Others (please specify)		NIL

Long term investments -

1) Quoted -

(i) Shares	(a) Equity	NIL
	(b) Preference	NIL
(ii) Debentures and bonds		NIL
(iii) Units of mutual funds		NIL
(iv) Government securities		NIL
(v) Others (please specify)		NIL

2) Unquoted -

(i) Shares	(a) Equity	180,507,040
	(b) Preference	NIL
(ii) Debentures and bonds		NIL
(iii) Units of mutual funds		NIL
(iv) Government securities		NIL
(v) Others (please specify)		NIL

180,507,040



(6) **Borrower group-wise classification of assets financed as in (2) and (3) above:**

Category	Amount net of provisions*		
	Secured	Unsecured	Total
1. Related parties**			
(a) Subsidiaries	NIL	NIL	NIL
(b) Companies in the same group	NIL	172,791,541	172,791,541
(c) Other related parties	NIL	NIL	NIL
2. Other than related parties	254,973,490	532,656,995	787,630,486
Total -	254,973,490	705,448,537	960,422,027

(7) **Investor group-wise classification of all investments (current and long term) in shares and securities (both quoted and unquoted):**

Category	Market value / Break-up or fair value or NAV	Book value (Net of provisions)
1. Related parties		
(a) Subsidiaries	NIL	NIL
(b) Companies in the same group	NIL	NIL
(c) Other related parties	NIL	NIL
2. Other than related parties#	101,601,634	180,507,040
Total -	101,601,634	180,507,040

#Unquoted Investments are considered at break up value as on March 31, 2018.

(8) **Other information**

(i) Gross non-performing assets	
(a) Related parties	NIL
(b) Other than related parties	NIL
(ii) Net non-performing assets	
(a) Related parties	NIL
(b) Other than related parties	NIL
(iii) Assets acquired in satisfaction of debt	NIL

*Provisioning norms shall be applicable as prescribed in these Directions.

** As per accounting standard of ICAI.



23 Previous year's figures have been regrouped / reclassified wherever necessary to correspond with the current year's classification / disclosure.

For and on behalf of Board of Directors



Kamal Poddar
Director
DIN :- 01518700

Mumbai
May 29, 2019



Ajay Kejriwal
Director
DIN :- 03501841

Mumbai
May 29, 2019



Karishma Shah
Company Secretary

Mumbai
May 29, 2019

