

**IFMR CAPITAL  
FINANCE PRIVATE  
LIMITED**

**Audited Financial  
Statements for the year  
ended 31<sup>st</sup> March 2015**

## INDEPENDENT AUDITOR'S REPORT

### TO THE MEMBERS OF IFMR CAPITAL FINANCE PRIVATE LIMITED Report on the Financial Statements

We have audited the accompanying standalone financial statements of **IFMR CAPITAL FINANCE PRIVATE LIMITED** ("the Company"), which comprise the Balance Sheet as at 31<sup>st</sup> March, 2015, the Statement of Profit and Loss, the Cash Flow Statement for the year then ended, and a summary of the significant accounting policies and other explanatory information.

#### Management's Responsibility for the Standalone Financial Statements

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

#### Auditor's Responsibility

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

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

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

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

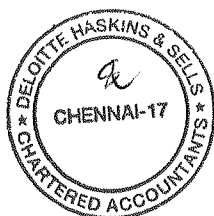
We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the standalone financial statements.

**Opinion**

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31<sup>st</sup> March, 2015, and its profit and its cash flows for the year ended on that date.

**Report on Other Legal and Regulatory Requirements**

1. As required by the Companies (Auditor's Report) Order, 2015 ("the Order") issued by the Central Government in terms of Section 143 (11) 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 purposes of our audit.
  - (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books
  - (c) The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
  - (d) In our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
  - (e) On the basis of the written representations received from the directors as on 31<sup>st</sup> March, 2015 taken on record by the Board of Directors, none of the directors is disqualified as on 31<sup>st</sup> March, 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:



# **Deloitte Haskins & Sells**

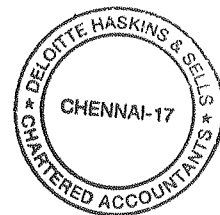
- i. The financial statements disclose the impact of pending litigations on the financial position of the Company – Refer Note 27 (ii) to the financial statements;
- ii. The Company has made provision as required under the applicable law or accounting standards for material foreseeable losses, if any, on long-term contracts – Refer Note 36 to the financial statements. The Company does not have any derivative contracts;
- iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

For **Deloitte Haskins & Sells**  
Chartered Accountants  
(Firm's Registration No. 008072S)



**Bhavani Balasubramanian**  
Partner  
Membership No. 22156

CHENNAI, 5 May 2015



**ANNEXURE TO THE INDEPENDENT AUDITORS' REPORT**

(Referred to in paragraph (1) under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)

Having regard to the nature of the Company's business / activities / results during the year, clauses (ii), (v) and (vi) of paragraph 3 of the Order are not applicable to the Company:

- (i) In respect of its fixed assets:
- (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
  - (b) The fixed assets were physically verified during the year by the Management in accordance with a regular programme of verification which, in our opinion, provides for physical verification of all the fixed assets at reasonable intervals. According to the information and explanation given to us, no material discrepancies were noticed on such verification.
- (ii) The Company has not granted any loans to companies, firms or other parties covered in the Register maintained under section 189 of the Companies Act, 2013.
- (iii) 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 the sale of services and during the course of our audit we have not observed any continuing failure to correct major weaknesses in such internal control system.
- (iv) According to the information and explanations given to us, in respect of statutory dues:
- (a) The Company has been regular in depositing undisputed dues, including Provident Fund, Income-tax, Service Tax, Cess and other material statutory dues applicable to it with the appropriate authorities.
  - (b) There were no undisputed amounts payable in respect of Provident Fund, Income-tax, Service Tax, Cess and other material statutory dues in arrears as at 31<sup>st</sup> March 2015 for a period of more than six months from the date they became payable.
  - (c) Details of dues of Service Tax and Cess which have not been deposited as on 31<sup>st</sup> March 2015 on account of disputes are given below:

Name of Statute	Nature of Dues	Forum where Dispute is Pending	Period to which the Amount Relates	Amount Involved (Rs.)
Finance Act 1994	Service Tax	Commissioner of Service Tax	Financial year 2009-10 to 2011-12	853,816



