



# CHAITANYA INDIA FIN CREDIT PRIVATE LIMITED

Head Office: #98, Third Floor, Sirsi Circle, Mysore Road, Chamrajpet

Bangalore- 560018,

Tel: 080-26750010, Fax: 080-26756767.

CIN No: U67190KA2009PTC049494

To,  
Bombay Stock Exchange  
P.J. Towers, Dalal Street,  
Mumbai – 400 001

Date: 31<sup>st</sup> May 2015

Dear Sirs,

Sub.: Half yearly communication for Debt Securities in respect of half year ending 31<sup>st</sup> March 2016 (CBO II)

We wish to inform the following –

1. Credit Rating = **Rating A effective from 5th May 2015**
2. Asset cover available = **1.15: 1**
3. Debt – Equity Ratio **6.80:1**
4. The interest was paid on **22 January 2016, 25th February 2016, 21st March 2016** (28th January 2016, 28th February 2016, 28th March 2016)
5. The next due date for the payment of interest is **28th April 2016, 28th May 2016 & 28th June 2016**
6. Security cover ratio : **1.10 times**
7. Debt service coverage ratio: **0.22 : 1**
8. Interest service coverage ratio: **1.12 :1**
9. Net worth: **RS. 25.90 Crores**
10. Net profit after tax: **Rs. 1.49 Crores**
11. Earnings per share: **Rs. 1.17**

This is for your information.

Thanking you,  
Yours faithfully,  
For *Chaitanya India Fin Credit Private Limited*

Dimple Shah  
Company Secretary





# CHAITANYA INDIA FIN CREDIT PRIVATE LIMITED

Head Office: #98, Third Floor, Sirsi Circle, Mysore Road, Chamrajpet

Bangalore- 560018,

Tel: 080-26750010, Fax: 080-26756767.

CIN No: U67190KA2009PTC049494

To,  
Bombay Stock Exchange  
P.J. Towers, Dalal Street,  
Mumbai – 400 001

Date: 31<sup>st</sup> May 2015

Dear Sirs,

Sub.: Half yearly communication for Debt Securities in respect of half year ending 31<sup>st</sup> March 2016 (CBO IV)

We wish to inform the following –

1. Credit Rating = Rating "A+" effective from 14th September 2015
2. Asset cover available : 1.15: 1
3. Debt – Equity Ratio = 6.80:1
4. The interest was paid on 22 January 2016, 25th February 2016, 21st March 2016 (28th January 2016, 28th February 2016, 28th March 2016)
5. The next due date for the payment of interest is 28th April 2016, 28th May 2016 & 28th June 2016.
6. Security cover ratio : 1.10 times
7. Debt service coverage ratio: 0.22 : 1
8. Interest service coverage ratio: 1.12 :1
9. Net worth: RS. 25.90 Crores
10. Net profit after tax: Rs. 1.49 Crores
11. Earnings per share: Rs. 1.17

This is for your information.

Thanking you,  
Yours faithfully,  
For *Chaitanya India Fin Credit Private Limited*

Dimple Shah  
Company Secretary





# CHAITANYA INDIA FIN CREDIT PRIVATE LIMITED

Head Office: #98, Third Floor, Sirsi Circle, Mysore Road, Chamrajpet

Bangalore- 560018,

Tel: 080-26750010, Fax: 080-26756767.

CIN No: U67190KA2009PTC049494

To,  
Bombay Stock Exchange  
P.J. Towers, Dalal Street,  
Mumbai – 400 001

Date: 31<sup>st</sup> May 2015

Dear Sirs,

**Sub.:** Half yearly communication for Debt Securities in respect of half year ending 31<sup>st</sup> March 2016 (CBO VIII)

We wish to inform the following –

1. Credit Rating = Rating "BBB+" effective from June 12th 2015.
2. Asset cover available : 1.15: 1
3. Debt – Equity Ratio = 6.80:1
4. The interest was paid on 19 January 2016, 18th February 2016, 21st March 2016 (22nd January 2016, 24th February 2016, 24th March 2016 )
5. The next due date for the payment of interest is 22nd April 2016, 24th May 2016 & 24th June 2016.
6. Security cover ratio : 1.10 times
7. Debt service coverage ratio: 0.22 : 1
8. Interest service coverage ratio: 1.12 :1
9. Net worth: RS. 25.90 Crores
10. Net profit after tax: Rs. 1.49 Crores
11. Earnings per share: Rs. 1.17

This is for your information.

Thanking you,  
Yours faithfully,  
For *Chaitanya India Fin Credit Private Limited*

Dimple Shah  
Company Secretary





**RAMESH ASHWIN & KARANATH**  
**CHARTERED ACCOUNTANTS**  
Firm Reg. No : 010680S

Partners  
Ramesh B N (M.No : 015170) Mob: 9448468958  
Ashwin B R (M.No : 214199) Mob: 9886415958  
Prashanth Karanth (M.No: 214235) Mob: 9886282946

---

## Independent Auditor's Report

To the Members of CHAITANYA INDIA FIN CREDIT PRIVATE LIMITED

### Report on the Standalone Financial Statements

We have audited the accompanying standalone financial statements of Chaitanya India Fin Credit Private Limited ('the Company'), which comprise the balance sheet as at 31 March 2016, 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 Standalone 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 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 standalone 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 thereunder.

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.



---

Premier Presidency, # 35/17, 1<sup>st</sup> Floor, Langford Road, Opp. St. Joseph College  
Bangalore - 560 025. Phone: 080 - 41464630. Email: rakca2004@gmail.com



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 financial statements.

### Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the 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 2016 and its profit 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, 2016 ("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 standalone 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 2016 taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2016 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 doesn't have any Pending litigations as on Balance Sheet date.
- ii. the Company has made provision, as required under the applicable law or accounting standards, for material foreseeable losses.
- iii. the Company is not required to transfer any amount to the Investor Education and Protection Fund by the Company.

Place: Bangalore  
Date: 30/05/2016

For Ramesh Ashwin & Karanth  
Chartered Accountants  
Firm's registration number: 010680S



  
Prashanth Karanth  
Partner  
Membership number: 214235



**Annexure - A to the Auditors' Report**

The Annexure referred to in Independent Auditors' Report to the members of the Company on the standalone financial statements for the year ended 31 March 2016, we report that:

(i) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.

(b) All fixed assets have been physically verified by the management during the year and the material discrepancies noticed during the visit have been properly dealt in books of accounts.

(c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, there are no any immovable properties held in the name of the Company.

(ii) The Company is not manufacturing or trading in goods and does not deal with stores, spare parts and raw materials. Hence, clauses 3 (ii) (a), 3 (ii) (b) & 3 (ii) (c) are not applicable.

(iii) The Company has not granted any loans, secured or unsecured to companies, firms, Limited Liability Partnerships or other parties covered in the register maintained under section 189 of the Companies Act, 2013. Hence the Clauses 3 (iii) (a), 3 (iii) (b) and 3 (iii) (c) are not applicable.

(iv) In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of section 185 and 186 of the Act, with respect to the loans and investments made.

(v) The Company has not accepted any deposits from the public.

(vi) Maintenance of cost records as prescribed by the Central Government under section 148 (1) of the Companies Act, 2013 is not applicable to the Company.

(vii)(a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, amounts deducted/ accrued in the books of account in respect of undisputed statutory dues including provident fund, income-tax, Employee state insurance, profession tax, duty of customs, service tax, cess and other material statutory dues have been regularly deposited during the year by the Company with the appropriate authorities.

According to the information and explanations given to us, no undisputed amounts payable in respect of provident fund, income-tax, Employee state insurance, profession tax, duty of customs, service tax, cess and other material statutory dues were in arrears as at 31 March 2016 for a period of more than six months from the date they became payable.

(b) According to the information and explanations given to us, there is no amounts payable in respect of provident fund, income-tax, Employee state insurance, profession tax, duty of customs, service tax, cess which have not been deposited on account of any disputes.

(viii) The Company has not defaulted in repayment of loans or borrowings to any financial institution, banks, government or debenture holders during the year.

(ix) According to the information and explanations given to us, The Company did not raise any money by way of initial public offer or further public offer (including debt instruments). However, it raised term loans





from banks and Financial Institutions during the year and the company has utilized the money raised by way of Term Loans for the purposes for which it was raised.

(x) According to the information and explanations given to us, we report that the following fraud has been noticed during the course of our audit:

Category	For the year ended 31 <sup>st</sup> March 2016	
	No Of Instances	Amount Rs.
Embezzlement of Cash by Employee	01	81,755.00

Note: Out of the above an amount of Rs. 50,000/- has been recovered by the company.

(xi) The Provisions of Sec 197 of Companies Act 2013 shall apply only to a Public Company. Since Chaitanya India Fin Credit Private Limited is a Private Limited Company, Clause 3 (Xi) is not applicable.

(xii) 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.

(xiii) According to the information and explanations given to us and based on our examination 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 transactions have been disclosed in the financial statements as required by the applicable accounting standards.

(xiv) According to the information and explanations given to us and based on our examination of the records 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 under review. Accordingly, paragraph 3 (xiv) of the Order is not applicable.

(xv) According to the information and explanations given to us and based on our examination of the records 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.

(xvi) The Company has been registered under section 45-IA of the Reserve Bank of India Act 1934.

Place: Bangalore  
Date: 30/05/2016

For Ramesh Ashwin & Karanth  
Chartered Accountants

Firm's registration number: 010680S



Prashanth Karanth  
Partner

Membership number: 214235



---

**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 **Chaitanya India Fin Credit Private Limited** ("the Company") as of 31 March 2016 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.

