



GRAMEEN KOOTA

Financial Services Pvt. Ltd.

(Formerly known as Grameen Financial Services Pvt. Ltd.)



Date: June 30, 2015

The Manager,
Bombay Stock Exchange Ltd.
Deputy Manager, Corporate Services
Bombay Stock Exchange Limited ("BSE"),
P J Towers, Dalal Street,
Mumbai - 400001, India
Dear Sir,

Re: Compliance under Listing Agreement for the year ending on 31.03.2015

With reference to the above, we submit herewith the information and documents as per the provisions of SEBI (Issue & Listing of Debt Securities) Regulations, 2008 and SEBI (Issue & Listing of Debt Securities) (Amendment) Regulations, 2012 and the Listing Agreement thereunder, as mentioned below:

1. Following issues of Non-Convertible Debentures have been listed with your Stock Exchange:

Details of listed NCDs:

Series / Tranche	Date of Allotment	Date of Listing	No. of NCDs	Face value (Rs. in lac.)	Amt. of Issue (Rs. in cr.)	Credit Rating
1	Feb 25, 2014	Mar 7, 2014	310	10	31	BBB+
2	July 17, 2014	Aug 1, 2014	580	10	58	BBB+
3	July 25, 2014	Aug 8, 2014	300	10	30	BBB+
4	Oct 22, 2014	Nov 7, 2014	450	10	45	BBB+
5	Mar 31, 2015	April 8, 2015	300	10	30	BBB+

2. We confirm that the proceeds the above said issues by the Company were utilized for the purpose as mentioned in the Information Memorandum of the respective issues.
3. The latest Credit Rating in respect of the said issues is mentioned in the statement under Sr. No.1 above and we confirm that credit rating is not downgraded in respect of any of the above issues, since the respective dates of the said NCDs issues.
4. The Debt Equity Ratio is 3.40
5. The due date of payment of principal and interest and the actual date of payment for the half-year ending on 31.03.2015 are as under:

Details of redemption & payment of interest during last half year ending 31.03.2015:

Series / Tranche	Type (Principal / Interest)	Due date of payment	Amount (Net)	Actual date of payment
AAV Sarl	Interest	13-Nov-14	25,369,436	13-Nov-14
MicroVest	Interest	15-Dec-14	10,835,732	15-Dec-14
MicroVest	Interest	16-Mar-15	10,835,732	16-Mar-15
AAV Sarl	Interest	13-Nov-14	25,369,436	13-Nov-14
UTI rA	Interest	21-Jan-15	20,605,526	21-Jan-15

6. The Cash-Flow of the Company is adequate for payment of interest and redemption of principal of the NCDs issued.

Corporate Office: # 26, Srinivasa Arcade, Srinidhi Layout, Opp. Srinidhi Public School, Chunchanaghatta, Bangalore - 560 062. Phone: 080-30418100 Fax: 080-26324433

Regd. Office: Avajahalli, Anjanapura Post, J. P. Nagar 9th Phase, Bangalore - 560 108. Phone: 080-28436237
E-Mail: info@grameenkoota.org Website: www.gfspl.in

CIN:U51216KA1991PTC053425

7. The due date of principal and interest of the above said NCDs during next half-year i.e. 01.04.2015 to 30.09.2015 are as under:

Details of redemption & interest due in the next half-year:


Series / Tranche	Type (Principal / Interest)	Due date of payment	Amount (after TDS)
AAV Sarl	Interest	13-May-15	38,587,125
Maanaveeya Okio	Interest	22-Apr-15	33,657,534
MicroVest	Principal	15-Jun-15	77,500,000
MicroVest	Interest	15-Jun-15	10,835,730
MicroVest	Principal	15-Sep-15	77,500,000
MicroVest	Interest	15-Sep-15	8,216,103
UTI RA Loan 2	Interest	20-Jul-15	20,605,526

We do not expect default in payment of principal / interest due in next half year.

8. The Audited financial results for the year ending on 31.03.2015 is attached herewith.
9. No event as detailed in clause 19 of the Listing Agreement has taken place during half year ending on 31.03.2015, requiring this company to notify to Stock Exchange or Debenture Trustees.
10. The name, designation and contact details of "Compliance Officer" of this company are as under:
- (A) Name of Compliance Officer : Ms. Darshana Kothari
(B) Designation : Company Secretary
(C) Correspondence Address : #26, Srinivasa Arcade, Srinidhi Layout, Opp. Srinidhi Public School, Chunchunaghatta, Bangalore- 560 078
(D) Phone, Fax No. : 080-30418118
(E) Email ID : cs@gfspl.in
11. We confirm that the information submitted as above is true and correct and the undersigned has authority to submit the same to you and that we are aware that above information is expected to be placed on the website of your Stock Exchange and that of Debenture Trustees.

Thanking you,

Yours sincerely,
For Grameen Koota Financial Services Pvt Ltd



Name: Darshana Kothari
Company Secretary

Countersigned by:

For GDA Trusteeship Ltd



Debenture Trustee

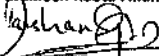


CALCULATION OF ASSET COVER
As on March 31, 2015

Asset Coverage Ratio		FY 2014-15
(Total Assets - Intangible Assets) - (Current Liabilities - Short term debt)		
Total Debt Outstanding (Long term + Short term)		
Total Assets		1,791.81
Less: Intangible assets		(1.15)
Less: Intangible assets under development		(2.49)
		1,728.17
Less: Current liabilities		(46.98)
		1,681.19
Divide: Long-term borrowings		1,290.53
Asset Coverage Ratio		

Security Cover Ratio		FY 2014-15
Value of Assets given as security		
Outstanding loan/Debtures		
Value of Assets given as security		1,339.57
Outstanding loan/Debtures		1,290.53
Security Cover Ratio		

For **Grameen Koota Financial Services Pvt Ltd**



Company Secretary

INDEPENDENT AUDITORS' REPORT**To the Members of Grameen Koota Financial Services Private Limited****Report on the Financial Statements**

We have audited the accompanying financial statements of Grameen Koota Financial Services Private Limited (formerly known as Grameen Financial Services Private Limited) ("the Company"), which comprise the Balance Sheet as at March 31, 2015, the Statement of Profit and Loss and Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with 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 of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial control that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder. We conducted our audit in accordance with the Standards on Auditing, issued by the Institute of Chartered Accountants of India, as specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and 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 but not for the purpose of expressing an opinion on whether the Company has in place an adequate internal financial controls system over financial reporting and the effectiveness of such controls. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the 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 March 31, 2015, 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, 2015 ("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 statement on the matters specified in paragraphs 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 purpose 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, Statement of Profit and Loss, and Cash Flow Statement dealt with by this Report are in agreement with the books of account;
 - (d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014;
 - (e) On the basis of written representations received from the directors as on March 31, 2015, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2015, from being appointed as a director in terms of Section 164 (2) of the Act;
 - (f) 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 has disclosed the impact of pending litigations on its financial position in its financial statements - Refer Note 34 to the financial statements;
 - ii. The Company did not have any outstanding long-term contracts including derivative contracts as at March 31, 2015 for which there were any material foreseeable losses; and
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

For S. R. BATLIBOI & CO. LLP
ICAI Firm's Registration Number: 301003E
Chartered Accountants



per Shrawan Jalan
Partner
Membership No.: 102102
Bangalore

May 5, 2015

Annexure referred to in paragraph 1 under the heading "Report on other legal and regulatory requirements" of our report of even date

Re: Grameen Koota Financial Services Private Limited

- (i) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
- (b) Fixed assets have been physically verified by the management during the year and no material discrepancies were identified on such verification.
- (ii) The Company's business does not involve inventories and, accordingly, the requirements under paragraph 4(ii) of the Order are not applicable to the Company and hence not commented upon.
- (iii) According to the information and explanations given to us, the Company has not granted any loans, secured or unsecured to companies, firms or other parties covered in the register maintained under section 189 of the Companies Act, 2013. Accordingly, the provisions of clause 3(iii)(a) and (b) of the Order are not applicable to the Company and hence not commented upon.
- (iv) In our opinion and according to the information and explanations given to us, there is an adequate internal control system commensurate with the size of the Company and the nature of its business, for the purchase of fixed assets and for rendering of services. The activities of the Company do not involve purchase of inventory and the sale of goods. During the course of our audit, we have not observed any major weakness or continuing failure to correct any major weakness in the internal control system of the Company in respect of these areas.
- (v) The Company has not accepted any deposits from the public.
- (vi) To the best of our knowledge and as explained, the Central Government has not specified the maintenance of cost records under clause 148(1) of the Companies Act, 2013, for the products/services of the Company.
- (vii) (a) The Company is regular in depositing with appropriate authorities undisputed statutory dues including provident fund, employees' state insurance, income-tax, sales-tax, wealth-tax, service tax, customs duty, excise duty, value added tax, cess and other material statutory dues applicable to it.
- (b) According to the information and explanations given to us, no undisputed amounts payable in respect of provident fund, employees' state insurance, income-tax, wealth-tax, service tax, sales-tax, customs duty, excise duty, value added tax, cess and other material statutory dues were outstanding, at the year end, for a period of more than six months from the date they became payable.
- (c) According to the information and explanations given to us, there are no dues of income tax, sales-tax, wealth tax, service tax, customs duty, excise duty, value added tax and cess which have not been deposited on account of any dispute.
- (d) There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company in accordance with the relevant provisions of the Companies Act, 1956 (1 of 1956) and rules made thereunder.

S.R. BATLIBOI & CO. LLP

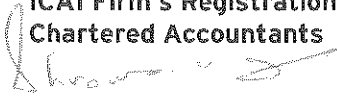
Chartered Accountants

Grameen Koota Financial Services Private Limited
Independent Auditors' Report for the year ended March 31, 2015

Page 4 of 4

- (viii) The Company has no accumulated losses at the end of the financial year and it has not incurred cash losses in the current and immediately preceding financial year.
- (ix) Based on our audit procedures and as per the information and explanations given by the management, we are of the opinion that the Company has not defaulted in repayment of dues to a financial institution, bank or debenture holders.
- (x) According to the information and explanations given to us, the Company has not given any guarantee for loans taken by others from banks or financial institutions.
- (xi) Based on the information and explanation given to us by the management, term loans were applied for the purpose for which the loans were obtained. However, idle/surplus funds which were not required for immediate utilization have been gainfully invested in liquid assets payable on demand.
- (xii) We have been informed that during the year there was an instance of misappropriation of cash by an employee of the Company amounting to Rs.50,528. As informed, services of the employee have been terminated and the Company is in the process of taking legal action against the employee. The Company has made a provision of Rs.24,665 against the outstanding balance (net of recovery) amounting to Rs.49,330, as at the Balance Sheet date.