# **Deloitte Haskins & Sells**

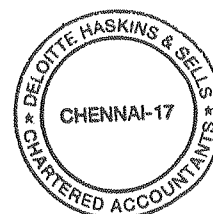
- (d) There are no amounts that are due to be transferred to the Investor Education and Protection Fund in accordance with the relevant provisions of the Companies Act, 1956 (1 of 1956) and Rules made thereunder.
- (v) The Company does not have accumulated losses at the end of the financial year and the Company has not incurred cash losses during the financial year covered by our audit and in the immediately preceding financial year.
- (vi) In our opinion and according to the information and explanations given to us, the Company has not defaulted in the repayment of dues to financial institutions, banks and debenture holders.
- (vii) In our opinion and according to the information and explanations given to us, the terms and conditions of the guarantees given by the Company for loans taken by others from banks and financial institutions are not, prima facie, prejudicial to the interests of the Company.
- (viii) In our opinion and according to the information and explanations given to us, the term loans have been applied by the Company during the year for the purposes for which they were obtained, other than temporary deployment pending application.
- (ix) To the best of our knowledge and according to the information and explanations given to us, no fraud by the Company and no material fraud on the Company has been noticed or reported during the year.

For **Deloitte Haskins & Sells**  
Chartered Accountants  
(Firm's Registration No. 008072S)

*Bhavani Balasubramanian*

CHENNAI, 5 May 2015

**Bhavani Balasubramanian**  
Partner  
Membership No. 22156



IFMR CAPITAL FINANCE PRIVATE LIMITED

Balance Sheet as at 31 March, 2015

Particulars	Note Reference	Amount in INR	
		As at 31 March, 2015	As at 31 March 2014
<b>I EQUITY AND LIABILITIES</b>			
<b>Shareholders' Funds</b>			
Share Capital	3	783,654,730	732,231,410
Reserves and Surplus	4	1,418,984,560	813,679,724
		<b>2,202,639,290</b>	<b>1,545,911,134</b>
<b>Non Current Liabilities</b>			
Long Term Borrowings	5	4,249,467,491	1,540,125,938
Other Long Term Liabilities	6	169,448,682	91,041,429
Long Term Provisions	7	18,401,083	10,201,581
		<b>4,437,317,256</b>	<b>1,641,368,948</b>
<b>Current Liabilities</b>			
Short Term Borrowings	8	1,898,645,598	625,038,213
Trade Payables	9	52,910,951	61,383,869
Other Current Liabilities	10	3,161,788,500	1,552,171,496
Short Term Provisions	11	19,379,458	7,031,986
		<b>5,132,724,507</b>	<b>2,245,625,564</b>
<b>TOTAL</b>		<b>11,772,681,053</b>	<b>5,432,905,646</b>
<b>II ASSETS</b>			
<b>Non Current Assets</b>			
<b>Fixed Assets</b>			
Tangible Assets	12	2,916,488	3,160,567
Intangible Assets	12	13,173	32,933
Intangible Assets under development		17,561,201	8,640,884
		<b>20,490,862</b>	<b>11,834,384</b>
Non Current Investments	13	1,296,989,728	694,979,401
Deferred Tax Assets (Net)	35	18,966,873	1,310,477
Receivables under Financing Activity	17	2,356,237,475	860,126,544
Long-term loans and advances	14	34,121,352	34,681,271
Other Non Current Assets	15	259,292,058	159,032,647
		<b>3,986,098,348</b>	<b>1,761,964,724</b>
<b>Current Assets</b>			
Current Investments	16	1,182,793,575	934,929,596
Receivables under Financing Activity	17	5,311,335,910	1,623,192,945
Cash and Cash equivalents	18	817,033,880	830,667,731
Short - Term Loans and Advances	19	194,108,182	137,770,835
Other Current Assets	20	281,311,158	144,379,815
		<b>7,786,582,705</b>	<b>3,670,940,922</b>
<b>TOTAL</b>		<b>11,772,681,053</b>	<b>5,432,905,646</b>
See accompanying notes forming part of the financial statements			

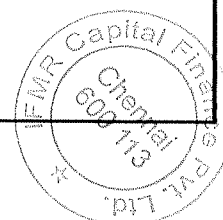
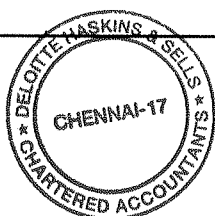
In terms of our report attached  
For Deloitte Haskins & Sells  
Chartered Accountants

*Bha Balasub*  
Bhavani Balasubramanian  
Partner  
Place: Chennai  
Date : 5 May 2015