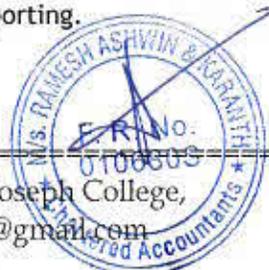
**Auditors' Responsibility**

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 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 2016, 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: Bangalore  
Date: 30/05/2016

For Ramesh Ashwin & Karanth  
Chartered Accountants  
Firm's registration number: 010680S



*Prashanth Karanth*  
Prashanth Karanth  
Partner  
Membership number: 214235

**CHAITANYA INDIA FIN CREDIT PRIVATE LIMITED**

CIN: U67190KA2009PTCO49494

NO. 312, 14 - P, SKYLINE SURABHI APARTMENT, VIDYAPEETA MAIN ROAD, BSK 3RD STAGE, BANGALORE - 560085

**Balance Sheet as at March 31, 2016**

Particulars	Note No.	March 31, 2016 (Rupees)	March 31, 2015 (Rupees)
<b>I. EQUITY AND LIABILITIES</b>			
(1) Share holder's fund			
(a) Share capital	3	12,78,19,260	11,70,69,260
(b) Reserves and surplus	4	13,12,13,026	9,69,38,678
		25,90,32,286	21,40,07,938
(2) Share application money pending allotment			3,01,00,000
(3) Non-current Liabilities			
(a) Long term borrowings	5	86,96,58,828	46,02,37,968
(b) Long-term provision	6	35,42,032	7,13,664
		87,32,00,860	46,09,51,632
(4) Current Liabilities			
(a) Short term borrowings	7	3,60,00,000	8,66,86,005
(b) Trade payables	8	4,62,00,757	1,45,29,302
(c) Other current liabilities	9	87,54,72,753	57,93,28,480
(d) Short-term provisions	10	4,06,10,561	1,23,99,065
		99,82,84,071	69,29,42,852
<b>TOTAL</b>		<b>2,13,05,17,217</b>	<b>1,39,80,02,422</b>
<b>II. ASSETS</b>			
(1) NON-CURRENT ASSETS			
(a) Fixed assets			
(i) Tangible Assets (Net)	11	1,39,58,211	90,30,854
(ii) Intangible Assets	12	19,40,913	9,26,688
		1,58,99,124	99,57,542
(b) Deferred tax assets (Net)	13	78,59,027	38,00,140
(c) Long term loans and advances	14A	47,26,232	28,48,056
(d) Loans and advances towards Financing Activities - [Long Term]	14B	35,39,09,406	7,11,60,212
(e) Other Non-Current Assets	15	7,80,09,856	6,71,98,152
		46,04,03,645	15,49,64,102
(2) CURRENT ASSETS			
(a) Cash and cash equivalents	16	10,89,05,057	39,63,01,291
(b) Loans and advances towards Financing Activities - [Short Term]	17	1,52,49,64,455	82,73,50,590
(c) Other Short Term Loans & Advances	18	1,55,40,958	1,15,07,119
(d) Other Current Assets	19	2,07,03,102	78,79,320
		1,67,01,13,572	1,24,30,38,320
<b>TOTAL</b>		<b>2,13,05,17,217</b>	<b>1,39,80,02,422</b>

See accompanying notes to the financial statements  
in terms of our report of even date attached

RAMESH ASHWIN & KARANTH  
CHARTERED ACCOUNTANTS  
(REGN No.: 010680S)

PRASHANTH KARANTH  
a Partner  
Membership No.: 214235



For and on behalf of  
CHAITANYA INDIA FIN CREDIT PRIVATE LIMITED

ANAND RAO  
DIN: 01713987  
Jt. Managing Director

SRINIVASAN C V  
Chief Financial Officer

DIMPLE SHAH  
Company Secretary

Place: Bangalore  
Date: 30.05.2016



**CHAITANYA INDIA FIN CREDIT PRIVATE LIMITED**

CIN: U67190KA2009PTC049494

NO. 312, 14 - P, SKYLINE SURABHI APARTMENT, VIDYAPEETA MAIN ROAD, BSK 3RD STAGE, BANGALORE - 560085

**Statement of Profit and Loss for the year ended March 31, 2016**

Particulars	Note No.	Year ended March 31, 2016 (Rupees)	Year ended March 31, 2015 (Rupees)
I. Revenue from Operations	20	35,44,06,890	18,94,24,170
II. Other Income	21	1,79,92,972	1,16,85,462
<b>III. TOTAL REVENUE (I+II)</b>		<b>37,23,99,861</b>	<b>20,11,09,632</b>
<b>IV. Expenses</b>			
(a) Finance Cost	22	19,38,96,454	10,36,96,905
(b) Employee benefits expenses	23	8,80,35,677	4,83,41,538
(c) Depreciation and amortisation expense	11 & 12	58,35,575	39,40,576
(d) Other Administrative expense	24	5,19,29,030	3,00,45,221
(e) Bad Debts Written Off		2,04,899	1,13,321
(f) Provision for Receivables under Financing Activity		98,07,228	42,17,197
<b>TOTAL EXPENSES</b>		<b>34,97,08,863</b>	<b>19,03,54,759</b>
<b>V Profit / (loss) before exceptional and extraordinary items and tax (III-IV)</b>		<b>2,26,90,998</b>	<b>1,07,54,873</b>
VI. Exceptional items		-	-
<b>VII. Profit / (loss) before extraordinary items and tax (V - VI)</b>		<b>2,26,90,998</b>	<b>1,07,54,873</b>
VIII. Extraordinary items		-	-
<b>IX. Profit / (loss) before tax (VII - VIII)</b>		<b>2,26,90,998</b>	<b>1,07,54,873</b>
<b>X. Provision for taxation:</b>			
(a) Current tax		1,18,25,537	48,40,614
(b) Deferred tax provision / (write back)		(40,58,887)	(24,24,339)
<b>XI. Profit / (loss) for the period from continuing Operations</b>		<b>1,49,24,348</b>	<b>83,38,598</b>
XII. Profit / (loss) for the period from discontinuing Operations		-	-
XIII. Tax expense of discontinuing operations		-	-
<b>XIV. Profit / (loss) for the period from discontinuing Operations (after tax)</b>		<b>-</b>	<b>-</b>
<b>XV. Profit / (loss) for the period</b>		<b>1,49,24,348</b>	<b>83,38,598</b>

**Earnings Per Share**

Basic	1.17	0.85
Diluted	1.17	0.85

See accompanying notes to the financial statements  
In terms of our report of even date attached

RAMESH ASHWIN & KARANTH  
CHARTERED ACCOUNTANTS  
(REGN No.: 010680S)

PRASHANTH KARANTH  
a Partner  
Membership No.: 214235



For and on behalf of  
CHAITANYA INDIA FIN CREDIT PRIVATE LIMITED

ANAND RAO  
DIN: 01713987  
Jt. Managing Director

SRINIVASAN C V  
Chief Financial Officer

DIMPLE SHAH  
Company Secretary

Place: Bangalore  
Date: 30.05.2016



**CHAITANYA INDIA FIN CREDIT PRIVATE LIMITED**

CIN: U67190KA2009PTCO49494

HO. 312, 14 - P, SKYLINE SURABHI APARTMENT, VIDYAPEETA MAIN ROAD, BSK 3RD STAGE, BANGALORE - 560085

**Cash Flow Statement**

	For the Year Ended 31.03.2016 (Rupees)	For the Year Ended 31.03.2015 (Rupees)
<b>A CASH FLOW FROM OPERATING ACTIVITIES</b>		
Net Profit Before Tax	2,26,90,998	1,07,54,873
Adjustments for:		
Add: Depreciation	58,35,575	39,82,479
Dividend Income	-	(30,71,266)
Assets Written off / Loss on sale of Assets	-	4,944
Short Term Capital Loss	-	-
Interest & Finance Charges Paid	19,38,96,454	10,36,96,905
Operating Profit before Working Capital Changes	22,24,23,027	11,53,67,936
Adjustments for:		
Decrease/ (Increase) in Cash Margin & Deposits	(1,23,30,054)	(3,02,20,793)
Decrease/(Increase) in Loans & Advances	(98,31,13,443)	(42,18,39,343)
Decrease / (Increase) in Other Current Assets	(1,85,25,950)	(1,46,44,182)
Increase/(Decrease) in Payables & Others	7,79,29,762	(93,60,39,684)
Cash generated from operations	(71,36,16,657)	(34,80,43,991)
Income Tax paid	(77,66,650)	(24,16,275)
Net Cash flow from Operating activities	(72,13,83,307)	(35,04,60,266)
<b>B CASH FLOW FROM INVESTING ACTIVITIES</b>		
Purchase of Fixed Assets	(1,17,77,158)	(70,69,881)
Sale of Fixed Assets	-	6,500
Short Term Capital Loss	-	-
Dividend Income	-	30,71,266
Net Cash used in Investing activities	(1,17,77,158)	(39,92,115)
<b>C CASH FLOW FROM FINANCING ACTIVITIES</b>		
(Decrease)/Increase in Borrowings	63,96,60,685	64,52,32,090
Increase in Share Capital	1,07,50,000	2,44,00,000
Increase/(Decrease) in Share Application Money	(3,01,00,000)	3,01,00,000
Increase in Securities Premium	1,93,50,000	3,66,00,000
Interest & Finance Charges paid	(19,38,96,454)	(10,36,96,905)
Net Cash used in financing activities	44,57,64,231	63,26,35,185
Net increase in cash & Cash Equivalents	(28,73,96,234)	27,81,82,795
Cash and Cash equivalents Opening Balance	39,63,01,291	11,81,18,496
Cash and Cash equivalents Closing Balance	10,89,05,057	39,63,01,291
<b>Cash &amp; Cash Equivalents</b>	<b>As on 31.03.2016</b>	<b>As on 31.03.2015</b>
Cash In Hand	2,55,617	2,39,727
Cash at Bank (Current Account)	5,14,46,906	15,72,07,935
Cash at Bank (Cash Collateral & FD)	5,72,02,534	23,88,53,629
Cash & Cash equivalents as stated	10,89,05,057	39,63,01,291

See accompanying notes to the financial statements  
in terms of our report of even date attached.

RAMESH ASHWIN & KARANTH  
CHARTERED ACCOUNTANTS  
(REGN No.: 0106805)

*Prashanth Karanth*  
PRASHANTH KARANTH  
a Partner  
Membership No.: 214235



For and on behalf of  
CHAITANYA INDIA FIN CREDIT PRIVATE LIMITED

*Srinivasan C V*  
SRINIVASAN C V  
Chief Financial Officer

*Anand Rao*  
ANAND RAO  
DIN: 01713987  
Jt. Managing Director

*Dimple Shah*  
DIMPLE SHAH  
Company Secretary

Place: Bangalore  
Date: 30.05.2016



**CHAITANYA INDIA FIN CREDIT PRIVATE LIMITED**

NO. 312, 14 - P, SKYLINE SURABHI APARTMENT, VIDYAPEETA MAIN ROAD, BSK 3RD STAGE, BANGALORE - 560085

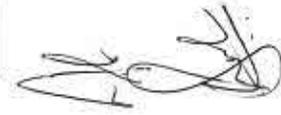
**3 SHARE CAPITAL**

Notes Forming Part Of Balance Sheet

Particulars	(Amount in Rupees)	
	As at March 31, 2016	As at March 31, 2015
Authorized capital		
1,80,00,000 equity shares of Rs. 10 each (Previous Year 1,80,00,000 equity shares of Rs. 10 each)	18,00,00,000	18,00,00,000
Issued, subscribed and paid up capital		
127,81,926 equity shares of Rs. 10 each fully paid-up (Previous Year 117,06,926 equity shares of Rs. 10 each)	12,78,19,260	11,70,69,260
	<b>12,78,19,260</b>	<b>11,70,69,260</b>

**3.1 Reconciliation of shares outstanding at the beginning and at the end of the reporting period:**

Particulars	Financial year 2015-16	Financial year 2015-16	Financial year 2014-15	Financial year 2014-15
	(Units in Nos.)	(Amount in rupees)	(Units in Nos.)	(Amount in rupees)
Number of shares outstanding as at the beginning of the financial year (April 01)	1,17,06,926	11,70,69,260	92,66,926	9,26,69,260
Add: Increase in number of shares during the year				
- Fresh issue of shares	10,75,000	1,07,50,000	24,40,000	2,44,00,000
	1,27,81,926	12,78,19,260	1,17,06,926	11,70,69,260
Less: Reduction in number of shares during the year				
- Redemption of shares				
- Forfeiture of shares				
Number of shares outstanding as at the Close of the financial year (March 31)	1,27,81,926	12,78,19,260	1,17,06,926	11,70,69,260




**Disclosures to made:**

3.2 The Company has only one class of equity share having a par value of Rs.10 per share. Each holder of equity shares is entitled to one vote per share.