For S. R. BATLIBOI & CO. LLP
ICAI Firm's Registration Number: 301003E
Chartered Accountants



per Shrawan Jalan
Partner
Membership No.: 102102
Bangalore

May 5, 2015

Grameen Koota Financial Services Private Limited
Balance sheet as at March 31, 2015

Particulars	Notes	31-Mar-15 (Rupees)	31-Mar-14 (Rupees)
Equity and Liabilities			
Shareholders' funds			
Share capital	3	729,534,330	529,534,330
Reserves and surplus	4	3,079,504,836	1,581,047,015
		3,809,039,166	2,110,581,345
Non-current Liabilities			
Long-term borrowings	5	5,849,797,757	3,700,177,335
Long-term provisions	6	29,842,370	29,014,696
		5,879,640,127	3,729,192,031
Current liabilities			
Other current liabilities	7	7,503,999,153	4,717,349,657
Short-term provisions	6	120,488,704	61,507,797
		7,624,487,857	4,778,857,454
TOTAL		17,313,167,150	10,618,630,830
Assets			
Non-current assets			
Fixed assets			
Tangible assets	8	25,671,806	24,777,933
Intangible assets	9	11,506,308	1,503,630
Intangible assets under development		24,943,743	2,310,800
Non-current investments	10	2,000,000	2,024,204
Deferred tax asset (net)	11	35,612,469	12,678,607
Long-term loans and advances	12	2,703,018,391	1,586,887,989
Other non-current assets	13	760,875,115	471,126,663
		3,563,627,832	2,101,309,827
Current assets			
Cash and bank balances	14	2,797,744,826	3,250,310,260
Short term loan and advances	12	10,831,402,960	5,179,531,875
Other current assets	13	120,391,532	87,478,868
		13,749,539,318	8,517,321,003
TOTAL		17,313,167,150	10,618,630,830

Summary of significant accounting policies 2.1
 Accompanying notes are an integral part of the financial statements.

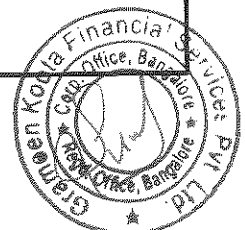
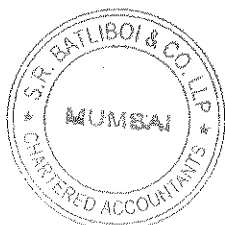
As per our report of even date

For S.R. BATLIBOI & CO. LLP
 Chartered Accountants
 ICAI Firm's Registration Number: 301003E

Shrawan Jalan
 per Shrawan Jalan
 Partner
 Membership No.102102
 Place: BANGALORE
 Date: 05 MAY 2015

For and on behalf of Board of Directors of
 Grameen Koota Financial Services Private Limited

[Signature]
 Managing Director
[Signature]
 Chief Financial Officer
 Date: 05 MAY 2015
Kinathia H. Reddy
 Chairman
[Signature]
 Company Secretary



Grameen Koota Financial Services Private Limited
Statement of profit and loss for the year ended March 31, 2015

Particulars	Notes	31-Mar-15 (Rupees)	31-Mar-14 (Rupees)
Income			
Revenue from operations	15	2,681,603,367	1,423,360,955
Other income	16	132,677,401	54,924,926
Total revenue (I)		2,814,280,768	1,478,285,881
Expenses			
Employee benefits expenses	17	433,892,133	292,134,959
Finance costs	18	1,278,927,632	694,001,630
Other expenses	19	253,055,237	153,102,781
Depreciation and amortisation expenses	20	19,228,099	5,269,467
Provision and write-offs	21	68,382,882	57,254,744
Total expenses (II)		2,053,485,983	1,201,763,581
Profit before tax (III)=(I)-(II)		760,794,785	276,522,300
Tax expense			
Current tax		285,952,432	86,256,049
Deferred tax		(22,933,861)	4,540,298
Short provision of tax relating to earlier years		3,218,119	636,057
Total tax expense (IV)		266,236,690	91,432,404
Profit for the year (III)-(IV)		494,558,095	185,089,896
Earnings per equity share [nominal value of share Rs.10 (March 31, 2014: Rs.10)]			
Basic (Computed on the basis of total Profit for the year)		9.28	4.66
Diluted (Computed on the basis of total Profit for the year)		9.14	4.66

Summary of significant accounting policies

2.1

Accompanying notes are an integral part of the financial statements.

As per our report of even date

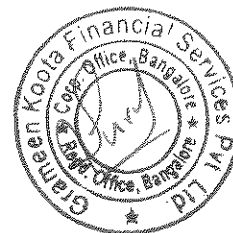
For S.R. BATLIBOI & CO. LLP
Chartered Accountants
ICAI Firm's Registration Number: 301003E

For and on behalf of Board of Directors of
Grameen Koota Financial Services Private Limited

per Shrawan Jalan
Partner
Membership No.102102
Place: BANGALORE
Date: 05 MAY 2015

Managing Director
Chief Financial Officer
Date: 05 MAY 2015

Vinatha H. Reddy
Chairman
Company Secretary



Grameen Koota Financial Services Private Limited
Cashflow statement for the year ended March 31, 2015

(Amount in Rupees unless otherwise stated)

Particulars	For the year ended March 31, 2015	For the year ended March 31, 2014
A. Cash flow from operating activities		
Profit before tax	760,794,785	276,522,300
Adjustments for :		
Depreciation and amortization	19,228,099	5,269,468
Provision for gratuity	3,597,152	9,873,893
Provision for leave benefits	5,168,185	4,942,844
Bad debts written off	1,282,801	44,594,164
Loss on sale of fixed assets	25,876	1,634,564
Provision for non-performing assets	67,100,081	12,660,580
Stock option expenditure	3,899,726	586,980
Amortisation of ancillary borrowing costs	65,687,149	32,614,247
Amortisation of discount on issue of debentures	332,575	118,451
Amortisation of share issue expenses	4,058,974	219,711
Income from mutual funds	(44,053,348)	(34,088,637)
Other provisions and write offs	3,957,568	3,529,069
Operating profit before working capital changes	891,079,623	358,497,634
Movements in working capital :		
Increase/ (decrease) in other liabilities	67,134,746	(12,752,531)
Decrease / (increase) in trade receivables	-	203,845
Decrease / (increase) in loans and advances	(6,759,844,017)	(2,827,923,531)
Decrease / (increase) in other assets	(38,666,811)	124,826,556
Cash used in operations	(5,840,296,459)	(2,357,148,027)
Direct taxes paid (net of refunds)	(302,568,390)	(106,641,651)
Net cash used in operating activities (A)	(6,142,864,849)	(2,463,789,678)
B. Cash flow from investing activities :		
Purchase of fixed assets	(53,247,920)	(6,816,516)
Proceeds from sale of fixed assets	464,453	127,505
Purchase of non-current investments	-	21,896
Sale / redemption of non-current investments	24,204	-
Purchase of current investments	(15,654,100,000)	(10,538,800,000)
Sale of current investments	15,698,153,348	10,575,460,366
Margin money deposits (net)	(841,345,261)	(243,359,808)
Net cash used in investing activities (B)	(850,051,176)	(213,366,557)
C. Cash flow from financing activities :		
Long-term borrowings (net)	4,775,774,985	4,101,417,143
Proceeds from issuance of equity share capital including securities premium	1,198,309,000	793,604,577
Payment of expenses towards issue of equity shares	-	-
Net cash from financing activities (C)	5,974,083,985	4,895,021,720
Net increase/(decrease) in cash and cash equivalents (A) + (B) + (C)	(1,018,832,040)	2,217,865,486
Cash and cash equivalents as at the beginning of the year	2,852,432,439	634,566,954
Cash and cash equivalents as at end of the year (refer note 17)	1,833,600,399	2,852,432,439
Components of cash & cash equivalents at the year end		
Cash on hand	109,478,824	49,763,335
Balance with banks - on current account	724,121,575	1,740,848,492
Deposits with original maturity of less than 3 months*	1,000,000,000	1,061,820,612
	1,833,600,399	2,852,432,439

Summary of significant accounting policies (Refer note 2.1)

Accompanying notes are an integral part of the financial statements.

As per our report of even date
For S.R. BATLIBOI & CO. LLP

Chartered Accountants
ICAI Firm's Registration Number: 301003E

per Shrawan Jalan
Partner
Membership No.102102

Place: BANGALORE
Date: 05 MAY 2015

For and on behalf of Board of Directors of
Grameen Koota Financial Services Private Limited

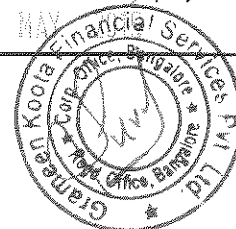
Managing Director

Chief Financial Officer

Date: 05 MAY

Chairman

Company Secretary



1. Corporate information

Grameen Koota Financial Services Private Limited ('the Company') is a company domiciled in India and incorporated under the provisions of the Companies Act, 1956. The Company was earlier known as Grameen Financial Services Private Limited and the new name of the Company is effective from November 13, 2014. The Company was registered as a non-deposit accepting Non-Banking Financial Company ('NBFC-ND') with the Reserve Bank of India ('RBI') and has got classified as a Non-Banking Financial Company – Micro Finance Institution ('NBFC-MFI') with effect from September 5, 2013.

The Company is engaged primarily in providing micro finance services to women who are enrolled as members and organized as Joint Liability Groups ('JLG').

In addition to the core business of providing micro-credit, the Company uses its distribution channel to provide certain other financial products and services to the members.

2. Basis of preparation

The financial statements of the Company have been prepared in accordance with generally accepted accounting principles in India (Indian GAAP). The Company has prepared these financial statements to comply in all material respects with the Accounting Standards notified under section 133 of the Companies Act 2013 ('the Act'), read together with paragraph 7 of the Companies (Accounts) Rules 2014 and the provisions of the RBI as applicable to a NBFC-MFI and a systemically important NBFC-ND (NBFC-ND-SI). The financial statements have been prepared on an accrual basis and under the historical cost convention except interest on loans which have been classified as non-performing assets which is accounted for on realization basis.

The accounting policies adopted in the preparation of financial statements are consistent with those of previous year.

2.1 Summary of significant accounting policies

a. Use of estimates

The preparation of financial statements in conformity with Indian GAAP requires the management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities and the disclosure of contingent liabilities, at the end of the reporting period. Although these estimates are based on the management's best knowledge of current events and actions, uncertainty about these assumptions and estimates could result in the outcomes requiring a material adjustment to the carrying amounts of assets or liabilities in future periods.

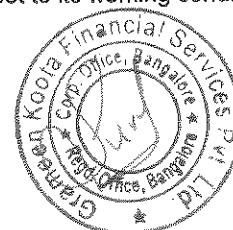
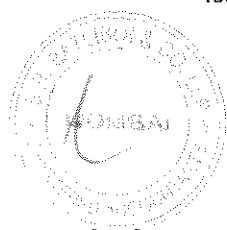
b. Revenue recognition

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured.