For and on behalf of the Board of Directors

*Vincent*  
Chief Executive Officer and Director  
*Vincent*  
Chief Financial Officer

*Director*  
Director  
*Company Secretary*  
Company Secretary



**IFMR Capital Finance Private Limited**
**Statement of Profit and Loss for the Year Ended 31 March, 2015**

		Amount in INR	
Particulars	Note Reference	For the Year ended 31 March, 2015	For the Year ended 31 March, 2014
<b>INCOME</b>			
Revenue from Operations	21	1,498,088,242	741,172,147
Other Income	22	19,830,649	18,424,084
<b>TOTAL REVENUE (I)</b>		<b>1,517,918,891</b>	<b>759,596,231</b>
<b>EXPENDITURE</b>			
Finance costs	23	663,437,207	337,828,592
Employee Benefits Expense	24	151,161,104	103,590,083
Provision for Standard Assets	25	16,963,149	4,639,878
Depreciation/ Amortisation Expense	12	2,012,158	1,513,663
Other Expenses	26	186,489,465	172,691,479
<b>TOTAL EXPENSES (II)</b>		<b>1,020,063,083</b>	<b>620,263,695</b>
<b>Profit before Tax (I - II)</b>		<b>497,855,808</b>	<b>139,332,536</b>
<b>Tax Expenses</b>			
- Current tax expense	35 & 27.3	132,971,119	23,799,074
- Deferred Tax		(17,451,001)	(5,215,970)
<b>Total Tax Expenses</b>		<b>115,520,118</b>	<b>18,583,104</b>
<b>Profit for the Year</b>		<b>382,335,690</b>	<b>120,749,432</b>
<b>Earnings Per Share (of INR 10/- each)</b>	34		
a) Basic		4.92	2.01
b) Diluted		4.92	2.01
<b>See accompanying notes forming part of the financial statements</b>			

In terms of our report attached  
For Deloitte Haskins & Sells  
Chartered Accountants

*Bhavani Balasubramanian*

Bhavani Balasubramanian  
Partner

Place: Chennai  
Date : 5 May 2015

For and on behalf of the Board of Directors

*Vincent Lukman*

Chief Executive Officer and Director

*Vincent Lukman*

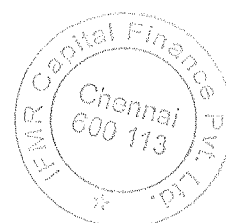
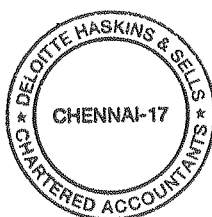
Chief Financial Officer

*Vincent Lukman*

Director

*Vincent Lukman*

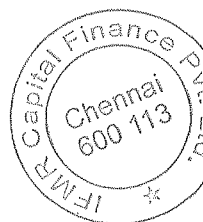
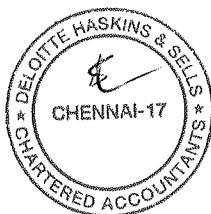
Company Secretary





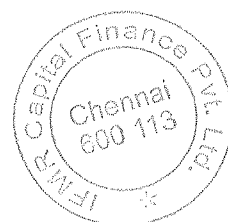
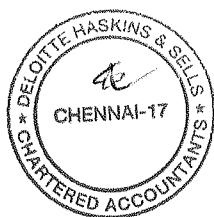
**IFMR CAPITAL FINANCE PRIVATE LIMITED**  
**Cash Flow Statement for the Year ended 31 March, 2015**