In the event of liquidation of Companies, the holders of equity shares will be entitled to receive 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 share holders.

**3.3 Details of Shares held by Holding Company**

Particulars	As at 31 March 2016		As at 31 March 2015	
	No. of Shares held	Amount in Rupees	No. of Shares held	Amount in Rupees
Chaitanya Rural Intermediation Development Services Private Limited	1,27,81,925	12,78,19,250	1,17,06,925	11,70,69,250

**3.4 Details of shareholders holding more than 5% shares in the Company**

Name of Shareholder	As at 31 March 2016		As at 31 March 2015	
	No. of Shares held	% of Holding	No. of Shares held	% of Holding
Chaitanya Rural Intermediation Development Services Private Limited	1,27,81,925	100.00	1,17,06,925	100.00

3.5 The Company has not issued bonus shares, not issued shares for consideration other than cash and has not bought back shares during the period of five years immediately preceding the reporting date.



CHAITANYA INDIA FIN CREDIT PRIVATE LIMITED

NO. 312, 14 - P, SKYLINE SURABHI APARTMENT, VIDYAPEETA MAIN ROAD, BSK 3RD STAGE, BANGALORE - 560085

Notes Forming Part Of Balance Sheet

4 RESERVES AND SURPLUS

(Amount in Rupees)		
Particulars	As at March 31, 2016	As at March 31, 2015
<b>(a) Securities Premium Account</b>		
Opening Balance	6,85,43,408	3,19,43,408
Add : Securities premium credited on Share issue	1,93,50,000	3,66,00,000
Less: Premium Utilised for various reasons	-	-
Premium on Redemption of Debentures	-	-
For Issuing Bonus Shares	-	-
Closing Balance	8,78,93,408	6,85,43,408
<b>(b) Statutory Reserve</b>		
Opening Balance	59,83,450	43,15,730
Add : Current Year Transfer	29,84,870	16,67,720
Less: Written Back in Current Year	-	-
Closing Balance	89,68,320	59,83,450
<b>(c) Surplus</b>		
Opening balance	2,24,11,820	1,59,33,323
Add : Net Profit/(Net Loss) For the current year	1,49,24,348	83,38,598
Add : Transfer from Reserves	-	-
Less: Proposed Dividends	-	-
Less: Interim Dividends	-	-
Less: Asset Adjustment on Account of Companies Act, 2013	-	1,92,381
Less: Transfer to Reserves	29,84,870	16,67,720
Closing Balance	3,43,51,298	2,24,11,820
<b>Total</b>	<b>13,12,13,026</b>	<b>9,69,38,678</b>

5 LONG TERM BORROWINGS

(Amount in Rupees)		
Particulars	As at March 31, 2016	As at March 31, 2015
<b>Long Term Borrowings</b>		
<b>Secured</b>		
<b>(a) Term loans</b>		
From Banks [ Refer sub-note A-i ]	35,36,48,338	35,56,05,634
From Financial Institutions [ Refer sub-note A-ii ]	32,43,43,825	7,54,65,809
	67,79,92,163	43,10,71,443
<b>(b) NCDs</b>		
[ Refer sub-note C ]	1,25,00,000	2,91,66,525
	1,25,00,000	2,91,66,525
<b>Unsecured</b>		
<b>(a) Sub-Debts</b>		
[ Refer sub-note D ]	10,00,00,000	-
	10,00,00,000	-
<b>(c) Unsecured Loan</b>		
[ Refer sub-note E ]	7,91,66,665	-
	7,91,66,665	-
<b>Total</b>	<b>86,96,58,828</b>	<b>46,02,37,968</b>

*(Handwritten signatures)*



6 LONG TERM PROVISIONS

Particulars	(Amount in Rupees)	
	As at March 31, 2016	As at March 31, 2015
Long Term Provisions		
Provision for receivables under financing activity - Long Term	35,42,032	7,13,664
<b>Total</b>	<b>35,42,032</b>	<b>7,13,664</b>

7 SHORT TERM BORROWINGS

Particulars	(Amount in Rupees)	
	As at March 31, 2016	As at March 31, 2015
Short Term Borrowings		
(a) Term Loan		
Secured		
From Financial Institutions [ Refer sub-note B ]	3,60,00,000	8,66,86,005
<b>Total</b>	<b>3,60,00,000</b>	<b>8,66,86,005</b>

8 TRADE PAYABLES

Particulars	(Amount in Rupees)	
	As at March 31, 2016	As at March 31, 2015
Sundry Creditors		
Dues to others	4,62,00,757	1,45,29,302
<b>Total</b>	<b>4,62,00,757</b>	<b>1,45,29,302</b>

9 OTHER CURRENT LIABILITIES

Particulars	(Amount in Rupees)	
	As at March 31, 2016	As at March 31, 2015
(a) Current maturities of Secured long-term borrowings [ Refer sub-note A-i & ii ]	76,08,05,417	51,39,08,680
(b) Current maturities of NCDs [ Refer sub-note C ]	7,91,66,525	5,75,00,100
(c) Current maturities of Unsecured long-term borrowings [ Refer sub-note E ]	1,66,66,668	43,04,000
(d) Insurance Payable	84,39,055	18,72,996
(e) Other payables	38,31,370	17,42,704
(f) Cash Profit on Loan Transfer Transactions Pending Recognition	65,63,717	-
<b>Total</b>	<b>87,54,72,753</b>	<b>57,93,28,480</b>

10 SHORT TERM PROVISIONS

Particulars	(Amount in Rupees)	
	As at March 31, 2016	As at March 31, 2015
(a) Provision for Employee Benefit	74,49,315	5,71,818
(b) Provision for Gratuity	36,57,061	17,94,649
(c) Provision for Payment to Auditor	1,56,750	1,22,832
(d) Provision for Expenses	26,26,232	8,72,402
(e) Provision for Income Tax	41,12,090	7,57,765
(f) Provision for Receivables under Financing Activity - Short Term	1,52,58,459	82,79,599
(g) Provision for Cash Loss	40,721	-
(h) Provision for Interest Accrued but not due on Loans	73,09,934	-
<b>Total</b>	<b>4,06,10,561</b>	<b>1,23,99,065</b>



## 13 DEFERRED TAX ASSET

Particulars	(Amount In Rupees)	
	As at March 31, 2016	As at March 31, 2015
(a) Opening balance as at the beginning of the year (April 01)		
- Depreciation on tangible fixed assets	2,93,583	(1,06,116)
- on Preliminary expenses	-	-
- on Asset Provisioning	29,17,864	14,75,804
- on Gratuity Provision	5,82,274	-
-Un absorbed loss as per Income Tax Act	6,419	6,113
	38,00,140	13,75,801
(b) Adjustments during the financial year		
- Depreciation on tangible fixed assets	1,40,304	3,99,699
- on Preliminary expenses	-	-
- on Asset Provisioning	32,98,142	14,42,060
- on Gratuity Provision	6,26,860	5,82,274
-Un absorbed loss as per Income Tax Act	(6,419)	306
	40,58,887	24,24,339
(c) Closing balance as at the end of the year (March 31)		
- Depreciation on tangible fixed assets	4,33,887	2,93,583
- on Preliminary expenses	-	-
- on Asset Provisioning	62,16,006	29,17,864
- on Gratuity Provision	12,09,134	5,82,274
-Un absorbed loss as per Income Tax Act	-	6,419
<b>Total</b>	<b>78,59,027</b>	<b>38,00,140</b>

## 14A LONG TERM LOANS AND ADVANCES

Particulars	(Amount In Rupees)	
	As at March 31, 2016	As at March 31, 2015
(a) Security deposits - Unsecured, considered good		
Rental deposits	35,21,028	19,84,700
Other deposits	29,960	47,938
	35,50,988	20,32,638
(b) Other Loans and Advances		
Loans to employees - Unsecured, considered good	11,75,244	8,15,418
<b>Total</b>	<b>47,26,232</b>	<b>28,48,056</b>

## 14B LOANS AND ADVANCES TOWARDS FINANCING ACTIVITIES - LONG TERM

Particulars	(Amount in Rupees)	
	As at March 31, 2016	As at March 31, 2015
<u>Receivable under Financing Activities</u>		
(a) Secured and Considered Good - Long term	5,80,72,804	2,15,89,028
<i>[Assets Derecognized on account of securitization &amp; Buy-out of receivables is Rs. 3,98,79,425/- (P.Y. Rs. 2,70,63,853/-)]</i>		
(b) Unsecured and Considered Good - Long term	29,58,36,602	4,95,71,184
<b>Total</b>	<b>35,39,09,406</b>	<b>7,11,60,212</b>

## 15 OTHER NON-CURRENT ASSETS:

Particulars	(Amount in Rupees)	
	As at March 31, 2016	As at March 31, 2015
<u>Others bank balances</u>		
Cash Collateral		
Cash Collateral with maturity more than 12 months (TL) - Banks	7,26,03,954	5,71,74,261
Cash Collateral with maturity more than 12 months (TL)- FI s	54,05,902	1,00,23,891
<b>Total</b>	<b>7,80,09,856</b>	<b>6,71,98,152</b>

Handwritten signatures and initials.