- i. Interest income on loans given is recognised under the internal rate of return method. Income or any other charges on non-performing asset is recognised only when realized. Any such income recognised before the asset became non-performing and remaining unrealized is reversed.
- ii. Interest income on deposits with banks is recognised on a time proportion accrual basis taking into account the amount outstanding and the rate applicable.
- iii. Loan processing fees collected from members are recognised on an upfront basis at the time of disbursement of the loan.
- iv. Profit / premium arising at the time of securitization of loan portfolio is amortized over the life of the underlying loan portfolio / securities and any loss arising therefrom is accounted for immediately. Income from excess interest spread is recognized in the statement of profit and loss account net of any losses at the time of actual receipt.
- v. Dividend income is recognised when the right to receive payment is established by the balance sheet date.
- vi. All other income is recognised on an accrual basis.

c. Tangible fixed assets

All fixed assets are stated at historical cost less accumulated depreciation and impairment losses, if any. Cost comprises the purchase price and any attributable cost of bringing the asset to its working condition for its intended use.



d. Intangible assets

The amount relating to acquisition of software, valued at the cost of acquisition of these assets and these are amortized over a period of five years in equal installments, based on expected future economic benefits accruing to the Company from the year of acquisition.

e. Depreciation

Depreciation on tangible fixed assets is provided using the straight line method as per the useful lives of the assets estimated by the management. The useful life estimated by the management is as under:

Category of Asset	Useful life (Years)
Furniture and fittings	10
Office equipment	05
Vehicles	08
Buildings	30
Electrical equipment	10
Computers (including Servers)	03

Fixed assets costing up to Rs.5,000 individually are depreciated fully in the year of purchase. The management has estimated, supported by independent assessment by professionals, the useful life of servers and two-wheeler vehicles as 3 years and 8 years respectively, which are lower than those prescribed under Schedule II to the Act (also refer note 2.2 (a)).

f. Impairment

The Company assesses at each reporting date whether there is an indication that an asset may be impaired. If any indication exists, or when annual impairment testing for an asset is required, the Company estimates the asset's recoverable amount. An asset's recoverable amount is the higher of an asset's net selling price and its value in use. The recoverable amount is determined for an individual asset, unless the asset does not generate cash inflows that are largely independent of those from other assets or groups of assets. Where the carrying amount of an asset exceeds its recoverable amount, the asset is considered impaired and is written down to its recoverable amount. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. In determining net selling price, recent market transactions are taken into account, if available. If no such transactions can be identified, an appropriate valuation model is used.

After impairment, depreciation is provided on the revised carrying amount of the asset over its remaining useful life.

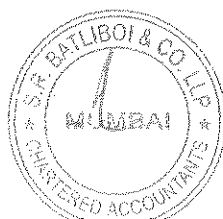
g. Leases (where the Company is the lessee)

Finance leases, which effectively transfer to the Company substantially all the risks and benefits incidental to ownership of the leased item, are capitalised at the lower of the fair value of the leased property and present value of the minimum lease payments at the inception of the lease term and disclosed as leased assets. Lease payments are apportioned between the finance charges and reduction of the lease liability based on the implicit rate of return. Finance charges are recognised as finance costs in the statement of profit and loss. Lease management fees, legal charges and other initial direct costs are capitalised. A leased asset is depreciated on a straight-line basis over the useful life of the asset. However, if there is no reasonable certainty that the company will obtain the ownership by the end of the lease term, the capitalized asset is depreciated on a straight-line basis over the shorter of the estimated useful life of the asset or the lease term.

Leases where the lessor effectively retains, substantially all the risks and benefits of ownership of the leased item, are classified as operating leases. Operating lease payments are recognised as an expense in the statement of profit and loss on a straight-line basis over the lease term.

h. 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 long-term investments. Current investments are carried in the financial statements at lower of cost and fair value determined on an individual investment basis except for investments in the units of mutual funds in the nature of current investments that have been valued at the net asset value declared by the mutual fund in respect of each particular scheme, in accordance with the NBFC directions. Long-term investments are carried at cost. However, provision for diminution in value is made to recognise a decline other than temporary in the value of the investments. On disposal of an investment the difference between carrying amount and net disposal proceeds are charged or credited to the statement of profit and loss.



i. Borrowing costs

Borrowing costs consist of interest and other costs that an entity incurs in connection with the borrowing of funds. Ancillary borrowing costs incurred in connection with arrangement of borrowing are amortized over the tenure of the loan (also refer note 2.2 (b)).

j. Foreign currency transactions

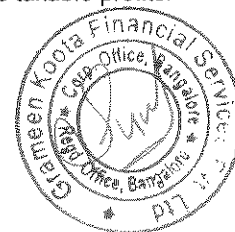
- i. All transactions in foreign currency are recognised at the exchange rate prevailing on the date of the transaction.
- ii. Foreign currency monetary items are reported using the exchange rate prevailing at the close of the financial year.
- iii. Exchange differences arising on the settlement of monetary items or on the restatement of Company's monetary items at rates different from those at which they were initially recorded during the year, or reported in previous financial statements, are recognised as income or as expenses in the year in which they arise.

k. Retirement and other employee benefits

- i. Retirement benefits in the form of provident fund and superannuation are defined contribution schemes. The Company has no obligation, other than the contribution payable to the respective funds. The Company recognises contribution payable to the respective funds as expenditure, when an employee renders the related service.
- ii. Gratuity liability is a defined benefit obligation and is provided for on the basis of an actuarial valuation on projected unit credit method made at the end of each financial year. Actuarial gains and losses for defined benefit plans are recognised in full in the period in which they occur in the statement of profit and loss.
- iii. The Company treats accumulated leave expected to be carried forward beyond twelve months as long-term employee benefit for measurement purposes. Such long-term compensated absences are provided for based on the actuarial valuation using the projected unit credit method at the end of each financial year. Actuarial gains/losses are immediately taken to the statement of profit and loss and are not deferred. The Company presents the leave as a current liability in the balance sheet, to the extent it does not have an unconditional right to defer its settlement for 12 months after the reporting date.
- iv. Accumulated leave, which is expected to be utilized within the next 12 months, is treated as short-term employee benefit. The Company measures the expected cost of such absences as the additional amount that it expects to pay as a result of the unused entitlement that has accumulated at the reporting date.
- v. The Company recognises termination benefit as a liability and an expense when the Company has a present obligation as a result of past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation.

l. Income taxes

- i. Tax expense comprises current and deferred tax. Current income tax is measured at the amount expected to be paid to the tax authorities in accordance with the Income Tax Act, 1961, enacted in India. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted, at the reporting date.
- ii. Deferred income taxes reflect the impact of timing differences between taxable income and accounting income originating during the current year and reversal of timing differences for the earlier years. Deferred tax is measured using the tax rates and the tax laws enacted or substantively enacted at the reporting date.
- iii. Deferred tax assets are recognised for deductible timing differences only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized. In situations where the Company has unabsorbed depreciation or carry forward tax losses, all deferred tax assets are recognised only if there is virtual certainty supported by convincing evidence that they can be realized against future taxable profits.



- iv. The carrying amount of deferred tax assets are reviewed at each reporting date. The Company writes-down the carrying amount of deferred tax asset to the extent that it is no longer reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available against which deferred tax asset can be realized. Any such write-down is reversed to the extent that it becomes reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available.
- v. Minimum alternate tax (MAT) paid in a year is charged to the statement of profit and loss as current tax. The Company recognises MAT credit available as an asset only to the extent that there is convincing evidence that the Company will pay normal income tax during the specified period, i.e., the period for which MAT credit is allowed to be carried forward. In the year in which the Company recognises MAT credit as an asset in accordance with the Guidance Note on Accounting for Credit Available in respect of Minimum Alternative Tax under the Income-tax Act, 1961, the said asset is created by way of credit to the statement of profit and loss and shown as "MAT Credit Entitlement." The Company reviews the "MAT credit entitlement" asset at each reporting date and writes down the asset to the extent the Company does not have convincing evidence that it will pay normal tax during the specified period.

m. Earnings per share

Basic earnings per share is calculated by dividing the net profit or loss for the year attributable to equity shareholders by the weighted average number of equity shares outstanding during the year. Partly paid equity shares are treated as fraction of an equity share to the extent that they were entitled to participate in dividends related to a fully paid equity share during the reporting year.

For the purpose of calculating diluted earnings per share, the net profit or loss for the year attributable to equity shareholders and the weighted average number of shares outstanding during the year are adjusted for the effects of all dilutive potential equity shares.

n. Provisions

A provision is recognised when the Company has a present obligation as a result of past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. Provisions are not discounted to their present value and are determined based on the best estimate required to settle the obligation at the reporting date. These estimates are reviewed at each reporting date and adjusted to reflect the current best estimates.

o. Contingent liabilities

A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the Company or a present obligation that is not recognised because it is not probable that an outflow of resources will be required to settle the obligation. A contingent liability also arises in extremely rare cases where there is a liability that cannot be recognised because it cannot be measured reliably. The Company does not recognise a contingent liability but discloses its existence in the financial statements.

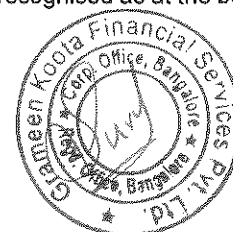
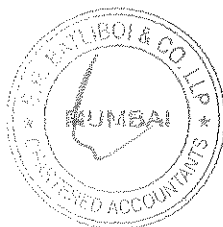
p. Cash and cash equivalents

Cash and cash equivalents for the purpose of cash flow statement comprise cash in hand and cash at bank and short-term investments with an original maturity of three months or less.

q. Share based payments

In case of stock option plan, measurement and disclosure of the employee share-based payment plans is done in accordance with the Guidance Note on Accounting for Employee Share-based Payments, issued by the Institute of Chartered Accountants of India as applicable for equity-settled share based payments.

The cost of equity-settled transactions is measured using the intrinsic value method and recognised, together with a corresponding increase in the "Stock options outstanding account" in reserves. The cumulative expense recognised for equity-settled transactions at each reporting date until the vesting date reflects the extent to which the vesting period has expired and the company's best estimate of the number of equity instruments that will ultimately vest. The expense or credit recognised in the statement of profit and loss for a period represents the movement in cumulative expense recognised as at the beginning and end of that period and is recognised in employee benefits expense.



r. Classification of loan portfolio

Asset classification	Arrear period
Standard assets	Overdue for up to 90 days
Non-performing assets	
Substandard assets	Overdue for 90 days or more
Loss assets	After 9 months of being classified as substandard assets

"Overdue" refers to interest and / or instalment remaining unpaid from the day it became receivable.

s. Provisioning policy for loan portfolio

Loans are provided for and / or written off, as per management estimates, subject to the minimum provisioning required as per Non-Banking Financial Company – Micro Finance Institutions (NBFC-MFIs) Directions, 2011, as amended from time to time.

t. Accounting for amounts received towards technical assistance

Amounts received as technical assistance are recognised in the statement of profit and loss on meeting the conditions attached to such assistance. Amounts received as technical assistance during the year are in the nature of revenue. Therefore, the same are credited to the statement of profit and loss, under the heading 'Other Income'.

u. Share issue expenses

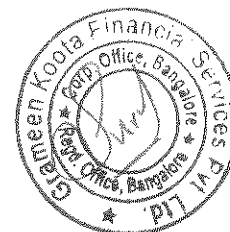
Expenses incurred in connection with issue of equity shares are amortized over a period of five years.