Particulars	Amount in INR			
	For the year ended 31 March 2015		For the year ended 31 March 2014	
<b>A. Cash flow from operating activities</b>				
Net Profit before tax		497,855,808		139,332,536
Adjustments for:				
Depreciation/ Amortisation Expenses	2,012,158		1,513,663	
Amortisation of Processing Fees	17,379,702		14,367,905	
Finance costs	645,555,329		323,216,271	
Interest income from Bank on Deposits	(35,241,264)		(19,267,878)	
Provision for Standard Assets	16,963,149		4,639,878	
Provision for Gratuity	2,320,833		2,013,562	
Provision for Compensated Absences	1,262,992		(143,419)	
Provision for Long term incentive	28,641,936		6,638,585	
		678,894,835		332,978,567
Operating profit before working capital changes		1,176,750,643		472,311,103
Changes in working capital and Others:				
Adjustments for (increase) / decrease in operating assets:				
Receivable under financing activity (Current)	(3,688,142,965)		(900,891,837)	
Receivable under financing activity (Non Current)	(1,496,110,931)		(654,814,613)	
Short-term loans and advances	(189,533,521)		(130,912,318)	
Investments in securitisation (Current)	(247,863,979)		(38,418,307)	
Investments in securitisation (Non Current)	(589,130,657)		(261,826,606)	
Other Non current assets	(23,289,410)		(52,297,352)	
Other current assets	(133,235,291)		(31,003,326)	
Adjustments for increase / (decrease) in operating liabilities:				
Trade payables	(23,441,117)		35,161,776	
Collateral deposits from customers	82,741,132		42,280,455	
Other current liabilities	246,747,922		82,783,221	
		(6,061,258,817)		(1,909,938,907)
Cash used in operations		(4,884,508,174)		(1,437,627,804)
Net income tax paid		-		(15,571,913)
Interest received on collateral deposit		15,147,619		9,814,374
Interest paid on borrowings		(573,657,885)		(297,260,875)
Interest paid on security deposits		(37,881,763)		(8,216,733)
<b>Net cash used in operating activities (A)</b>		<b>(5,480,900,203)</b>		<b>(1,748,862,951)</b>



**IFMR CAPITAL FINANCE PRIVATE LIMITED**  
**Cash Flow Statement for the Year ended 31 March 2015**

Particulars	Amount in INR			
	For the year ended 31 March 2015		For the year ended 31 March 2014	
<b>B. Cash flow from investing activities</b>				
Capital expenditure on fixed assets, including capital advances	(11,272,917)		(11,399,286)	
Collateral deposits - placed (net)	(249,887,516)		(80,636,786)	
Own deposits - (placed) / matured (net)	(123,697,155)		13,195,377	
Interest Income received from Banks	20,093,645		5,081,583	
Investment in shares of subsidiaries	(12,879,670)		-	
		(377,643,613)		(73,759,112)
<b>Net cash used in investing activities (B)</b>		<b>(377,643,613)</b>		<b>(73,759,112)</b>



**IFMR CAPITAL FINANCE PRIVATE LIMITED**
**Cash Flow Statement for the Year ended 31 March 2015**

Amount in INR

Particulars	For the year ended 31 March 2015		For the year ended 31 March 2014	
<b>C. Cash flow from financing activities</b>				
Proceeds from long-term borrowings	5,690,873,151		2,026,500,000	
Repayment of long term borrowings	(1,777,678,194)		(856,219,484)	
Proceeds from Short-term borrowings	2,900,000,003		1,050,123,185	
Repayment of short term borrowings	(1,501,392,619)		(722,220,518)	
Inflow from Share Capital	274,791,352		703,373,572	
Processing fees paid	(22,956,877)		(11,781,213)	
		5,563,636,816		2,189,775,542
<b>Net cash flow used in financing activities (C)</b>		<b>5,563,636,816</b>		<b>2,189,775,542</b>
<b>Net (decrease)/increase in Cash and cash equivalents (A+B+C)</b>		<b>(294,907,000)</b>		<b>367,153,479</b>
Cash and cash equivalents at the beginning of the year		603,805,139		236,651,660
<b>Cash and cash equivalents at the end of the year</b>		<b>308,898,139</b>		<b>603,805,139</b>
<b>Reconciliation of Cash and cash equivalents with the Balance Sheet:</b>				
Cash and cash equivalents as per Balance Sheet (Refer Note 18)		817,033,880		830,667,731
Less: Bank balances not considered as Cash and cash equivalents as defined in AS 3 Cash Flow Statements (Refer note below)		5,954,581		23,962,196
Restricted balances placed in deposits account (Refer note below)		502,181,160		202,900,396
<b>Cash and cash equivalents at the end of the year *</b>		<b>308,898,139</b>		<b>603,805,139</b>
* Comprises of:				
Balances with banks in current accounts		308,898,139		603,805,139
		<b>308,898,139</b>		<b>603,805,139</b>

**Notes:**

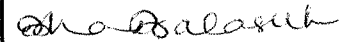
These earmarked account balances with banks can be utilised only for the specific identified purposes.