## 16 CASH AND CASH EQUIVALENTS

Particulars	(Amount in Rupees)	
	As at March 31, 2016	As at March 31, 2015
(a) Cash on hand	2,55,617	2,39,727
(b) Balances with banks		
In current account	5,14,46,906	15,72,07,935
Fixed Deposit Bank		
maturity less than 12 months	1,33,711	17,27,39,993
Cash Collateral		
Cash Collateral with maturity less than 12 months (TL) - Banks	3,06,67,413	3,39,80,778
Cash Collateral with maturity less than 12 months (TL)- FI s	1,63,96,720	2,31,43,986
Cash Collateral with maturity less than 12 months (Securitisation)	1,00,04,690	89,88,872
	10,86,49,440	39,60,61,564
<b>Total</b>	<b>10,89,05,057</b>	<b>39,63,01,291</b>

## 17 LOANS AND ADVANCES TOWARDS FINANCING ACTIVITIES - SHORT TERM

Particulars	(Amount in Rupees)	
	As at March 31, 2016	As at March 31, 2015
Receivable under Financing Activities		
(c) Secured and Considered Good	6,58,85,383	4,29,77,454
(d) Unsecured and Considered Good	1,45,90,79,072	78,43,73,136
<i>[Assets Derecognized on account of securitization &amp; Buy-out of receivables is Rs. 24,90,50,750/- (P.Y. Rs. 6,52,18,650/-)]</i>		
<b>Total</b>	<b>1,52,49,64,455</b>	<b>82,73,50,590</b>

## 18 OTHER SHORT TERM LOANS &amp; ADVANCES

Particulars	(Amount in Rupees)	
	As at March 31, 2016	As at March 31, 2015
Prepaid expenses	10,87,532	30,57,398
Interest Accrued on Loan Portfolio	1,44,53,426	84,49,721
<b>Total</b>	<b>1,55,40,958</b>	<b>1,15,07,119</b>

## 19 OTHER CURRENT ASSETS

Particulars	(Amount in Rupees)	
	As at March 31, 2016	As at March 31, 2015
Interest accrued on fixed deposits but not Due	42,225	42,225
Advances to Others	32,83,068	7,29,747
Advance to Staffs	1,31,954	2,94,717
CENVAT Credit	8,73,734	4,81,058
Insurance Claim Receivable	61,09,746	34,09,227
Deferred Revenue Expenditure	-	26,64,214
Other Receivables	1,19,985	21,731
Retention Money on Buyout Transaction	1,01,42,390	2,36,402
<b>Total</b>	<b>2,07,03,102</b>	<b>78,79,320</b>

*[Handwritten signature]*



**CHAITANYA INDIA FIN CREDIT PRIVATE LIMITED**

NO. 312, 14 - P, SKYLINE SURABHI APARTMENT, VIDYAPEETA MAIN ROAD, BSK 3RD STAGE, BANGALORE - 560085

Notes Forming Part Of Balance Sheet

**FIXED ASSETS**

(Amount in Rupees)

**TANGIBLE ASSETS**

Particulars	Gross Block			Accumulated Depreciation			Net block		
	As at April 1, 2015	Addition during the year	Disposals during the year	Balance as at March 31, 2016	For the year	Adjustment during the year	Balance as at March 31, 2016	As at March 31, 2016	As at March 31, 2015
Computers & Computer Equipments	58,60,336	47,07,832	-	1,05,68,168	28,34,272	-	63,19,419	42,48,749	23,75,189
Furniture and fixtures	45,88,587	29,12,151	-	75,00,738	11,03,697	-	24,49,170	50,51,568	32,43,114
Motor Car	45,05,642	15,57,611	-	60,63,253	9,19,086	-	31,51,753	29,11,500	22,72,975
Motor Bike	1,32,538	-	-	1,32,538	14,176	-	92,319	40,219	54,395
UPS	9,47,984	8,86,642	-	18,34,626	2,62,421	-	5,68,589	12,66,037	6,41,816
Office equipments	4,52,976	90,584	-	5,43,560	1,29,567	-	3,51,076	1,92,484	2,31,467
Godrej Safe	3,51,105	1,03,740	-	4,54,845	65,940	-	2,11,189	2,43,656	2,05,856
Electrical Equipments	17,245	-	-	17,245	2,043	-	13,247	3,998	6,041
<b>Total</b>	<b>1,68,56,413</b>	<b>1,02,58,560</b>	<b>-</b>	<b>2,71,14,973</b>	<b>53,31,202</b>	<b>-</b>	<b>1,31,56,762</b>	<b>1,39,58,211</b>	<b>90,30,853</b>
Previous period	1,08,03,309	60,78,117	25,013	1,68,56,413	37,49,702	(74,547)	78,25,560	90,30,853	

**INTANGIBLE ASSETS**

Particulars	Gross Block			Accumulated Depreciation			Net block		
	As at April 1, 2015	Addition during the year	Disposals during the year	Balance as at March 31, 2016	For the year	Adjustment during the year	Balance as at March 31, 2016	As at March 31, 2016	As at March 31, 2015
Computer software	23,65,834	15,18,598	-	38,84,432	5,04,373	-	19,43,519	19,40,913	9,26,688
<b>Total</b>	<b>23,65,834</b>	<b>15,18,598</b>	<b>-</b>	<b>38,84,432</b>	<b>5,04,373</b>	<b>-</b>	<b>19,43,519</b>	<b>19,40,913</b>	<b>9,26,688</b>
Previous period	13,74,070	9,91,764	-	23,65,834	1,90,874	(1,46,161)	14,39,146	9,26,688	



*(Handwritten signature)*

**CHAITANYA INDIA FIN CREDIT PRIVATE LIMITED**

NO. 312, 14 - P, SKYLINE SURABHI APARTMENT, VIDYAPEETA MAIN ROAD, BSK 3RD STAGE, BANGALORE - 560085

Notes Forming Part Of Statement of Profit & Loss

**20 REVENUE FROM OPERATIONS**

Particulars	(Amount in Rupees)	
	As at March 31, 2016	As at March 31, 2015
Interest Received from Customers	31,54,79,410	17,04,39,770
Loan Processing Fees	3,49,13,937	1,59,84,663
Securitization Income	40,13,543	29,99,737
<b>Total</b>	<b>35,44,06,890</b>	<b>18,94,24,170</b>

**21 OTHER INCOME**

Particulars	(Amount in Rupees)	
	As at March 31, 2016	As at March 31, 2015
<u>Interest income</u>		
On Bank Deposits	1,01,59,189	79,40,031
<u>Dividend income</u>		
On Current Investments	-	30,71,266
Short Term Capital gain on Mutual Fund	70,51,101	-
Loan Processing Fees on employee loan	10,342	7,750
Interest on employee loan	3,10,733	1,44,419
Other Income	4,61,607	5,21,996
<b>Total</b>	<b>1,79,92,972</b>	<b>1,16,85,462</b>

**22 FINANCE COSTS**

Particulars	(Amount in Rupees)	
	As at March 31, 2016	As at March 31, 2015
<u>Interest expense</u>		
On Term Loans	15,38,72,936	8,71,29,442
On NCDs	1,67,29,863	89,96,689
Bank charges	4,03,856	3,56,608
Loan Processing Expenses	1,64,35,420	63,34,035
Securitisation Expenses	-	-
NCD Expenses	64,54,379	8,80,131
<b>Total</b>	<b>19,38,96,454</b>	<b>10,36,96,905</b>

**23 EMPLOYEE BENEFIT EXPENSES**

Particulars	(Amount in Rupees)	
	As at March 31, 2016	As at March 31, 2015
Salary, Wages, Allowances & other Benefits	7,65,16,672	4,15,66,061
Contributions to P.F., ESI & Others	62,36,574	29,90,575
Gratuity Expenses	18,62,412	17,94,649
Staff welfare expenses	34,20,019	19,90,253
<b>Total</b>	<b>8,80,35,677</b>	<b>4,83,41,538</b>



## 24 OTHER EXPENSES

(Amount in Rupees)

Particulars	As at March 31, 2016	As at March 31, 2015
Conveyance Expenses	1,44,08,978	64,33,277
Rent	55,69,873	31,04,434
Printing, Books & Other Stationary	48,31,007	25,99,786
Vehicle Running & Maintenance	26,52,999	16,64,924
Telephone & Internet Charges	38,30,363	18,49,160
Professional Charges	25,43,907	33,33,576
Professional Fees towards Application for Small Finance Bank	-	9,92,700
Tour & Travelling Expenses	25,67,511	19,14,340
Meeting & Training Expenses	31,98,921	15,49,443
Rent Paid For Server Hosting	2,59,882	2,81,806
Remuneration to Statutory Auditors	1,64,826	1,28,652
Remuneration to Internal Auditors	4,45,721	1,22,500
Business Promotion Expenses	2,87,588	2,13,173
Service Tax Paid	45,20,425	19,34,431
Membership Fee & Subscription	4,41,889	2,72,215
Electricity Charges	6,61,431	3,99,787
Postage & Courier Charges	3,51,937	1,94,419
Director's Sitting Fees	2,55,000	90,000
Repairs & Maintenance [General]	2,73,089	2,81,106
Repairs & Maintenance of Computers	2,14,983	74,038
Water Charges	4,60,611	1,86,005
Insurance Charges	3,85,206	1,60,162
Office & General Expenses	13,43,541	6,52,264
Brokerage for Office	13,700	15,750
Rates & Taxes	18,40,152	13,89,334
Prior Period Expenses	-	42,526
Recruitment Expenses	3,54,871	1,13,565
Auction Related Expenses	9,900	-
Cash loss in Transit	40,721	5,000
Assets Written Off	-	804
Depreciation effect on Account of Change in Accounting Policy for Intangible Assets	-	41,903
Loss on sale of Assets	-	4,140
<b>Total</b>	<b>5,19,29,030</b>	<b>3,00,45,221</b>