2.2 Change of Estimates

a. In accordance with the requirements of Schedule II to the Act, the Company has reassessed the useful lives and residual value of the fixed assets and:

- i) An amount of Rs.6,126,975 has been charged to statement of profit and loss for the year ending March 31, 2015 in respect of assets whose remaining useful life is 'nil' as at April 1, 2014; and
- ii) An amount of Rs.3,550,287 has been charged to statement of profit and loss for the year ending March 31, 2015 representing the additional depreciation on the carrying value of assets as at April 1, 2014 due to change in useful life of assets.

b. In the current year, the Company changed its estimate in respect of amortization of the ancillary borrowing costs. Had the Company applied the estimates applicable in the previous year, the amortization of ancillary borrowing costs in the current year would have been lower by Rs.11,596,426.



Grameen Koota Financial Services Private Limited
Notes to financial statements for the year ended March 31, 2015 (Amount in Rupees unless otherwise stated)

3. Share capital	31-Mar-15	31-Mar-14
Authorised shares 73,000,000 (March 31, 2014: 53,000,000) equity shares Rs. 10 each	730,000,000	530,000,000
Issued, subscribed and fully paid up shares: 72,953,433 (March 31, 2014: 52,953,433) Equity shares of Rs.10 each fully paid	729,534,330	529,534,330
Total issued, subscribed and fully paid-up share capital	729,534,330	529,534,330

(a) Reconciliation of the shares outstanding at the beginning and at the end of the reporting year

Equity shares	31-Mar-15		31-Mar-14	
	No. of Shares	Amount	No. of Shares	Amount
At the beginning of the year	52,953,433	529,534,330	39,620,099	396,200,990
Issued during the year	20,000,000	200,000,000	13,333,334	133,333,340
Outstanding at the end of the year	72,953,433	729,534,330	52,953,433	529,534,330

(b) Terms/Rights attached to equity shares

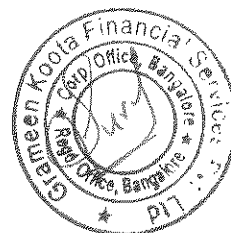
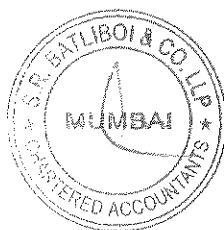
The Company has only one class of equity shares having a par value of Rs. 10 per share. Each holder of equity shares is entitled to one vote per share. The Company declares and pays dividends in Indian Rupees. Any dividends proposed by the Board of directors is subject to the approval of shareholders in the ensuing Annual General Meeting.

In the event of liquidation of Company, 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 shareholders.

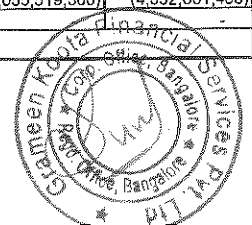
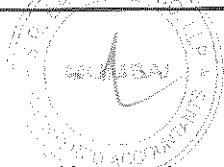
(c) Details of shareholders holding more than 5% shares in the Company

Equity shares of Rs.10 each fully paid-up	31-Mar-15		31-Mar-14	
	No. of Shares	% holding in the class	No. of Shares	% holding in the class
CreditAccess Asia NV (erstwhile MicroVentures Asia BV)	58,630,844	80.37%	13,333,334	25.18%
Creallon Investments Social Venture Fund II, L.P	7,462,491	10.23%	10,416,667	19.67%
MicroVentures Investments SCA SICAR, Luxembourg	-	-	5,522,727	10.43%
MVH-SPA, Italy	-	-	4,872,727	9.20%
TMT Community Trust	4,500,000	6.17%	4,500,000	8.50%
IIM - Impulse 2, Mauritius	-	-	4,141,414	7.82%
Aavishkaar Goodwell India Microfinance Development Company, Mauritius	-	-	2,999,351	5.66%

As per the records of the Company, including its register of shareholders / members and other declarations received from shareholders regarding beneficial interest, the above shareholding represents both legal and beneficial ownership of shares

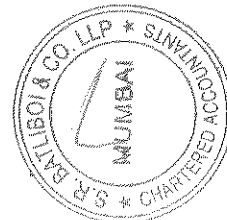
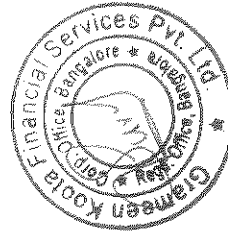


Grameen Koota Financial Services Private Limited		(Amount in Rupees unless otherwise stated)	
Notes to financial statements for the year ended March 31, 2015		31-Mar-15	31-Mar-14
4. Reserves and Surplus			
Securities Premium Account			
Balance as per last financial statements		1,287,075,357	620,408,657
Add : Premium on shares issued during the year		1,000,000,000	866,666,700
Closing Balance		2,287,075,357	1,287,075,357
Statutory Reserve (As required by Sec 45-IC of Reserve Bank of India Act, 1934)			
Balance as per last financial statements		64,706,621	27,688,642
Add : Amount transferred from the surplus balance of profit and loss		98,911,619	37,017,979
Less: Amount utilized		-	-
Closing Balance		163,618,239	64,706,621
Stock options outstanding			
Balance as per last financial statements		586,980	-
Add : Compensation for options granted during the year		3,899,726	586,980
Closing Balance		4,486,706	586,980
Surplus balance in the statement of profit and loss			
Balance as per last financial statements		228,678,057	80,606,140
Add: Profit for the year		494,558,095	185,089,896
Less: Transfer to statutory reserve as required by Sec 45-IC of Reserve Bank of India Act, 1934		(98,911,619)	(37,017,979)
Net surplus in the statement of profit or loss		624,324,533	228,678,057
Total reserves and surplus		3,079,504,836	1,581,047,015
		Non-current portion	
		Current maturities	
5. Long-term borrowings		31-Mar-15	31-Mar-14
		31-Mar-15	31-Mar-14
Non Convertible Debentures			
Secured			
35 (March 31, 2014: 35, 14%) 14% Secured Redeemable Non-Convertible Debentures of face value of Rs.10,000,000 each redeemable at par in three instalments on November 30, 2013, February 28, 2014 and April 30, 2014 respectively.	-	-	116,666,667
25 (March 31, 2014: 25, 14.05%) 14.05% Secured Redeemable Non-Convertible Debentures of face value of Rs.10,000,000 each redeemable at par at the end of two years from the date of allotment June 08, 2012	-	-	250,000,000
250 (March 31, 2014: 250, 14.14%) 14.14% Secured Redeemable Non-Convertible Debentures of face value of Rs.1,000,000 each redeemable at par at the end of six years (subject to exercise of option at the end of three years) from the date of allotment November 18, 2013	250,000,000	250,000,000	-
250 (March 31, 2014: 250, 14.20%) 14.20% Secured Redeemable Non-Convertible Debentures of face value of Rs.1,000,000 each redeemable at par at the end of six years (subject to exercise of option at the end of three years) from the date of allotment November 18, 2013	250,000,000	250,000,000	-
310 (March 31, 2014: 310, 14.02%) 14.02% Secured Redeemable Non-Convertible Debentures of face value of Rs.1,000,000 each redeemable at par at the end of two years from the date of allotment February 25, 2014	-	310,000,000	310,000,000
300 (March 31, 2014: 300, 14.70%) 14.70% Secured Redeemable Non-Convertible Debentures of face value of Rs.1,000,000 each redeemable at par at the end of six years from the date of allotment February 26, 2014	300,000,000	300,000,000	-
580 (March 31, 2014: NIL) 14.16% Secured Redeemable Non-Convertible Debentures of face value of Rs.1,000,000 each redeemable at par at the end of six years from the date of allotment July 17, 2014	580,000,000	-	-
300 (March 31, 2014: NIL) 14.70% Secured Redeemable Non-Convertible Debentures of face value of Rs.1,000,000 each redeemable at par at the end of six years from the date of allotment July 25, 2014	300,000,000	-	-
450 (March 31, 2014: NIL) 15% Secured Redeemable Non-Convertible Debentures of face value of Rs.1,000,000 each, Rs. 150,000,000 is redeemable after 2 years and balance at the end of three years from the date of allotment October 22, 2014	450,000,000	-	-
300 (March 31, 2014: NIL) 14.50% Secured Redeemable Non-Convertible Debentures of face value of Rs.1,000,000 each redeemable at par at the end of six years from the date of allotment March 31, 2015	300,000,000	-	-
Nature of security			
The above debentures are secured by way of first and exclusive charge over eligible book debts of the Company			
Unsecured			
21 (March 31, 2014: 21, 16.78%) 16.78% Unsecured Redeemable Non-Convertible Debentures of face value of Rs.5,000,000 each redeemable at par in four equal installments on May 5, 2017, November 5, 2017, May 5, 2018 and November 5, 2018 respectively.	105,000,000	105,000,000	-
1140 (March 31, 2014: 1140, 14.95%) 14.95% (net of withholding tax as applicable) Unsecured Redeemable Non-Convertible Debentures of face value of Rs.100,000 each redeemable at par on May 5, 2019.	114,000,000	114,000,000	-
Term loans			
Indian rupee loan from banks	2,635,736,505	2,117,450,638	6,193,803,797
Indian rupee loan from financial institutions	331,279,667	137,060,028	398,830,423
Indian rupee loan from non banking finance companies	233,781,585	116,666,669	152,885,146
	5,849,797,757	3,700,177,335	7,055,519,366
The above amount includes			
Secured borrowings*	5,630,797,757	3,481,177,335	7,055,519,366
Unsecured borrowings	219,000,000	219,000,000	(4,352,061,456)
Amount disclosed under the head "other current liabilities" (Note 7)			
Net amount	5,849,797,757	3,700,177,335	(7,055,519,366)
* The Indian rupee loans are secured by hypothecation of book debts and margin money deposits.			