**See accompanying notes forming part of the financial statements**

In terms of our report attached

For Deloitte Haskins &amp; Sells

Chartered Accountants



Bhavani Balasubramanian

Place: Chennai

Date : 5 May 2015

For and on behalf of the Board of Directors



Chief Executive Officer and Director



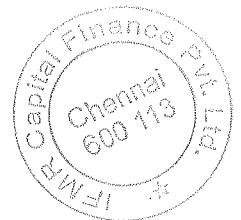
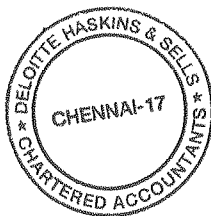
Chief Financial Officer



Director



Company Secretary



# IFMR CAPITAL FINANCE PRIVATE LIMITED

## Notes forming part of Financial Statements

### 1. CORPORATE INFORMATION

IFMR Capital Finance Private Limited ("IFMR Capital"), a subsidiary of IFMR Holdings Private Limited is a non-banking finance company whose objective is to provide liquidity and develop access to debt-capital markets for institutions that impact financially excluded households and enterprises.

During the year, the Company had acquired 100% of the equity shares of IFMR Investment Adviser Services Private Limited with effect from 26<sup>th</sup> March, 2015, and 100% of equity shares of IFMR Investment Managers Private Limited with effect from 27<sup>th</sup> March, 2015.

IFMR Investment Adviser Services Private Limited was incorporated on 27th September 2012, under the Companies Act, 1956 with the aim to undertake the business of facilitating investments and act as advisors to provide financial/ investment advice to both Indian and Foreign Investors.

IFMR Investment Managers Private Limited was incorporated on 17th February 2014, under the Companies Act, 1956 with the aim of carrying on the business of Investment Company and also to provide portfolio management services to Offshore funds and all kinds of Investment Funds. The Company has been appointed as the investment manager by the Trustee of IFMR Finance for Freedom Social Venture Fund ("the Fund"), SBI CAP Trustee Company Limited, for the purpose of advising, managing and administering the Grants and contributions received by the Fund.

### 2. SIGNIFICANT ACCOUNTING POLICIES

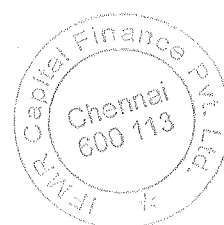
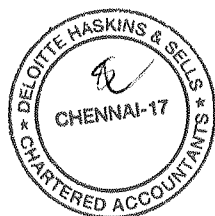
#### 2.1 Basis of accounting and preparation of financial statements:

The financial statements of the Company have been prepared in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP) to comply with the Accounting Standards notified under Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules 2014 and the relevant provisions of Companies Act 2013 (the 2013 Act)/Companies Act 1956 (the 1956 Act) as applicable. The financial statements have been prepared on accrual basis under the historical cost convention. The accounting policies adopted in the preparation of the financial statements are consistent with those followed in the previous year.

The Company follows the prudential norms for income recognition, asset classification and provisioning as prescribed by Reserve Bank of India for Systemically Important Non-deposit taking Non-Banking Finance Companies (NBFC-ND-SI).

#### 2.2 Use of estimates:

The preparation of the financial statements in conformity with the generally accepted accounting principles requires estimates and assumptions to be made by the management that affect the reported amount of assets and liabilities on the date of financial statements and the reported amount of revenues and expenses during the year. Management believes that the estimates used in the preparation of financial statements are prudent and reasonable. Future results could differ due to these estimates and the differences between the actual results and the estimates are recognised in the period in which the results are known/materialise.



## IFMR CAPITAL FINANCE PRIVATE LIMITED

### Notes forming part of Financial Statements

#### 2.3 Operating Cycle

Based on the nature of activities of the company and the normal time between the acquisition of assets for processing and their realisation in cash and cash equivalents, the company has ascertained its operating cycle as 12 months for the purpose of current, non-current classification of assets and liabilities.

#### 2.4 Fixed Assets and Depreciation/Amortisation:

##### (a) Tangible / Intangible fixed assets:-

Fixed assets are carried at cost less accumulated depreciation / amortisation. The cost of fixed assets comprises its purchase price net of any trade discounts and rebates, any import duties and other taxes (other than those subsequently recoverable from the tax authorities), any directly attributable expenditure on making the asset ready for its intended use.

##### (b) Capital Work in Progress :

Projects under which tangible/ intangible fixed assets are not yet ready for their intended use are carried at cost, comprising of direct cost and related incidental expenses.