*Handwritten signature*



Subnote Forming Part Of Balance Sheet

A. Long Term Borrowings & Current Maturities Of Long-Term Borrowings

i. From Banks

Sl. No.	Rate of Interest	Original Loan Tenure	No. of Installments O/s as on 31.03.2016	Long Term Borrowings		Current Maturities of Long Term Borrowings		Securities Offered
				31.03.2016	31.03.2015	31.03.2016	31.03.2015	
1	12.55%	36 Months	0	-	-	3,45,00,007	-	Cash Collateral, Personal Guarantees of Promoter Directors, Book Debts Assigned
2	12.55%	33 Months	9	1,50,00,014	-	1,50,00,012	1,99,99,992	Cash Collateral, Personal Guarantees of Promoter Directors, Book Debts Assigned
3	12.55%	33 Months	21	3,00,00,018	7,00,00,003	4,03,55,734	3,01,37,531	Cash Collateral, Personal Guarantees of Promoter Directors, Book Debts Assigned
4	12.35%	36 Months	2	-	83,30,000	84,13,814	1,27,62,439	Cash Collateral, Personal Guarantees of Promoter Directors, Book Debts Assigned
5	14.00%	23 Months	0	-	-	-	40,00,000	Cash Collateral, Personal Guarantees of Promoter Directors, Book Debts Assigned
6	14.00%	23 Months	0	-	-	-	1,25,00,000	Cash Collateral, Personal Guarantees of Promoter Directors, Book Debts Assigned
7	14.00%	24 Months	8	-	1,14,10,000	1,14,10,000	1,71,60,000	Cash Collateral, Personal Guarantees of Promoter Directors, Book Debts Assigned
8	14.00%	24 Months	11	-	2,84,00,000	2,84,00,000	2,16,00,000	Cash Collateral, Personal Guarantees of Promoter Directors, Book Debts Assigned
9	13.00%	20	20	2,00,00,000	-	3,00,00,000	-	Cash Collateral, Personal Guarantees of Promoter Directors, Book Debts Assigned
10	12.45%	36 Months	36	3,33,37,000	-	1,46,91,633	-	Cash Collateral, Personal Guarantees of Promoter Directors, Book Debts Assigned
11	14.00%	36 Months	9	-	54,32,000	55,03,736	72,84,000	Cash Collateral, Personal Guarantees of Promoter Directors, Book Debts Assigned
12	14.00%	36 Months	18	54,30,000	1,63,50,000	1,11,15,650	1,09,20,000	Cash Collateral, Personal Guarantees of Promoter Directors, Book Debts Assigned
13	14.00%	36 Months	30	1,63,65,000	-	1,12,27,482	-	Cash Collateral, Personal Guarantees of Promoter Directors, Book Debts Assigned
14	12.00%	48 Months	17	61,799	2,11,054	1,49,480	1,35,619	Motor Car Hypothecated to Bank
15	14.75%	24 Months	0	-	-	-	1,71,42,858	Cash Collateral, Personal Guarantees of Promoter Directors, Book Debts Assigned
16	14.50%	24 Months	2	-	1,42,85,715	1,42,85,715	2,85,71,428	Cash Collateral, Personal Guarantees of Promoter Directors, Book Debts Assigned
17	12.50%	22 Months	0	-	-	-	36,49,817	Cash Collateral, Personal Guarantees of Promoter Directors, Book Debts Assigned
18	12.50%	24 Months	15	53,12,500	2,42,85,710	2,12,50,000	1,82,43,400	Cash Collateral, Personal Guarantees of Promoter Directors, Book Debts Assigned, Corporate Guarantee of Chaitanya Rural Intermediation Development Services Pvt Ltd
19	14.70%	36 Months	4	-	1,00,00,000	1,00,00,000	1,01,37,397	Cash Collateral, Personal Guarantees of Promoter Directors, Book Debts Assigned
20	12.40%	36 Months	12	3,33,33,332	-	1,66,66,668	-	Cash Collateral, Personal Guarantees of Promoter Directors, Book Debts Assigned
21	14.00%	36 Months	13	6,25,000	81,25,000	87,29,518	87,84,767	Cash Collateral, Personal Guarantees of Promoter Directors, Book Debts Assigned
22	13.65%	36 Months	30	1,90,00,000	-	1,10,11,189	-	Cash Collateral, Personal Guarantees of Promoter Directors, Book Debts Assigned
23	12.75%	36 Months	22	99,01,307	2,10,00,000	1,20,00,000	93,26,167	Cash Collateral, Personal Guarantees of Promoter Directors, Book Debts Assigned
24	13.50%	36 Months	8	1,81,81,815	3,63,63,635	1,81,81,820	1,41,35,680	Cash Collateral, Personal Guarantees of Promoter Directors, Book Debts Assigned, Corporate Guarantee of Chaitanya Rural Intermediation Development Services Pvt Ltd
25	13.75%	36 Months	25	1,96,80,848	1,13,56,000	1,86,34,169	1,36,62,836	Cash Collateral, Personal Guarantees of Promoter Directors, Book Debts Assigned, Corporate Guarantee of Chaitanya Rural Intermediation Development Services Pvt Ltd
26	14.00%	48 Months	20	-	80,00,000	80,00,000	1,01,51,890	Personal Guarantees of Promoter Directors, Book Debts Assigned
27	10.50%	36 Months	4	3,33,33,333	6,66,66,667	3,33,33,334	3,50,01,825	Personal Guarantees of Promoter Directors, Book Debts Assigned
28	10.50%	36 Months	6	4,99,97,332	-	3,33,33,334	-	Personal Guarantees of Promoter Directors, Book Debts Assigned
29	11.75%	60 Months	18	32,318	94,985	59,819	36,651	Motor Car Hypothecated to Bank
30	11.75%	60 Months	18	32,318	94,985	59,819	36,651	Motor Car Hypothecated to Bank
31	15.75%	60 Months	20	82,342	1,99,867	1,21,928	1,02,705	Motor Car Hypothecated to Bank
32	13.00%	18 Months	12	-	-	3,75,00,000	-	Cash Collateral, Personal Guarantees of Promoter Directors, Book Debts Assigned
33	13.00%	24 Months	23	2,29,16,667	-	2,50,00,000	-	Cash Collateral, Personal Guarantees of Promoter Directors, Book Debts Assigned
34	12.50%	82 Months	26	1,76,92,310	-	23,07,690	-	Cash Collateral, Personal Guarantees of Promoter Directors, Book Debts Assigned
35	13.75%	36 Months	34	1,83,33,100	-	1,03,02,100	-	Cash Collateral, Personal Guarantees of Promoter Directors, Book Debts Assigned
				<b>Total (a)</b>	<b>35,36,48,338</b>	<b>45,46,44,634</b>	<b>34,00,22,659</b>	



ii. From Financial Institutions

Sl. No.	Rate of Interest	Original Loan Tenure	No. of Installments O/A as on 31.03.2016	Long Term Borrowings		Current Maturities of Long Term Borrowings		Securities Offered
				31.03.2016	31.03.2015	31.03.2016	31.03.2015	
1	16.50%	24 Months	0	-	-	75,00,049	-	Cash Collateral, Personal Guarantees of Promoter Directors, Book Debts Assigned, PDCs for EMI Amount
2	16.50%	24 Months	6	-	75,00,000	75,00,000	1,50,18,309	Cash Collateral, Personal Guarantees of Promoter Directors, Book Debts Assigned, PDCs for EMI Amount
3	16.50%	24 Months	12	-	1,00,00,004	1,00,00,004	1,00,08,133	Cash Collateral, Personal Guarantees of Promoter Directors, Book Debts Assigned, PDCs for EMI Amount
4	15.25%	18 Months	0	-	-	-	1,89,82,107	Cash Collateral, Personal Guarantees of Promoter Directors, Book Debts Assigned
5	15.25%	18 Months	0	-	-	-	2,13,46,128	Cash Collateral, Personal Guarantees of Promoter Directors, Book Debts Assigned
6	15.25%	18 Months	0	-	-	-	1,17,70,835	Cash Collateral, Personal Guarantees of Promoter Directors, Book Debts Assigned
7	15.25%	18 Months	0	-	-	-	1,17,49,849	Cash Collateral, Personal Guarantees of Promoter Directors, Book Debts Assigned
8	15.25%	18 Months	3	-	54,88,100	54,88,100	1,99,91,626	Cash Collateral, Personal Guarantees of Promoter Directors, Book Debts Assigned
9	15.25%	24 Months	16	37,87,802	-	1,02,16,381	-	Cash Collateral, Personal Guarantees of Promoter Directors, Book Debts Assigned
10	15.25%	24 Months	18	2,23,51,416	-	3,98,53,067	-	Cash Collateral, Personal Guarantees of Promoter Directors, Book Debts Assigned
11	15.25%	36 Months	32	3,05,55,982	-	1,49,31,612	-	Personal Guarantees of Promoter Directors, Book Debts Assigned
12	15.25%	36 Months	32	3,05,55,982	-	1,49,31,612	-	Personal Guarantees of Promoter Directors, Book Debts Assigned
13	15.50%	24 Months	21	-	1,87,55,000	1,87,55,000	2,54,80,917	Personal Guarantees of Promoter Directors, Book Debts Assigned
14	15.00%	36 Months	35	9,58,29,000	-	5,00,04,000	-	Personal Guarantees of Promoter Directors, Book Debts Assigned
15	15.50%	36 Months	22	48,82,922.00	99,72,710	50,89,786.00	44,61,831	Cash Collateral, Personal Guarantees of Promoter Directors, Book Debts Assigned
16	15.00%	36 Months	32	91,51,291.00	-	44,93,645.00	-	Cash Collateral, Personal Guarantees of Promoter Directors, Book Debts Assigned
17	16.50%	24 Months	12	-	1,50,00,000	2,64,28,571	1,50,73,233	Personal Guarantees of Promoter Directors, Book Debts Assigned
18	16.00%	24 Months	8	-	50,00,000	50,00,000	75,00,000	Cash Collateral, Personal Guarantees of Promoter Directors, Book Debts Assigned
19	16.00%	24 Months	9	-	37,49,995	37,49,995	50,00,004	Cash Collateral, Personal Guarantees of Promoter Directors, Book Debts Assigned
20	16.00%	24 Months	10	-	-	-	41,66,664	Cash Collateral, Personal Guarantees of Promoter Directors, Book Debts Assigned
21	16.00%	24 Months	12	-	-	-	49,99,998	Cash Collateral, Personal Guarantees of Promoter Directors, Book Debts Assigned
22	16.00%	24 Months	14	11,11,104	-	66,66,672	-	Cash Collateral, Personal Guarantees of Promoter Directors, Book Debts Assigned
23	14.00%	36 Months	12	3,33,33,332	-	1,66,66,668	-	Personal Guarantees of Promoter Directors, Book Debts Assigned
24	14.75%	27 Months	24	5,77,84,997	-	4,22,15,003	-	Cash Collateral, Personal Guarantees of Promoter Directors, Book Debts Assigned
25	14.50%	36 Months	30	3,49,99,997	-	1,50,00,003	-	Personal Guarantees of Promoter Directors, Book Debts Assigned
Total (a)				32,43,43,825	7,54,65,809	30,61,90,781	17,38,86,021	
Total (a) + (b)				67,79,92,163	43,10,71,443	76,08,05,417	51,39,08,680	

B. Short Term Borrowings

From Financial Institutions

Sl. No.	Rate of Interest	Loan Tenure	No. of Installments O/A as on 31.03.2016	Short Term Borrowings		Securities Offered
				31.03.2016	31.03.2015	
1	15.50%	12 Months	8	-	3,45,78,597	Cash Collateral, Personal Guarantees of Promoter Directors, Book Debts Assigned, PDCs for EMI Amount
2	16.25%	12 Months	10	-	4,00,00,000	Cash Collateral, Personal Guarantees of Promoter Directors, Book Debts Assigned, PDCs for EMI Amount
3	16.50%	12 Months	4	-	1,21,07,408	Cash Collateral, Personal Guarantees of Promoter Directors, Book Debts Assigned, PDCs for EMI Amount
4	16.00%	12 Months	2	-	2,00,00,000	Personal Guarantees of Promoter Directors, Book Debts Assigned, PDCs for EMI Amount
Total				-	3,60,00,000	8,66,86,005

Note: (a) The Company has not defaulted in the repayment of dues to Banks and Financial Institutions

(b) The Interest Rate disclosed above represents the rate interest as on 31.03.2016



C. Details of Non Convertible Debentures

Sl. No.	Coupon Rate	Maturity Date	Debt Details		As at 31.03.2016		As at 31.03.2015		Options Available	Date of Redemption if Option is exercised
			Nos.	Face Value	Rs.	Rs.	No	No		
1	12.95%	28-Jul-16	75	10,00,000	1,25,00,025	5,00,00,025	NA	NA		
2	11.88%	28-Jan-17	50	10,00,000	1,66,66,500	3,66,66,600	NA	NA		
3	13.50%	28-Jun-17	100	10,00,000	6,25,00,000	-	NA	NA		
Total					9,16,66,525	8,66,66,625				
Less: Current Maturities of NCDs					7,91,66,525	5,75,00,100				
Long Term Portion of NCDs					1,25,00,000	2,91,66,525				

Note: (a) The Secured, Non Convertible Debentures are secured by hypothecation of specified Receivables under Financing Activities  
 (b) The above Non Convertible Debentures are listed on BSE Limited (Bambay Stock Exchange). Further, the Company has entered into an agreement with GDA Trusteeship Services Limited to act as Debentures Trustees to  
 (c) The Company has not defaulted in the repayment of dues to the Debenture Holders.