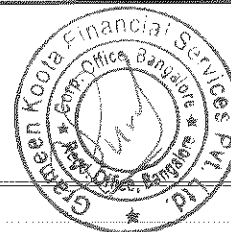
Grameen Koota Financial Services Private Limited
Notes to financial statements for the year ended March 31, 2015
5. Long-term borrowings (Contd.)
Terms of repayment of long term borrowings as on March 31, 2015

Original maturity of loan	Interest rate	Due within 1 year		Due between 1 to 2 Years		Due between 2 to 3 Years		Due between 3 to 4 Years		Due between 4 to 5 Years		Due between 5 to 6 Years		Total
		No. of Installments	Amount (in Rupees)	No. of Installments	Amount (in Rupees)	No. of Installments	Amount (in Rupees)	No. of Installments	Amount (in Rupees)	No. of Installments	Amount (in Rupees)	No. of Installments	Amount (in Rupees)	
Monthly repayment schedule														
	11.50% - 12.00%	12	368,750,000	12	75,000,000	1	6,250,000	-	-	-	-	-	-	450,000,000
	12.01% - 12.50%	16	157,037,061	9	90,000,000	-	-	-	-	-	-	-	-	247,037,061
	12.51% - 13.00%	111	1,125,233,643	59	667,092,846	6	44,800,000	-	-	-	-	-	-	1,837,126,489
1-3 Years	13.01% - 13.50%	205	2,836,326,501	117	1,416,779,405	17	58,726,260	1	780,400	-	-	-	-	4,312,612,566
	13.51% - 14.00%	77	632,883,341	3	33,850,000	-	-	-	-	-	-	-	-	866,733,341
	14.01% - 14.50%	10	87,500,011	12	125,000,000	4	41,666,667	-	-	-	-	-	-	254,166,678
	15.01% - 15.50%	12	4,574,523	4	1,685,506	-	-	-	-	-	-	-	-	6,260,029
Quarterly repayment schedule														
	12.51% - 13.00%	21	428,571,429	13	271,428,571	-	-	-	-	-	-	-	-	700,000,000
	13.01% - 13.50%	22	443,809,522	14	255,238,095	2	16,666,667	-	-	-	-	-	-	715,714,284
1-3 Years	13.51% - 14.00%	11	362,500,000	3	37,500,000	-	-	-	-	-	-	-	-	400,000,000
	14.51% - 15.00%	9	376,666,668	3	50,000,001	-	-	-	-	-	-	-	-	426,666,669
	15.01% - 15.50%	4	15,000,000	-	-	-	-	-	-	-	-	-	-	15,000,000
Half Yearly repayment schedule														
1-3 Years	15.01% - 15.50%	2	16,666,667	1	8,333,333	-	-	-	-	-	-	-	-	25,000,000
Above 3 years	16.51% - 17.00%	-	-	-	-	2	52,500,000	-	-	-	-	-	-	105,000,000
Yearly repayment schedule														
1-3 Years	15.01% - 15.50%	-	-	1	150,000,000	1	300,000,000	-	-	-	-	-	-	450,000,000
Bullet repayment schedule														
Above 3 years	14.01% - 14.50%	-	-	-	-	-	-	-	-	3	1,080,000,000	1	300,000,000	1,380,000,000
	14.51% - 15.00%	-	-	-	-	-	-	-	-	1	300,000,000	1	300,000,000	600,000,000
	16.51% - 17.00%	-	-	-	-	-	-	-	-	1	114,000,000	-	-	114,000,000
Grand Total		512	7,055,519,366	251	3,181,907,757	33	520,609,594	3	53,280,400	5	1,494,000,000	2	600,000,000	12,905,317,117



Grameen Koota Financial Services Private Limited
 Notes to financial statements for the year ended March 31, 2015 (Amount in Rupees unless otherwise stated)

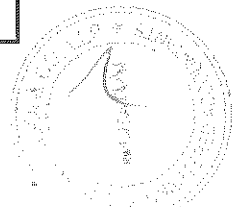
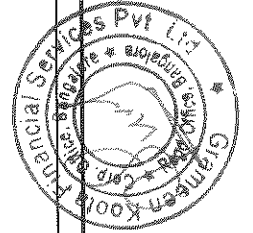
6. Provisions	Long term		Short term	
	31-Mar-15	31-Mar-14	31-Mar-15	31-Mar-14
Provision for employee benefits				
Provision for gratuity	3,592,873	13,721,411	-	-
Provision for leave encashment	-	-	12,781,522	9,944,485
	3,592,873	13,721,411	12,781,522	9,944,485
Others provisions				
Contingent provision against standard assets	21,304,745	14,524,757	107,707,182	51,563,312
Provision for non performing assets	4,944,752	768,528	-	-
	26,249,497	15,293,285	107,707,182	51,563,312
Total	29,842,370	29,014,696	120,488,704	61,507,797
7. Other current liabilities				
			31-Mar-15	31-Mar-14
Expenses and other payables			58,359,939	47,866,665
Employee benefit payables			52,534,515	34,221,714
Payable towards securitisation			164,407,277	118,646,803
Other liabilities				
Current maturities of long-term borrowings (refer note 5)			7,055,519,366	4,352,061,456
Interest accrued but not due:				
On term loans			19,859,667	16,238,776
On debentures			103,430,641	56,702,455
Statutory dues			20,116,223	7,130,575
Unamortized income				
Unamortised gain on securitisation			25,756,176	82,106,468
Unamortised interest income			4,015,349	2,374,745
			7,503,999,153	4,717,349,657



Grameen Koota Financial Services Private Limited
Notes to financial statements for the year ended March 31, 2015

(Amount in Rupees unless otherwise stated)

8. Tangible Assets	Building	Computer	Electrical Equipment	Furniture & Fixtures	Leasehold Improvement	Office equipments	Vehicle	Total
As at April 1, 2013	772,800	15,436,439	1,141,267	11,078,555	846,607	10,523,714	6,942,728	46,742,110
Additions	-	1,948,401	81,803	268,850	-	1,413,143	1,081,452	4,793,649
Disposals	-	347,044	9,750	19,851	-	535,533	2,776,513	3,888,691
As at March 31, 2014	772,800	17,037,796	1,213,320	11,327,554	846,607	11,401,324	5,247,667	47,847,068
Additions	-	9,426,106	161,024	3,221,496	-	3,939,187	2,014,637	18,762,450
Disposals	-	859,155	-	8,669	-	1,086,088	390,375	2,344,287
As at March 31, 2015	772,800	25,604,747	1,374,344	14,540,381	846,607	14,254,423	6,871,929	64,265,231
Depreciation								
As at April 1, 2013	51,975	7,996,793	626,903	6,091,440	846,607	1,873,576	3,027,968	20,515,262
Depreciation charge for the year	12,597	2,582,571	100,881	569,899	-	562,995	661,562	4,480,495
Disposals	-	202,024	4,523	19,851	-	93,533	1,606,691	1,926,622
As at March 31, 2014	64,572	10,377,340	733,261	6,641,478	846,607	2,339,038	2,082,839	23,069,135
Depreciation charge for the year	28,473	7,040,436	258,828	2,186,698	-	6,792,810	1,071,003	17,378,248
Disposals	-	697,420	-	8,669	-	862,726	285,143	1,853,958
As at March 31, 2015	93,045	16,720,366	992,089	8,819,507	846,607	8,263,122	2,868,699	38,593,425
Net Block								
As at March 31, 2014	708,228	6,660,456	490,059	4,686,076	(0)	9,068,286	3,164,828	24,777,933
As at March 31, 2015	679,755	8,884,391	392,255	5,720,874	(0)	5,991,301	4,003,230	25,671,806
9. Intangible Assets	Computer Software	Goodwill	Total					
As at March 31, 2013	9,144,517	76,000,000	85,144,517					
Additions	794,767	-	794,767					
As at March 31, 2014	9,939,284	76,000,000	85,939,284					
Purchase	11,852,528	-	11,852,528					
As at March 31, 2015	21,791,812	76,000,000	97,791,812					
Amortization								
As at April 1, 2013	7,646,682	76,000,000	83,646,682					
Depreciation charge for the year	788,972	-	788,972					
As at March 31, 2014	8,435,654	76,000,000	84,435,654					
Depreciation charge for the year	1,849,850	-	1,849,850					
Disposal	-	-	-					
As at March 31, 2015	10,285,504	76,000,000	86,285,504					
Net Block								
As at March 31, 2014	1,503,630	-	1,503,630					
As at March 31, 2015	11,506,308	-	11,506,308					



Grameen Koota Financial Services Private Limited
Notes to financial statements for the year ended March 31, 2015

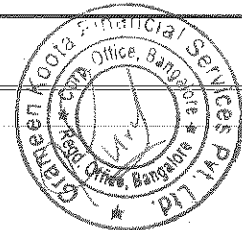
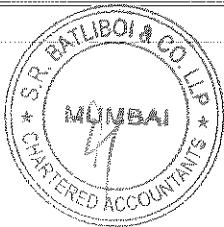
(Amount in Rupees unless otherwise stated)

13. Other assets	Non-current		Current	
	31-Mar-15	31-Mar-14	31-Mar-15	31-Mar-14
Non-current bank balances (note 14)	703,500,002	428,421,347	-	-
Unamortized expenditure				
Share issue expenses	6,456,475	8,974,455	2,558,352	2,408,346
Ancillary borrowing costs	24,786,014	25,044,716	45,697,105	34,154,780
Interest accrued but not due on deposits placed with banks	26,132,624	8,686,145	37,363,436	31,250,949
Interest accrued but not due on portfolio loans	-	-	34,644,312	19,645,653
Interest accrued and due on portfolio loans	-	-	78,327	16,118
Other current assets	-	-	50,000	3,022
Total	760,875,115	471,126,663	120,391,532	87,478,868

14. Cash and bank balances	Non-current		Current	
	31-Mar-15	31-Mar-14	31-Mar-15	31-Mar-14
Cash and bank balances				
Balance with banks				
On current accounts	-	-	724,121,575	1,740,848,492
Deposits with original maturity of less than 3 months*	-	-	1,000,000,000	1,061,820,612
Cash in hand	-	-	109,478,824	49,763,335
	-	-	1,833,600,399	2,852,432,439
Other bank balances				
Margin money deposits**	703,500,002	428,421,347	570,142,882	397,877,821
Other than margin money deposits	-	-	394,001,545	-
	703,500,002	428,421,347	964,144,427	397,877,821
Amounts disclosed under non-current assets (note 13)	(703,500,002)	(428,421,347)	-	-
Total	-	-	2,797,744,826	3,250,310,260

* includes an amount of Rs.4,001,545 representing insurance claim received after death of an employee, pending settlement on account of an impending court order for identifying the nominee.

** Represents margin money deposits placed to avail term loans from banks, financial institutions, non banking financial companies and as cash collateral in connection with securitisation transactions.



Grameen Koota Financial Services Private Limited

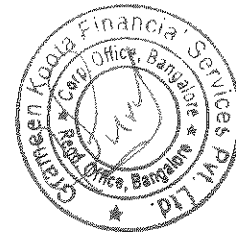
Notes to financial statements for the year ended March 31, 2015

(Amount in Rupees unless otherwise stated)

15. Revenue from operations	31-Mar-15	31-Mar-14
Interest on portfolio loans	2,238,733,495	1,185,871,509
Income from securitization and asset assignment	156,302,461	69,948,706
Other operating revenue		
Loan processing fees	189,317,658	102,805,223
Interest on margin money deposits*	85,847,548	52,916,596
Recovery against loans written offs	11,402,205	11,818,921
Total	2,681,603,367	1,423,360,955

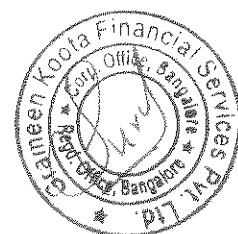
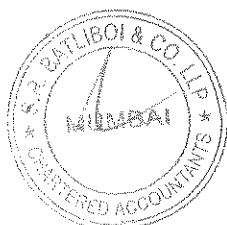
* Represents interest on margin money deposits placed to avail term loans from banks, financial institutions, non banking financial companies and as cash collateral in connection with securitisation transactions.