D. Sub Debt

Sl. No.	Rate of Interest	Original Loan Tenure	No. of Installments O/s as on 31.03.2016	Long Term Borrowings		Current Maturities of Long Term		Securities Offered
				31.03.2016	31.03.2015	31.03.2016	31.03.2015	
1	16.50%	78 Months	1	5,00,00,000	-	-	NA	
2	17.00%	74 Months	1	5,00,00,000	-	-	NA	
Total				10,00,00,000	-	-	-	

E. Unsecured Loan

Sl. No.	Rate of Interest	Original Loan Tenure	No. of Installments O/s as on 31.03.2016	Long Term Borrowings		Current Maturities of Long Term		Securities Offered
				31.03.2016	31.03.2015	31.03.2016	31.03.2015	
1	14.00%	13 Months	1	-	-	-	10,00,000	NA
2	17.00%	13 Months	1	-	-	-	33,04,000	NA
3	17.45%	36 Months	11	2,91,66,665	-	1,66,66,668	-	NA
4	14.50%	74 Months	1	5,00,00,000	-	-	-	NA
Total				7,91,66,665	-	1,66,66,668	43,04,000	
Grand Total				86,96,58,828	46,02,37,968	89,26,38,610	66,23,98,785	

*[Handwritten Signature]*



## 1. CORPORATE INFORMATION

Chaitanya India Fin Credit Private Limited was incorporated on March 31, 2009, to carry on the business of Lending, Installment Financing, Bill discounting, Providing Working Capital and Term Loan Facilities to Small and Medium Business Enterprises including Individual loans, with or without all or any types of securities. And the Company act's as facilitator for provision of micro finance, savings and other financial services by acting as intermediaries between Bank, Financial Institutions, Individuals, Corporate bodies or other entities (whether incorporated or not), of one part, with The Self Help Groups (SHG), Members of SHGs, discrete individuals or small groups which are in the process of forming SHGs and / or other micro-credit aspirants, And to assist, execute, provide consultancy service and promote and finance such programs, either directly or through an independent agency and/or in any other manner.

The Company is a Non-Banking Finance Company - Micro Finance Institution (NBFC-MFI). The Company has received Certificate of registration from Reserve Bank of India dated 25<sup>th</sup> September 2009, to Carry on the business of Non- Banking Financial Institution without accepting deposits. During the year ended 31<sup>st</sup> March 2014, the company has obtained registration under the Non-Banking Finance Company - Micro Finance Institution ( Reserve Bank) Directions, 2011 vide RBI Letter dated 05<sup>th</sup> September 2013.

Chaitanya India Fin Credit Private Limited is a subsidiary of Chaitanya Rural Intermediation Development Services Private Limited with effect from 12<sup>th</sup> November 2014.

## 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

### a) Basis of Accounting

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 notified under Section 133 of the Companies Act, 2013 in terms of General Circular 15/2013 dated 13 September 2013 of the Ministry of Corporate Affairs) and the relevant provisions of the 2013 Act, as applicable. 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.

The Company is a Non-Banking Finance Company - Micro Finance Institutions (NBFC-MFI). The Company follows the prudential norms for income recognition, asset classification and provisioning as prescribed by the Reserve Bank of India for Non-Banking Finance Company - Micro Finance institution (NBFC-MFI).

### b) Revenue Recognition

- i. Revenue from Interest on loans financed by the Company is recognized on accrual basis, except for loans outstanding for more 90 days which will be recognized only on receipt basis, considering the directions issued by the RBI from time to time.
- ii. Revenues from loan processing charges are recognized as income on cash basis.
- iii. Income on securitization is recognized on the basis of Circular DBOD.No.BP.BC.60/21.04.048/2005-06 dated 1<sup>st</sup> February 2006 issued by RBI. The said circular has prescribed a formula for Amortization of Securtiaztion Profits. Till 31<sup>st</sup> March 2015, the company has been recognizing the Securitization Income on Cash Basis. This amounts to change in Accounting policy during 2015-16. Due to the said change the profit of the company was reduced to the extent of Rs.65,63,717/-. But the Change in Accounting Policy is warranted as the company was required to comply with provisions mentioned in above said Circular.



- iv. Revenue from interest income in fixed deposits with banks is recognized on time proportion basis taking into account the amount outstanding and the rate applicable.
- v. Short term capital gains on sale of investment instruments (treasury operations) are recognized on actual sale of instruments.

**c) Use Of Estimates**

The preparation of financial statements, in conformity with generally accepted accounting principles, requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the results of operations at the end of reporting period. Although these estimates are based upon management's best knowledge of current events and actions, actual results could differ from these estimates. Any revision to accounting estimates is recognized prospectively.

**d) Fixed Assets**

**i. Tangible Fixed Assets**

Fixed assets are carried at cost less accumulated depreciation and impairment losses, if any. The cost of a tangible asset comprises its purchase price net of any trade discounts and rebates, 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.

**ii. Intangible Fixed Assets**

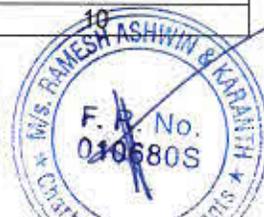
Intangible assets are carried at cost less accumulated amortization and impairment losses, if any. The cost of an intangible asset comprises its purchase price, including any import duties and other taxes (other than those subsequently recoverable from the taxing authorities) and any directly attributable expenditure on making the asset ready for its intended use and net of any trade discounts and rebates. Subsequent expenditure on an intangible asset after its purchase / completion is recognized as an expense when incurred, unless it is probable that such expenditure will enable the asset to generate future economic benefits in excess of its originally assessed standards of performance and such expenditure can be measured and attributed to the asset reliably, in which case such expenditure is added to the cost of the asset.

**e) Depreciation and Amortization**

Depreciation on Tangible Fixed Assets has been provided on the Written down value method as prescribed in Schedule II of Companies Act 2013 or the rates determined by the management as per estimated useful life of the Assets, whichever is higher. In case the remaining useful life of the asset is nil as on the opening day of the Financial year as per Schedule II of Companies Act 2013, the net carrying amount of such asset minus residual value has been charged to Retained earnings as per The Application Guide on the Schedule II to the Companies Act 2013 issued by Institute of Chartered Accountants of India. All Individual Assets (other than Furniture & Fixtures and Office equipments) valued less than Rs. 5000/- are depreciated in full in the year of acquisition. The Useful life of the Assets are as follows:

**Tangible Assets:**

Sl. No	Asset	Useful Life ( In Years)
1.	Furniture & Fixtures	10
2.	Computer & Peripherals	3
3.	Office Equipments	5
4.	Electrical Equipments	10
5.	UPS	10
6.	Motor Bikes	10
7.	Motor Car	8
8.	Safe Locker	10



**Intangible Assets:**

Sl. No	Asset	Useful Life ( In Years)
1.	Computer Software	3

The company is charging depreciation on Computer software on Straight Line method as the company feels the same would result in a more appropriate presentation of Financial Statements.

**f) Investments**

Long-term investments are carried individually at cost less provision for diminution, other than temporary, in the value of such investments. Current investments are carried at the lower of cost and fair market value. Cost of investments includes acquisition charges such as brokerage, fees and duties.

**g) Employee Retirement Benefits**

Employee benefits include provident fund, gratuity and ESI.

**Defined contribution plan:**

The Company's contribution to provident fund and ESI are considered as defined contribution plan and are charged as an expense as they fall due based on the amount of contribution required to be made and when the services are rendered by the employees.

**Defined benefit plans:**

For defined benefit plans in the form of gratuity fund, the cost of providing benefits is determined using the Projected Unit Credit (PUC) actuarial method, with actuarial valuations being carried out at balance sheet date. Actuarial gains and losses are recognized in the Statement of Profit and Loss in the period in which they occur. Past service cost is recognized immediately to the extent that the benefits are already vested and otherwise is amortized on a straight-line basis over the average period until the benefits become vested. The retirement benefit obligation recognized in the Balance Sheet represents the present value of the defined benefit obligation as adjusted for unrecognized past service cost, as reduced by the fair value of scheme assets.

Company adopted Accounting Standard 15 "Employee Benefits" ('AS 15') as specified in Rule 3 of the Companies (Accounting Standard) Rules, 2006:

Particulars	31 March 2016 (Rs.)	31 March 2015 (Rs.)
<b>Change in present value of obligation</b>		
Present value of obligation as at the beginning of the year	17,94,649	-
Current service cost	17,43,025	-
Interest cost	1,43,572	-
Actuarial (gain) / loss	(24,185)	-
Benefits paid	-	-
Present value of obligation as at the end of the year	36,57,061	17,94,649
<b>Change in plan assets</b>		
Plan assets at the beginning of the year	-	-
Expected return on plan assets	-	-
Contribution by the Company	-	-
Benefits paid	-	-
Actuarial gain / (loss)	-	-

AP

*[Signature]*



Plan assets at the end of the year	-	-
Liability recognized in the financial statement	36,57,061	17,94,649
<b>Expense recognized in the Statement of Profit and Loss</b>		
Current service cost	17,43,025	17,94,649
Interest cost	1,43,572	-
Actuarial (gain) / loss	(24,185)	-
Expense recognized in the Statement of Profit and Loss	18,62,412	17,94,649
<b>Constitution of plan assets</b>		
Other than equity, debt, property and bank a/c	Not applicable	Not applicable
Funded with LIC	Not applicable	Not applicable

Particulars	31 March 2016 (Rs.)	31 March 2015 (Rs.)
<b>Main actuarial assumptions</b>		
Discount rate	8.00%	8.00%
Expected future salary increase*	5.00%	5.00%
Expected rate of return on plan assets	-	-
<b>Demographic assumptions</b>		
Retirement age	60 years	65 years
Mortality table	Indian Assured Lives Mortality (2006-08)	Indian Assured Lives Mortality (2006-08)
Withdrawal rate:		
Up to 25 years	8%	8%
26 to 30 years	7%	7%
31 to 35 years	6%	6%
36 to 40 years	5%	5%
41 to 45 years	4%	4%
46 to 50 years	3%	3%
51 to 55 years	2%	2%
Above 56 years	1%	1%

Particulars	For the year ended 31 March 2016	For the year ended 31 March 2015
Present value of obligation at the end	36,57,061	17,94,649
Fair value of plan assets at the end	-	-
Net liability recognized in Balance Sheet	36,57,061	17,94,649
Experience adjustment on plan liabilities (loss) / gain	(24,185)	-
Experience adjustment on plan assets (loss) / gain	-	-

Handwritten signatures and initials.