16. Other income	31-Mar-15	31-Mar-14
Dividend on mutual funds	-	16,082,280
Interest on fixed deposits	56,159,110	2,798,115
Income recognised towards amount received for technical assistance	11,289,571	11,278,435
Interest on employee loans	1,343,927	1,061,501
Profit from sale of investments	44,053,348	17,986,357
Miscellaneous Income	19,831,445	5,718,238
Total	132,677,401	54,924,926



Grameen Koota Financial Services Private Limited
 Notes to financial statements for the year ended March 31, 2015 (Amount in Rupees unless otherwise stated)

17. Employee benefits expense	31-Mar-15	31-Mar-14
Salaries & bonus*	375,475,263	247,445,824
Contribution to provident fund and other funds	34,039,033	22,328,614
Leave encashment and availment	5,168,185	4,942,844
Leave travel allowance	10,461,634	4,910,711
Gratuity	3,597,152	9,873,893
Staff welfare expenses	1,251,140	2,046,093
Stock option expenditure	3,899,726	586,980
Total	433,892,133	292,134,959
*Employee costs include a reversal of Rs.9,368,750 lakhs towards excess provision of bonus pertaining to the financial year ended March 31, 2014.		
18. Finance costs	31-Mar-15	31-Mar-14
Interest expense		
on debenture	322,901,414	143,661,720
on term loan from banks	786,072,595	416,622,869
on term loan from financial instituion	38,788,505	8,871,487
on term loan from non banking finance companies	44,200,554	74,357,196
Other borrowing costs	86,007,839	49,615,758
Bank charges	956,725	872,600
Total	1,278,927,632	694,001,630
19. Other expenses	31-Mar-15	31-Mar-14
Rent	29,026,776	18,822,765
Rates & taxes	598,881	402,848
Insurance	1,507,126	1,270,074
Repairs & maintenance		
Repairs to building	12,957,760	5,740,718
Repairs to machinery	619,894	368,403
Others	55,818	110,936
Electricity	4,229,640	2,914,817
Travelling and conveyance	76,036,775	44,713,383
Postage & telecommunication	22,717,100	16,207,214
Printing & stationery	23,679,699	8,321,035
Professional & consultancy charges	10,663,132	10,165,264
Credit Bureau Expenses	9,907,280	6,911,365
Directors sitting fees	570,000	640,000
Auditors remuneration		
Audit fees	2,225,000	1,690,000
Out of pocket fees	315,274	585,824
Training expenses	20,611,812	8,897,921
Donations	14,836,743	13,483,460
Other administrative expenses	18,538,959	8,327,685
Provision for other assets	3,957,568	3,529,069
Total	253,055,237	153,102,781
20. Depreciation and amortisation expense	31-Mar-15	31-Mar-14
Depreciation of tangible assets	17,378,249	4,480,495
Amortisation of intangible assets	1,849,850	788,972
Total	19,228,099	5,269,467
21. Provision and write-offs	31-Mar-15	31-Mar-14
Provision for standard assets	62,936,337	56,595,102
Provision for non-performing assets	4,163,744	(43,934,522)
Portfolio loans and other balances written off	1,282,801	44,594,164
Total	68,382,882	57,254,744



22. Segment information

The Company operates in a single reportable segment i.e. lending to members, which have similar risks and returns for the purpose of AS 17 on 'Segment Reporting' specified under section 133 of the Companies Act 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014. The Company operates in a single geographical segment i.e. domestic.

23. Related Party Transaction

Names of the related parties with whom transactions have been entered

Key Management Personnel	Ms. Vinatha M. Reddy, Non-executive Chairperson Mr. Suresh K. Krishna, Managing Director
--------------------------	---

Particulars	Key management personnel	
	March 31, 2015	March 31, 2014
Transactions during the year		
Ms. Vinatha M. Reddy		
Exgratia	2,099,242	200,438
Sitting fee	90,000	-
Rent	321,984	-
Mr. Suresh K. Krishna		
Salaries, perquisites and ex-gratia	13,339,320	5,215,150
Balances as at year end		
Ms. Vinatha M. Reddy	-	-
Mr. Suresh K. Krishna	-	-

Provisions for gratuity and leave benefits are made for the Company as a whole and the amounts pertaining to the Key Management Personnel are not specifically identified and hence are not included above.

24. Capital commitments

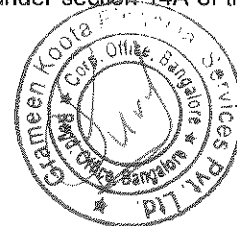
Estimated amounts of contracts remaining to be executed on capital account (net of capital advances) and not provided:

Particulars	March 31, 2015	March 31, 2014
For purchase/development of computer software	13,794,824	583,700

25. Contingent liabilities

Particulars	March 31, 2015	March 31, 2014
Credit enhancements provided by the Company towards securitization transactions	172,828,413	185,855,805
Performance security provided by the Company pursuant to service provider agreement	1,413,655	317,350
Tax on items disallowed by the Income Tax department not acknowledged as debt by the Company	Nil*	2,898,254

*An amount of Rs.721,41,000 pertaining to the Assessment Year 2011-12 (financial year 2010-11) was pending under appeal with Income Tax authorities. The same has been disposed-off during the current financial year in Company's favour. Tax on disallowance amounting to Rs.893,868 under section 14A of the Income Tax Act, 1961 has been duly provided for in the current year.



26. Retirement benefits

Gratuity

The Company has a defined benefit gratuity plan. Every employee who has completed five years or more of service is eligible for gratuity on cessation of employment and it is computed at 15 days salary (last drawn salary) for each completed year of service. The scheme is funded with an insurance Company in the form of a qualifying insurance policy.

The following tables summarize the components of net benefit expense recognised in the statement of profit and loss and the funded status and amounts recognised in the Balance Sheet for the gratuity plan.

Statement of profit and loss

Net employee benefit expense

Particulars	For the year ended March 31, 2015	For the year ended March 31, 2014
Current service cost	4,838,201	4,150,099
Interest cost on benefit obligation	1,308,670	759,295
Expected return on plan assets	(1,902,045)	(387,123)
Net actuarial (gain) / loss recognised	(647,674)	5,351,621
Past service cost	-	-
Net employee benefit expense	3,597,152	9,873,893
Actual return on plan assets	1,156,312	51,525

Balance sheet

Details of provision for gratuity:

Particulars	March 31, 2015	March 31, 2014
Defined benefit obligation	20,310,655	18,041,524
Plan assets	(16,717,752)	(4,324,392)
Plan liability	3,592,903	13,717,132

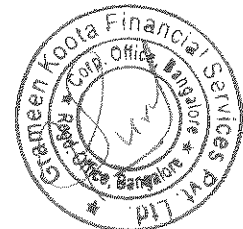
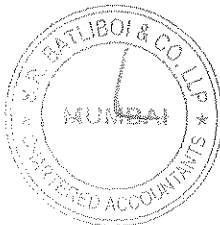
Changes in the present value of defined benefit obligation are as follows:

Particulars	Gratuity	
	March 31, 2015	March 31, 2014
Opening defined benefit obligation	18,041,523	9,239,218
Interest cost	13,08,670	759,295
Past service cost	-	-
Current service cost	4,838,201	4,150,099
Benefits paid	(2,484,333)	(1,123,112)
Actuarial (gains) / losses on obligation	(1,393,407)	5,016,023
Closing defined benefit obligation	20,310,654	18,041,523

Changes in the fair value of plan assets are as follows:

Particulars	Gratuity	
	March 31, 2015	March 31, 2014
Opening fair value of plan assets	4,324,362	5,395,979
Expected return	1,902,045	387,123
Contributions by employer	13,721,411	-
Benefits paid	(2,484,333)	(1,123,112)
Actuarial gains / (losses)	(745,733)	(335,598)
Closing fair value of plan assets	16,717,752	4,324,392

The Company expects to contribute Rs.7,036,098 (March 31, 2014:Rs.9,317,022) towards gratuity in the next financial year.



The major categories of plan assets as a percentage of the fair value of total plan assets are as follows:

Particulars	Gratuity	
	March 31, 2015	March 31, 2014
Investment with insurer	100%	100%

The overall expected rate of return on assets is determined based on the average long term rate of return expected on investment of the fund during the estimated term of the obligations.

The principal assumptions used in determining gratuity:

Particulars	Gratuity	
	March 31, 2015	March 31, 2014
Discount rate	7.79%	8.75%
Expected rate of return on assets	9.00%	8.00%
Salary escalation rate per annum	10% for the first five years and 7% thereafter	10% for the first five years and 7% thereafter
Rates of leaving service	18.97%	20.00%

The estimates of future salary increases, considered in actuarial valuation, take account of inflation, seniority, promotion and other relevant factors.

Amounts for the current and previous four years are as follows:

Particulars	Gratuity				
	March 31, 2015	March 31, 2014	March 31, 2013	March 31, 2012	March 31, 2011
Defined benefit obligation	20,310,655	18,041,524	9,239,218	5,797,813	4,149,882
Plan assets	16,717,752	4,324,392	5,395,979	3,633,569	2,935,414
Surplus / (deficit)	(3,592,902)	(13,717,132)	(3,843,239)	(2,164,244)	(1,214,368)
Experience adjustments on plan liabilities	(1,393,407)	(5,016,023)	(2,117,859)	(491,242)	(1,945,340)
Experience adjustments on plan assets	745,733	335,598	1,090	(16,970)	(32,799)

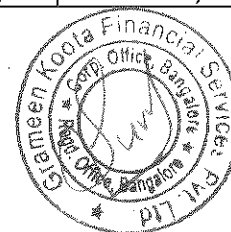
27. Earnings and expenditure in foreign currency (on accrual basis)

a. Earnings in foreign currency:

Particulars	March 31, 2015	March 31, 2014
Amount received towards technical assistance	9,848,043	9,798,745

b. Expenditure in foreign currency:

Particulars	March 31, 2015	March 31, 2014
Travelling expenses	1,434,529	446,378
Debenture issue expenses	-	1,854,273
Training expenses	526,516	-
Professional charges	486,699	-
Purchase of software license	16,784,250	-
Total	19,231,994	2,300,651



28. Earnings per share (EPS)

Profit and number of shares data used in computation of basic and diluted EPS:

Particulars	March 31, 2015	March 31, 2014
Net profit for calculation of EPS	494,558,095	185,089,896
Weighted average number of equity shares – basic EPS	53,282,200	39,729,688
Effect of dilution: Stock options granted under ESOP *	803,787	-
Weighted average number of equity shares – diluted EPS	54,085,987	39,729,688
Basic EPS (Rs.)	9.28	4.66
Diluted EPS (Rs.)	9.14	4.66
Nominal value of shares (Rs.)	10.00	10.00

* Represents effect of dilution on account of equity shares arising on exercise of stock options.

29. Loan portfolio and provision for standard and non-performing assets as at March 31, 2015:

(Rupees in Crores)

Asset Classification	Portfolio loans outstanding (Gross)		Provision for standard and substandard assets			Portfolio loans outstanding (Net)	
	March 31, 2015	March 31, 2014	March 31, 2014	Additions in 2014-15	March 31, 2015	March 31, 2015	March 31, 2014
Standard	1,339.08	668.49	6.61	6.29	12.90	1,326.18	661.88
Non-performing	0.49	0.08	0.08	0.41	0.49	-	-
Total	1,339.57	668.57	6.69	6.70	13.39	1,326.18	661.88

Loan portfolio and provision for standard and non-performing assets as at March 31, 2014:

(Rupees in Crores)

Asset Classification	Portfolio loans outstanding (Gross)		Provision for standard and substandard assets			Portfolio loans outstanding (Net)	
	March 31, 2014	March 31, 2013	March 31, 2013	Additions in 2013-14	March 31, 2014	March 31, 2014	March 31, 2013
Standard	668.49	379.72	0.95	5.66	6.61	661.88	378.77
Non-performing	0.08	4.47	4.47	(4.39)	0.08	-	-
Total	668.57	384.19	5.42	1.27	6.69	661.88	378.77

30. Leases

Operating Lease

Head office and branch office premises are acquired on operating lease. The branch office premises are generally rented on cancellable term for period of eleven to sixty months with no escalation clause and renewable at the option of the Company.

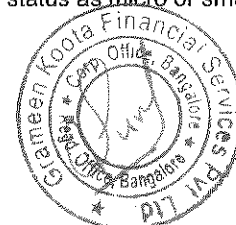
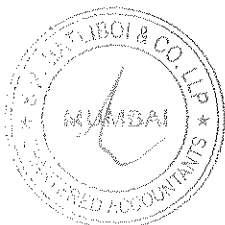
There are no restrictions imposed by lease arrangements. There are no subleases. Lease payments during the year are charged to statement of profit and loss.

Particulars	March 31, 2015	March 31, 2014
Operating lease payments recognised during the year	29,026,776	18,822,765

31. Dues to micro, small and medium enterprises

There are no amounts that need to be disclosed in accordance with the Micro Small and Medium Enterprise Development Act, 2006 (the 'MSMED') pertaining to micro or small enterprises.

For the year ended March 31, 2015, no supplier has intimated the Company about its status as micro or small enterprises or its registration with the appropriate authority under MSMED.



32. Amounts received as technical assistance

Following amounts have been received and recognised in statement of profit and loss under "Other Income":

Particulars	March 31, 2015	March 31, 2014
Amounts received as technical assistance	11,289,571	11,278,435

33. Stock options

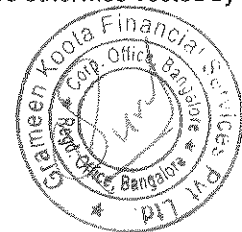
During the year ended March 31, 2015, the following stock option grants were in operation:

Particulars	Tranche I	Tranche II	Tranche III
Date of grant	Apr 1, 2012	Oct 1, 2013	Jun 1, 2014
Date of Board / Compensation Committee approval	Oct 15, 2011	Aug 22, 2012	Jul 30, 2014
Number of Options granted	716,676	631,339	443,000
Method of settlement	Equity	Equity	Equity
Graded vesting period:			
Day following the expiry of 12 months from grant	25%	25%	25%
Day following the expiry of 24 months from grant	25%	25%	25%
Day following the expiry of 36 months from grant	25%	25%	25%
Day following the expiry of 48 months from grant	25%	25%	25%
Exercise period	48 months from date of vesting		
Vesting conditions	Continuous service		
Weighted average remaining contractual life (years)	5.01	6.51	7.18
Weighted average exercise price per option (Rs.)	27.00	27.00	39.86
Weighted average fair value of options (Rs.)	14.32	16.97	36.21

Reconciliation of options:

Particulars	March 31, 2015	March 31, 2014
Tranche I		
Options outstanding at the beginning of the year	641,176	654,676
Granted during the year	-	-
Forfeited during the year	5,250	13,500
Exercised during the year	-	-
Expired during the year	-	-
Outstanding at the end of the year	635,926	641,176
Exercisable at the end of the year (refer note below)	546,926	320,588
Tranche II		
Options outstanding at the beginning of the year	631,339	-
Granted during the year	-	631,339
Forfeited during the year	27,000	-
Exercised during the year	-	-
Expired during the year	-	-
Outstanding at the end of the year	604,339	631,339
Exercisable at the end of the year (refer note below)	256,339	-
Tranche III		
Options outstanding at the beginning of the year	-	-
Granted during the year	443,000	-
Forfeited during the year	6,000	-
Exercised during the year	-	-
Expired during the year	-	-
Outstanding at the end of the year	437,000	-
Exercisable at the end of the year	-	-

Note: Include 68,669 options (Tranche I) and 103,004 options (Tranche II), the vesting period of which has been accelerated to March 1, 2015 pursuant to a resolution dated March 28, 2014, passed by the Board of Directors through circulation and ratified on May 4, 2014. Such options would have otherwise vested by March 31, 2016 and September 30, 2017 respectively.



Details of stock options granted during the year:

Tranche III: The weighted average fair value of stock options granted during the year was Rs.36.21. The Black-Scholes Model has been used for computing the weighted average fair value considering the following:

Particulars	Tranche vesting in FY 2015-16	Tranche vesting in FY 2016-17	Tranche vesting in FY 2017-18	Tranche vesting in FY 2018-19
Share price on the date of grant (Rs.)	55.14	55.14	55.14	55.14
Exercise price (Rs.)	39.86	39.86	39.86	39.86
Expected volatility (%)	44.13%	44.13%	44.13%	44.13%
Life of the options granted (years)	5	6	7	8
Risk-free interest rate (%)	8.05%	8.05%	8.05%	8.05%
Expected dividend rate (%)	0%	0%	0%	0%
Fair value of the option (Rs.)	33.23	35.38	37.28	39.96

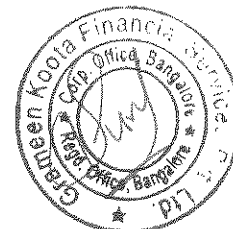
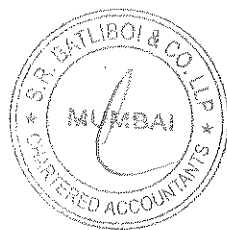
The Company measures the cost of ESOP using the intrinsic value method. Had the Company used the fair value model to determine compensation, its profit after tax and earnings per share as reported would have changed to the amounts indicated below:

Particulars	Year ended March 31, 2015	Year ended March 31, 2014
Profit after tax as reported	494,558,095	185,089,896
Add: ESOP cost using intrinsic value method	3,899,726	586,980
Less: ESOP cost using fair value method	14,500,836	6,045,363
Profit after tax (adjusted)	483,946,985	179,631,513
Earnings Per Share		
Basic		
- As reported	9.28	4.66
- Adjusted for ESOP cost using fair value method	9.08	4.51
Diluted		
- As reported	9.14	4.66
- Adjusted for ESOP cost using fair value method	8.95	4.51

Particulars	As at March 31, 2015	As at March 31, 2014
Stock options outstanding (gross)	9,029,234	2,260,194
Deferred compensation cost outstanding	4,542,528	1,673,214
Stock options outstanding (net)	4,486,706	586,980

34. Provision for fraud and misappropriation

An amount of Rs.5,082,487 has been provided in the financial statements towards the legal proceedings and claims initiated by the Company in respect of the cases of frauds and thefts reported up to March 31, 2015.



35. Disclosures required by the RBI

a. Capital to risk assets ratio ('CRAR'):

(Rupees in crore)

Particulars	March 31, 2015	March 31, 2014
CRAR (%)	28.14%	31.64%
CRAR-Tier I Capital (%)	26.56%	28.81%
CRAR-Tier II Capital (%)	1.58%	2.83%
Amount of subordinated debt raised as Tier II capital	-	11.40
Amount raised by issue of Perpetual Debt Instruments	-	-

b. Investments

(Rupees in crore)

Particulars	March 31, 2015	March 31, 2014
1 Value of Investments		
(i) Gross Value of Investments		
(a) in India	0.20	0.20
(a) outside India	-	-
(ii) Provisions for Depreciation		
(a) in India	-	-
(a) outside India	-	-
(ii) Net Value of Investments		
(a) in India	0.20	0.20
(a) outside India	-	-
2 Movement of provision held towards depreciation		
(i) Opening balance	-	-
(ii) Add : Provisions made during the year	-	-
(iii) Less: Write-off / write-back of excess provision	-	-
(iv) Closing balance	-	-

c. Derivatives

The Company has no transactions / exposure in derivatives in the current and previous year.

d. Disclosure related to securitization

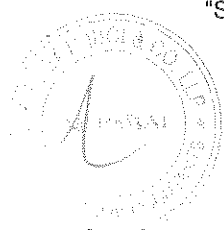
Disclosure as per RBI circular DBOD.NO.BP.BC.60/21.04.048/2005-06 dated February 1, 2006:

During the year the Company has sold loans through securitization. The information on securitization activity of the Company as an originator is as shown below:

(Rupees)

Particulars	For year ended March 31, 2015	For year ended March 31, 2014
Number of loans securitized	231,730	159,850
Book value of loans securitized (refer note 1)	1,641,353,236	1,396,989,897
Sale consideration received (refer note 1)	1,678,670,478	1,475,635,926
Income recognised in statement of profit and loss	156,302,461	69,948,706
Particulars	As at March 31, 2015	As at March 31, 2014
Principal outstanding of loans securitized	1,074,976,661	1,409,562,133
Credit enhancements provided and outstanding:		
Cash collateral	233,741,182	195,454,889

Note 1: For the year ended March 31, 2015, the amount includes Rs.16,532,996 (Previous year: Nil) representing portfolio loans de-recognised on account of loans sold under securitization and held as "Subordinated contribution".