## h) Asset classification & Provisioning

### 1. Classification of Assets:

The Company follows Prudential Norms of the Reserve Bank of India (RBI) with regards to classification in respect of all loans extended to its customers. Loans where the installment is overdue for a period of 90 days or more or on which interest amount remained overdue for a period of 90 days or more is treated as Non Performing Assets. Provision is made for loan assets as per the RBI Circular No. RBI/2015-16/22 DNBR.(PD)CC.No. 045/ 03.10.119 /2015-16, Dated 1st July 2015.

Classification of Assets	As at 31 <sup>st</sup> March 2016	As at 31 <sup>st</sup> March 2015
Standard Assets	187,23,18,755	89,46,32,553
Sub-standard Assets		
Secured Loans	56,84,584	34,61,400
Unsecured Loans(JLG loans)	8,70,522	4,16,849
<b>Total Sub- Standard Assets</b>	<b>65,55,106</b>	<b>38,78,249</b>
Staff Loans	11,75,244	8,15,418
<b>Total</b>	<b>188,00,49,105</b>	<b>89,93,26,220</b>

### 2. Provisioning Norms for Loans - As Per RBI Guidelines[Non-Banking Financial Companies - Micro Finance Institutions (Reserve Bank) Directions, 2011]

The aggregate loan provision to be maintained by NBFC-MFIs at any point of time shall not be less than the higher of the following:

1% of the outstanding loan portfolio or

50% of the aggregate loan installments which are overdue for more than 90 days and less than 180 days and 100% of the aggregate loan installments which are overdue for 180 days or more.

Provision for Assets	As at 31 <sup>st</sup> March 2016	As at 31 <sup>st</sup> March 2015
1% of Aggregate Loan Portfolio (A)	188,00,491	89,93,263
50% of the aggregate loan installments which are overdue for more than 90 days and less than 180 days	12,62,295	6,29,665
100% of the aggregate loan installments which are overdue for 180 days or more	28,51,410	16,69,271
<b>Total Provision on Sub-Standard Assets (B)</b>	<b>41,13,705</b>	<b>22,98,936</b>
<b>Higher of (A) &amp; (B)</b>	<b>188,00,491</b>	<b>89,93,263</b>
Less: Provision at the Beginning of the Period	89,93,263	47,76,066
Additional Provision for the FY	98,07,228	42,17,197

Note: Provision for Standard Assets for the Financial Year 2015-16 - Rs. 146,86,786/- . Provision for Standard Assets for the Previous Financial Year 2014-15 - Rs. 66,94,327/- .

### i) Leases

Lease arrangements where the risks and rewards incidental to ownership of an asset substantially vest with the lessor are recognized as operating leases. Lease rentals under operating leases are recognized in the Statement of Profit and Loss on a straight-line basis.



**j) Provisions and Contingencies**

A provision is recognized when an enterprise has a present obligation as a result of past event, it is probable that an outflow of resources will be required to settle the obligation, in respect of which a reliable estimate can be made, Provisions are not discounted to its present value and are determined based on best estimate required to settle the obligation at the balance sheet date, these are reviewed at each balance sheet date and adjusted to reflect the current best estimates.

All material known liabilities are provided for and liabilities which are material and whose future outcome cannot be ascertained with reasonable certainty are treated as contingent and disclosed by way of notes to the accounts.

**k) Taxes on Income**

Tax expense comprises of current and deferred tax.

Current income tax is measured after taking into consideration benefits/disallowances admissible under the provisions of the Income Tax Act, 1961.

Deferred tax is recognized, on timing difference, being the difference between taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax assets on unabsorbed depreciation and carried forward business losses, are recognized only if there is virtual certainty that they will be realized and are reviewed every year. The tax effect is calculated on the accumulated timing differences at the end of the period based on enacted or substantially enacted tax rates.

**l) Deferred Tax Expense/ Income**

The Deferred Tax Expense /Income for the period ended 31.03.2016 is worked out by considering the difference between depreciation under the Companies Act, 2013 and the Income Tax Act, 1961, recognition of preliminary expenses to the extent permitted under section 35D of the Income Tax Act, 1961, difference in treatment of provision for standard assets/ provision for Gratuity under Income Tax act 1961, Companies Act 2013 and difference between Unabsorbed Capital loss under Income tax 1961, and Companies act 2013.

m) The Balances in Trade payables, Other current liabilities [other than current maturities of long term borrowings], short term provisions, Long Term / Short Term Loans & Advances towards financing activities, Long Term / Short Term Loans & Advances and Other Current assets are subject to confirmation.

n) Provisions for all known liabilities are adequate in the opinion of the Management.

o) The Company has written off Bad debts to the tune of Rs 2,04,899/- as the company feels that the chances of recovery of the said advances are remote.



p) Related Party Disclosures

Nature of Transaction	Related Party	Relationship	For the Year Ended 31st March 2016	For the Year Ended 31st March 2015
			Rs.	Rs.
Remuneration to Key Managerial Personnel	Mr. Anand Rao	Managing Director	22,98,290	17,63,904
	Mr. Samit Shankar Shetty	Director	22,98,290	17,63,904
	Mr. Ane Narasimha	Director	-	1,44,800
	Mr. Srinivasan C V	CFO	3,21,034	-
	<b>Total</b>		<b>49,17,614</b>	<b>36,72,608</b>
Director's Sitting Fees	Mr. K S Ravi	Director	75,000	30,000
	Mr. R Nanda Kumar	Director	75,000	30,000
	Mr. Ramesh Sundaresan	Nominee Director	60,000	30,000
	Mr. Ane Narasimha	Director	45,000	-
	<b>Total</b>		<b>2,55,000</b>	<b>90,000</b>
Share Application Money Received	Chaitanya Rural Intermediation Development Services Pvt. Ltd.	Holding Company	-	9,11,00,000
Equity Shares allotted	Chaitanya Rural Intermediation Development Services Pvt. Ltd.	Holding Company	107,50,000	2,44,00,000
Securities Premium Received	Chaitanya Rural Intermediation Development Services Pvt. Ltd.	Holding Company	193,50,000	3,66,00,000
Sale of Loan Portfolio	Chaitanya Rural Intermediation Development Services Pvt. Ltd.	Holding Company	200,15,013	-

q) Auditors Remuneration

PARTICULARS	2015-2016
STATUTORY AUDIT FEES	1,20,000/-
TAX AUDIT FEES	30,000/-
SERVICE TAX	21,750/-

r) During the year company has auctioned the gold & 2 Wheelers in case of defaults in repayment of gold loans & 2 Wheeler Loans. The details of such auction conducted during the year are as follows.

Particulars	Number of Cases	Auction Proceeds
Gold	44	11,20,300/-
2 Wheeler	51	15,86,477/-

s) The company has Qualifying assets of Rs. 175,33,53,571/- the qualifying assets is as defined in RBI Circular No. RBI/2015-16/20 DNBR.(PD)CC.No. 047 /03.10.119/2015-16, Dated 1<sup>st</sup> July 2015 the percentage of qualifying assets to total assets is 90.47%.



t) Capital Adequacy Ratio

Capital Adequacy Ratio		
Particulars	As at 31st March 2016 (Rs.)	As at 31st March 2015 (Rs.)
Tier I Capital	24,31,01,748	21,04,17,036
Tier II Capital	10,96,84,441	66,94,327
Total Capital	35,27,86,189	21,71,11,363
Total Risk Assets	193,87,14,605	96,65,60,721
Capital Ratios		
Tier I Capital as a percentage of Total Risk Assets (%)	12.54%	21.77%
Tier II Capital as a percentage of Total Risk Assets (%)	5.66%	0.69%
Total Capital (%)	18.20%	22.46%

u) Disclosure as required under RBI Circular No. RBI/2015-16/20 DNBR.(PD)CC.No. 047 /03.10.119/2015-16, Dated 1<sup>st</sup> July 2015:

Margin Cap of the Company as on 31 March 2016 is 9.75%. This has been computed as suggested by MFIN in their representation to the RBI Circular No. RBI/2015-16/20 DNBR.(PD)CC.No. 047 /03.10.119/2015-16, Dated 1<sup>st</sup> July 2015.

v) Borrowing Costs

Borrowing costs include interest and ancillary costs that the Company incurs in connection with the borrowings. Costs in connection with the borrowing of funds to the extent not directly related to the acquisition of qualifying assets are charged to the Statement of Profit and Loss at the time of availment of the Loan.

w) Segment reporting

The company does not have a distinguishable and reportable business or geographical segment. As such disclosure requirements stated in Accountant Standard -17(Segment reporting) are not applicable to the company.

x) Earnings per Share

Basic earnings per share is computed by dividing the profit / (loss) after tax (including the post tax effect of extraordinary items, if any) by the weighted average number of equity shares outstanding during the year. Diluted earnings per share is computed by dividing the profit / (loss) after tax (including the post tax effect of extraordinary items, if any) as adjusted for dividend, interest and other charges to expense or income relating to the dilutive potential equity shares, by the weighted average number of equity shares considered for deriving basic earnings per share and the weighted average number of equity shares which could have been issued on the conversion of all dilutive potential equity shares. Potential equity shares are deemed to be dilutive only if their conversion to equity shares would decrease the net profit per share from continuing ordinary operations. Potential dilutive equity shares are deemed to be converted as at the beginning of the period, unless they have been issued at a later date. The dilutive potential equity shares are adjusted for the proceeds receivable had the shares been actually issued at fair value (i.e. average market value of the outstanding shares). Dilutive potential equity shares are determined independently for each period presented. The number of equity shares and potentially dilutive equity shares are adjusted for share splits / reverse share splits and bonus shares, as appropriate.



y) Impairment of Assets

The carrying values of assets are reviewed at each reporting date to determine if there is indication of any impairment. If any indication exists, the assets recoverable amount is estimated. For assets that are not yet available for use, the recoverable amount is estimated at each reporting date. An impairment loss is recognised whenever the carrying amount of an asset or its cash generating unit exceeds its recoverable amount. Impairment losses are recognized in the Statement of Profit and Loss. An impairment loss is reversed if there has been a change in the estimates used to determine the recoverable amount. An impairment loss is reversed only to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined net of depreciation or amortization, as if no impairment loss had been recognised.

z) Statutory Reserve:

As per Section 45-IC of the Reserve bank of India Act, 1934, the Company is required to create a reserve fund at the rate of 20% of the net profit after tax of the Company every year. Accordingly the Company has transferred an amount of Rs. 29,84,870/- (Previous Year Rs. 16,67,720/-), out of the net profit after the tax for the year ended 31<sup>st</sup> March 2016 to Statutory Reserve.