Disclosure as per RBI circular DNBS.PD.No.301/3.10.01/2012-13 dated August 21, 2012:
(Information in respect of transactions in operation as at reporting date)

Particulars	(Rupees)	
	As at March 31, 2015	As at March 31, 2014
No of SPVs sponsored by the NBFC for securitization transactions	14	13
Amount of securitized assets as per books of SPV sponsored by NBFC	1,220,301,000	1,485,313,000
Amount of exposures retained by NBFC to comply with MRR as on the date of balance sheet		
a. Off-Balance sheet exposure		
• First Loss	-	-
• Others	-	-
b. On-Balance sheet exposure		
• First Loss – Cash collateral	233,742,000	195,454,889
• Others	-	-
Amount of exposures other than MRR		
a. Off-Balance sheet exposure		
i. Exposure to own securitizations		
• First Loss	-	-
• Loss	-	-
ii. Exposure to third party transactions		
• First Loss	-	-
• Others	-	-
b. On-Balance sheet exposure		
ii. Exposure to own securitizations		
• Others	-	24,204
iii. Exposure to third party transactions		
• First Loss	-	-
• Others	-	-

e. Details of financial assets sold to securitization / reconstruction company for asset reconstruction:

The Company has not sold any financial asset to securitization / reconstruction company for asset reconstruction in the current and previous year.

f. Details of assignment transactions:

The Company has not undertaken any assignment transactions in the current and previous year.

g. Details of non-performing financial asset purchased / sold:

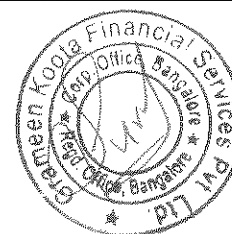
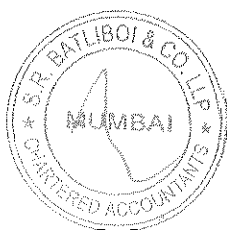
The Company has not purchased / sold any non-performing financial assets in the current and previous year.

h. Asset liability management:

Maturity pattern of assets and liabilities as on March 31, 2015:

Particulars	(Rupees in crore)								
	Upto 30 / 31 days	1 to 2 months	2 to 3 months	3 to 6 months	6 months to 1 year	1 to 3 years	3 to 5 years	Over 5 years	Total
Borrowings	35.82	48.96	77.65	184.04	359.08	370.25	154.73	60.00	1,290.53
Advances*	126.40	115.70	110.34	302.48	428.27	269.77	-	-	1,352.96
Investments	-	-	-	-	-	-	-	0.20	0.20
Foreign currency assets	-	-	-	-	-	-	-	-	-
Foreign currency liabilities	-	-	-	-	-	-	-	-	-

* Net of provision for non-performing assets



Maturity pattern of assets and liabilities as on March 31, 2014:

Particulars	(Rupees in crore)								
	Upto 30 / 31 days	1 to 2 months	2 to 3 months	3 to 6 months	6 months to 1 year	1 to 3 years	3 to 5 years	Over 5 years	Total
Borrowings	34.57	26.77	72.11	112.71	189.04	268.12	10.50	91.40	805.22
Advances*	60.46	59.97	47.26	139.72	210.59	158.57	0.08	-	676.65
Investments	-	-	-	-	-	-	-	0.20	0.20
Foreign currency assets	-	-	-	-	-	-	-	-	-
Foreign currency liabilities	-	-	-	-	-	-	-	-	-

* Net of provision for non-performing assets

i. Exposures:

The Company has no exposure to the real estate sector and capital market directly or indirectly in the current and previous year.

j. Unsecured Advances: Refer Note 12.

k. Registration obtained from other financial regulators:

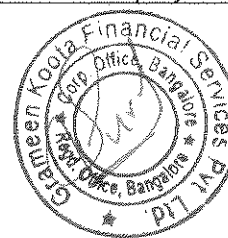
The Company is not registered with any other financial sector regulators.

l. Disclosure of penalties imposed by RBI and other regulators:

No Penalties were imposed by RBI and other regulators during current and previous year.

m. Ratings assigned by credit rating agencies and migration of ratings:

Particulars	Name of rating agency	Date of rating	Rating / (Previous year rating)	(Rupees in crore)	
				Borrowing limit / conditions imposed by rating agency	Valid up to
Long term debt	ICRA	June 16, 2014	BBB+ / (BBB)	613.27	May 31, 2015
Non-convertible debentures	ICRA	June 16, 2014	BBB+ / (BBB)	200.00	June 15, 2015
Subordinated debt	ICRA	June 16, 2014	BBB / (BBB-)	22.00	June 15, 2015
Organization rating	CRISIL	Dec 12, 2014	MfR2/ (MfR3)	NA	Dec 11, 2015
IFMR Mosec Talos-PTC 1	ICRA	Aug 2014	BBB / NA	12.08	Jun 2016
IFMR Mosec Talos-PTC 2	ICRA	Aug 2014	B- / NA	1.27	Jun 2016
IFMR Mosec Odin-PTC 1	ICRA	Sep 2014	BBB / NA	17.11	Jul 2016
IFMR Mosec Odin-PTC 2	ICRA	Sep 2014	B / NA	1.92	Jul 2016
IFMR Mosec Mesembria-PTC 1	ICRA	Oct 2014	BBB / NA	30.11	Aug 2017
IFMR Mosec Mesembria-PTC 2	ICRA	Oct 2014	B- / NA	1.59	Aug 2017
IFMR Mosec Eiar-PTC 1	India Rating	Jan 2015	A- / NA	31.77	Mar 2016
IFMR Mosec Eiar-PTC 2	India Rating	Jan 2015	BBB / NA	2.85	Mar 2016
IFMR Mosec Eiar-PTC 3	India Rating	Jan 2015	BB+ / NA	0.71	Mar 2016
IFMR Mosec Zephyrus-PTC 1	ICRA	Jan 2015	BBB / NA	9.96	Nov 2016
IFMR Mosec Zephyrus-PTC 2	ICRA	Jan 2015	C+ / NA	.52	Nov 2016
Ceres-PTC 1	India Rating	Feb 2015	A- / NA	25.11	Sep 2016
Ceres-PTC 2	India Rating	Feb 2015	BB- / NA	2.51	Sep 2016
IFMR Mosec Aria 2015-PTC 1	ICRA	Mar 2015	A- / NA	7.90	Jan 2017
IFMR Mosec Aria 2015-PTC 2	ICRA	Mar 2015	B- / NA	1.29	Jan 2017
Beta Trust	ICRA	Mar 2015	BBB+ / NA	19.5	May 2016



n. Provisions and contingencies (shown under the head expenditure in Statement of Profit and Loss):

Particulars	(Rupees in crore)	
	March 31, 2015	March 31, 2014
Provision for standard assets	6.29	5.66
Provision for non-performing assets	0.42	(4.39)
Provision for income tax	28.91	8.44
Provision for gratuity	0.36	0.99
Provision for leave encashment	0.52	0.49
Provision fraud and misappropriation (net of recoveries)	(0.16)	0.07
Provision for other assets (net)	0.05	(0.15)
Total	36.39	11.11

o. Drawdown from Reserves:

There has been no draw down from reserves during the year ended March 31, 2015 (previous year: Nil).

p. Concentration of Advances, Exposures and NPAs

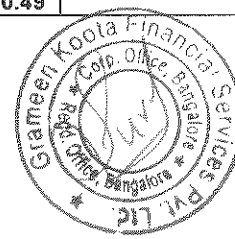
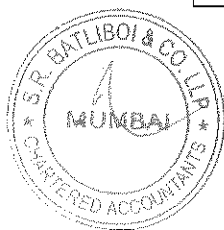
Particulars	(Rupees in crore)	
	March 31, 2015	March 31, 2015
Concentration of Advances		
Total advances to twenty largest borrowers	0.10	0.10
(%) of advances to twenty largest borrowers to total advances	0.01%	0.02%
Concentration of Exposures		
Total exposure to twenty largest borrowers / customers	0.12	0.13
(%) of exposures to twenty largest borrowers / customers to total exposure	0.01%	0.02%
Concentration of NPAs		
Total Exposure to top four NPA accounts	0.04	0.03

q. Sector-wise NPAs

Sr. No.	Sector	Percentage of NPAs to Total Advances in that sector as at	Percentage of NPAs to Total Advances in that sector as at
		March 31, 2015	March 31, 2014
1	Agriculture and Allied Activities	0.01%	0.00%
2	MSME	-	-
3	Corporate Borrowers	-	-
4	Services	0.02%	0.01%
5	Unsecured Personal Loans	0.01%	0.00%
6	Auto Loans	-	-
7	Other Personal Loans	-	-

r. Movement of NPAs

Particulars	(Rupees in crore)	
	March 31, 2015	March 31, 2014
(i) Net NPAs to Net Advances (%)		
(ii) Movement of NPAs (Gross):		
(a) Opening balance	0.08	4.47
(b) Additions during the year	0.55	0.07
(c) Reductions during the year (loans written off)	0.12	4.46
(b) Closing balance	0.49	0.08
(iii) Movement of Net NPAs		
(a) Opening balance	-	-
(b) Additions during the year	-	-
(c) Reductions during the year	-	-
(b) Closing balance	-	-
(iv) Movement of provisions for NPAs		
(a) Opening balance	0.08	4.47
(b) Provisions made during the year	0.55	0.07
(c) Write-off / write-back of excess provisions	0.12	4.46
(b) Closing balance	0.49	0.08



s. Disclosure of customer complaints

Sr. No	Particulars	No. of complaints
a.	No. of complaints pending at the beginning of the year	17
b.	No. of complaints received during the year	424
c.	No. of complaints redressed during the year	433
d.	No. of complaints pending at the end of the year	8

t. Information on instances of fraud

Instances of fraud reported during the year ended March 31, 2015:

Nature of fraud	No. of cases	Amount of fraud	Recovery	(Rupees)
				Amount provided
Cash Embezzlement	1	50,528	1,198	24,665
Theft by external parties	1	50,000	-	25,000

Instances of fraud reported during the year ended March 31, 2014:

Nature of fraud	No. of cases	Amount of fraud	Recovery	(Rupees)
				Amount provided
Cash Embezzlement	1	278,606	-	278,606
Fake Loans	2	40,800	541	40,259

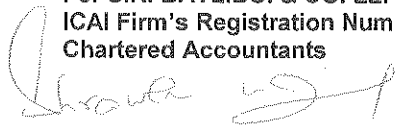
u. The net interest margin (NIM) for the Company, for the year ended March 31, 2015 is 9.56% (March 31, 2014: 10.30%).

v. The Company has not disbursed any loans against the security of gold.

36. The Company's application to the Company Law Board on October 19, 2011 for compounding in respect of equity shares issued in financial year 2010, against the dividend on compulsorily convertible preference shares, amounting to Rs.937,505, to non-resident shareholders, for which FIPB approval was received subsequently on December 2, 2011, is pending with the appropriate authorities.

37. Previous year's figures have been regrouped where necessary to conform to this year's classification.

For S.R. BATLIBOI & CO. LLP
ICAI Firm's Registration Number: 301003E
Chartered Accountants

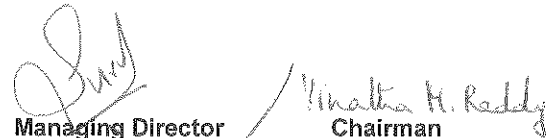


per Shrawan Jalan
Partner
Membership No.102102

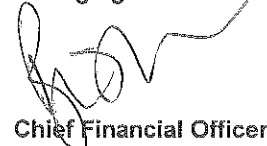
Place : BANGALORE
Date : May 5, 2015



For and on behalf of the Board of Directors of
Grameen Koota Financial Services Private Limited



Managing Director



Chief Financial Officer

Vinatha H. Reddy
Chairman



Company Secretary

Place : BANGALORE
Date : 05 MAY 2015