aa) Securitization of Assets

As per the RBI Guidelines on Securitization on Standard Assets issued on 6 February 2006, the details of Assets De-recognised by way of securitisation are as under:

Particulars	For the Year Ended 31 <sup>st</sup> March 2016 (Rs.)	For the Year Ended 31 <sup>st</sup> March 2015 (Rs.)
Total Number of Loan Assets Securitized during the Year	12,943	13,415
Book Value of Loans Assets Securitized during the Year	15,37,15,490	10,92,07,324
Micro Finance Loans Subordinated as Credit Enhancements for Assets De-Recognised	-	-
Sale Consideration Received during the Year	16,43,79,648	11,36,70,752
Quantum of Credit Enhancement provided during the Year in the form of Deposits (including Accrued Interest)	1,00,04,690	89,88,872
Un-amortized Income as at year end	65,63,717	-
Interest spread Recognised in the Statement of Profit and Loss during the Year	14,14,340	44,63,428

bb) Disclosures Pursuant to Reserve Bank of India Guidelines on Securitization Transactions RBI/2015-16/107 DNBR(PD).CC.NO.056/03.10.119/2015-16 dated July 1<sup>st</sup> 2015

Sl. No.	Particulars	As at 31 March 2016	As at 31 March 2015
1	No of special purpose vehicle's (SPV's) sponsored by the NBFC for securitization transactions (Nos.)	3	3
2	Total amount of securitized assets as per books of the SPVs sponsored by the NBFC	15,37,15,490	10,92,07,324
3	Total amount of exposures retained by the NBFC to comply with Minimum Retention Ration( MRR) as on the date of balance sheet		
	a) Off-balance sheet exposures		
	- First loss	-	-
	- Others	-	-
	b) On-balance sheet exposures		
	- First loss ( Cash Collateral) (including Accrued	1,00,04,690	89,88,872

*Handwritten signature*



	Interest)		
	- Others ( Investment in pass through Certificates)	-	-
4	Amount of exposures to securitisation transactions other than MRR		
	a) Off-balance sheet exposures		
	i) Exposure to own securitizations		
	- First loss	-	-
	- Others	-	-
	b) On-balance sheet exposures		
	i) Exposure to own securitizations		
	- First loss	-	-
	- Others	-	-
	ii) Exposure to third party securitizations		
	- First loss	-	-
	- Others	-	-

cc) Disclosure for Buy-out Transactions

Particulars	For the Year Ended 31 <sup>st</sup> March 2016 (Rs.)	For the Year Ended 31 <sup>st</sup> March 2015 (Rs.)
No. of Buy-out Transactions during the year	5	2
Total Number of Loan Assets buy-out during the Year	13,241	1,489
Loans Assets buy-out during the Year	21,80,32,154	3,26,18,532
Total amount of exposures retained by the NBFC to comply with Minimum Retention Ration ( MRR)	1,38,17,759	20,81,853
Consideration Received during the Year	20,42,14,395	3,26,18,532

dd) Disclosure Pursuant to paragraph 13 of Non- Banking Financial ( Non- Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2007):

Particulars	As on 31 March 2016		As on 31 March 2015	
	Amount Outstanding in Rs.	Amount Overdue in Rs.	Amount Outstanding in Rs.	Amount Overdue in Rs.
<b>Liabilities:</b>				
1	Loans and Advances availed by the NBFC inclusive of interest accrued there on but not paid:			
(a)	Debentures			
	- Secured	9,16,66,525	-	8,66,66,625
	- Unsecured	-	-	-
	( other than falling within the meaning of public deposits)			
(b)	Deferred Credits			
(c)	Term Loans			
	- Secured	147,47,97,581	-	1,03,16,66,128
	- Unsecured	9,58,33,333	-	43,04,000
(d)	Inter- Corporate Loans and Borrowings			
(e)	Commercial Paper			
(f)	Cash Credits			
(g)	Sub Debt			
		10,00,00,000	-	-

*[Handwritten Signature]*



	Particulars	Amount outstanding as at 31 March 2016 in Rs.	Amount outstanding as at 31 March 2015 in Rs.
	<b>Assets:</b>		
2	<b>Break-up of loans and Advances including Bills Receivables [Other than those included in (3) below]:</b>		
(a)	Secured	12,39,58,187	6,45,66,482
(b)	Unsecured (Refer Note(i)Below)	175,49,15,674	83,39,44,320
3	<b>Break up of Leased Assets and Stock on Hire and Other Assets Counting towards AFC activities</b>		
(i)	Lease Assets including Lease Rentals Accrued and Due:		
	(a) Financial Lease	-	-
	(b) Operating Lease	-	-
(ii)	Stock on Hire including Hire Charges under Sundry Debtors:		
	(a) Assets on Hire	-	-
	(b) Repossessed Assets	-	-
(iii)	Other Loans counting towards AFC Activities		
	(a) Loans where Assets have been Repossessed	-	-
	(b) Loans other than (a) above	-	-

	Particulars	Amount outstanding as at 31 March 2016 in Rs.	Amount outstanding as at 31 March 2015 in Rs.
4	<b>Break-up if Investments</b>		
	<b>Current Investments</b>		
	<b>I Quoted:</b>		
(i)	Shares: (a) Equity	-	-
	(b) Preference	-	-
(ii)	Debentures and Bonds	-	-
(iii)	Units of Mutual Funds	-	-
(iv)	Government Securities	-	-
(v)	Other (Please specify)	-	-
	<b>II Unquoted:</b>		
(i)	Shares: (a) Equity	-	-
	(b) Preference	-	-
(ii)	Debentures and Bonds	-	-
(iii)	Units of Mutual Funds	-	-
(iv)	Government Securities	-	-
(v)	Other (Please specify)	-	-
	<b>Long Term Investments</b>		
	<b>I Quoted:</b>		
(i)	Shares: (a) Equity	-	-
	(b) Preference	-	-
(ii)	Debentures and Bonds	-	-
(iii)	Units of Mutual Funds	-	-
(iv)	Government Securities	-	-
(v)	Other (Please specify)	-	-
	<b>II Unquoted:</b>		
(i)	Shares: (a) Equity	-	-
	(b) Preference	-	-

Handwritten signature and initials.



(ii)	Debentures and Bonds	-	-
(iii)	Units of Mutual Funds	-	-
(iv)	Government Securities	-	-
(v)	Investment in Pass Through Certificates	-	-

5 Borrower Group-wise Classification of Assets Financed as in(2)and (3) above					
5	Category	As at 31 March 2016 Amount in Rs.		As at 31 March 2015 Amount in Rs.	
		Secured	Unsecured	Secured	Unsecured
1	Related Parties				
	(a) Subsidiaries	-	-	-	-
	(b) Companies in the same Group	-	-	-	-
	(c) Other Related Parties	-	-	-	-
2	Other than Related Parties	12,39,58,187	175,49,15,674	6,45,66,482	83,39,44,320
	<b>Total</b>	<b>12,39,58,187</b>	<b>175,49,15,674</b>	<b>6,45,66,482</b>	<b>83,39,44,320</b>

6 Investor Group-wise Classification of all Investments (Current and Long Term) in Shares and Securities ( both Quoted and Unquoted):					
6	Category	Market Value/ Break-up value or Fair value or Net Asset Value (Company's Share) as on 31 March 2016	Book Value as on 31 March 2016	Market Value/ Break-up value or Fair value or Net Asset Value (Company's Share) as on 31 March 2015	Book Value as on 31 March 2015
		1	Related Parties		
	(a) Subsidiaries	-	-	-	-
	(b) Companies in the same Group	-	-	-	-
	(c) Other Related Parties	-	-	-	-
2	Other than Related Parties( Refer Note Below)"	-	-	-	-
	<b>Total</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

7 Other Information					
7	Category	As at 31 March 2016		As at 31 March 2015	
		Related Parties	Other than Related Parties	Related Parties	Other than Related Parties
(i)	Gross Non-Performing Assets	-	65,55,106	-	38,78,249
(ii)	Net Non-Performing Assets	-	24,41,401	-	15,79,313
(iii)	Assets Acquired in Satisfaction of Debt	-	-	-	-

*Handwritten signatures and initials.*



ee) Expenditure incurred in Foreign Currency ( On Accrual basis):

Particulars	For the year ended 31 <sup>st</sup> March 2016 (Rs.)	For the year ended 31 <sup>st</sup> March 2015 (Rs.)
Web hosting charges	6,51,405.00	64,898.09

ff) Payable to Micro & Small Enterprises

The Ministry of Micro, Small and Medium Enterprises has issued an Office Memorandum dated 26 August 2008 which recommends that the Micro and Small Enterprises should mention in their correspondence with its customers the Entrepreneurs Memorandum Number as allocated after filing of the Memorandum. Based on the information presently available with the management, the disclosures required under Micro, Small and Medium Enterprises Development Act, 2006 ("MSMED Act") are given below:

SI No	Particulars	As at 31 March 2016 (Rs.)	As at 31 March 2015 (Rs.)
1	The principal amount remaining unpaid to any supplier as at the end of the year	-	-
2	The interest due on the principal remaining outstanding as at the end of the year	-	-
3	The amount of interest paid under the Act, along with the amounts of the payment made beyond the appointed day during the year	-	-
4	The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under the Act	-	-
5	The amount of interest accrued and remaining unpaid at the end of the year	-	-
6	The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise, for the purpose of disallowance as a deductible expenditure under the Act	-	-

gg) Details of Fraud Noticed during the year:

Based on the audit procedures performed and the information and explanations given to us, we report that the following Fraud has been noticed by the Company during the year-

Category	For the year ended 31 <sup>st</sup> March 2016		For the year ended 31 <sup>st</sup> March 2015	
	No Of Instances	Amount Rs.	No Of Instances	Amount Rs.
Embezzlement of Cash by Employee	01	81,755	01	1,04,966

Note: Out of the above an amount of Rs. 50,000/- has been recovered by the company.



hh) Disclosures of Transactions Pursuant to clause 28 of the Debt Listing Agreement with BSE Limited

Sl. No	Loans and Advances in the nature of Loans	As at 31 March 2016		As at 31 March 2015	
		Amount Outstanding	Maximum Amount Outstanding during the year	Amount Outstanding	Maximum Amount Outstanding during the year
1	From Holding Company:				
	- Chaitanya Rural Intermediation Development Services Private Limited	-	-	-	-
2	To Fellow Subsidiaries				
3	To Associates				
	-No Associate during the Current Year	-	-	-	-
4	Where there is				
	- No Repayment Schedule	-	-	-	-
	Repayment Schedule beyond seven years				
	- No Interest	-	-	-	-
	Interest below the rate as specified in section 372A of the Companies Act	-	-	-	-
5	To Firms/ Companies in which directors are interested (other than the 1 and 2 above).	-	-	-	-
6	Investments by Loanee in the shares of Parent and Subsidiary Company	-	-	-	-

ii) Previous year figures have been regrouped wherever necessary.

*(Handwritten signatures)*