##### (c) Depreciation:

Depreciation on tangible assets has been provided on the Written Down Value Method as per the remaining useful life of the asset as per the provisions of Schedule II of the Companies Act, 2013, except leasehold improvements which are depreciated over the period of lease.

Intangibles are amortized over their estimated useful life. The estimated useful life of intangible assets and the amortization period are reviewed at the end of each financial year and the amortization period is revised to reflect the changed pattern, if any.

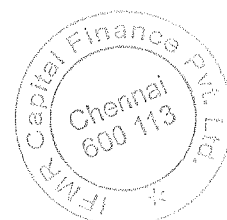
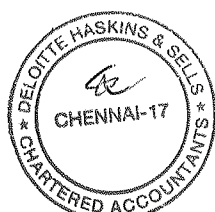
#### 2.5 Impairment of Assets:

The carrying values of assets / cash generating units at each balance sheet date are reviewed for impairment if any indication of impairment exists. The following intangible assets are tested for impairment each financial year even if there is no indication that the asset is impaired:

(a) an intangible asset that is not yet available for use; and (b) an intangible asset that is amortised over a period exceeding ten years from the date when the asset is available for use.

If the carrying amount of the assets exceeds the estimated recoverable amount, an impairment is recognised for such excess amount. The impairment loss is recognised as an expense in the Statement of Profit and Loss, unless the asset is carried at revalued amount, in which case any impairment loss of the revalued asset is treated as a revaluation decrease to the extent a revaluation reserve is available for that asset.

The recoverable amount is the greater of the net selling price and their value in use. Value in use is arrived at by discounting the future cash flows to their present value based on an appropriate discount factor.



## IFMR CAPITAL FINANCE PRIVATE LIMITED

### Notes forming part of Financial Statements

When there is indication that an impairment loss recognised for an asset (other than a revalued asset) in earlier accounting periods no longer exists or may have decreased, such reversal of impairment loss is recognised in the Statement of Profit and Loss, to the extent the amount was previously charged to the Statement of Profit and Loss. In case of revalued assets such reversal is not recognised.

#### 2.6 Investments:

Investments that are readily realisable and are intended to be held for not more than one year 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 stated at lower of cost and fair value. Long-term investments are stated at cost of acquisition. Provision for diminution is made if such diminution is considered other than temporary in nature. Investments in Mutual Funds are valued at the lower of cost or fair value, prevailing as at the balance sheet date.

#### 2.7 Receivables under Financing Activity

All loan exposure to borrowers with installment structure is stated at the full agreement value after netting off installment appropriated up to the year end.

#### 2.8 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 as under:

- I. Interest income from financing activity is recognized under the internal rate of return method.
- II. Income from securitization/ investment in Commercial Paper is recognized on straight line basis/ based on coupon rate, as per the terms of respective contracts
- III. Income from guarantee facility is recognized on accrual basis in terms of underlying agreement.
- IV. Income from other Financial Services is recognized when the services are rendered and related costs are incurred.
- V. Interest on Deposits is recognized on accrual basis
- VI. Dividend income on mutual fund investments is accounted for when the right to receive is established.

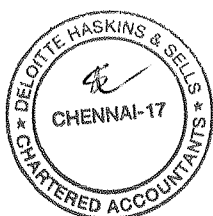
#### 2.9 Employee Benefits:

Employee benefits include provident fund, gratuity and compensated absences.

##### Defined Contribution Plan:

##### Provident Fund

The Company's contribution to Provident Fund and Family Pension Fund are considered as defined contribution plan and are charged as expenses based on the amount of contribution required to be made and when services are rendered by the employees.



# IFMR CAPITAL FINANCE PRIVATE LIMITED

## Notes forming part of Financial Statements

### Defined Benefit Plans (Long term employee benefits):

#### Gratuity

The company accounts for its liability for future gratuity benefits based on the actuarial valuation, as at the balance sheet date, determined by an Independent Actuary using the Projected Unit Credit method. The company's gratuity plan is non-funded. Actuarial gains and losses are recognised in the Statement of profit and loss in the year in which they occur.

#### Compensated Absences

The benefits of compensated absences are accounted for when the employees render the services that increase their entitlement to future compensated absences. Such liability is accounted for based on actuarial valuation, as at the balance sheet date, determined by an independent Actuary using the Projected Unit Credit Method.

Actuarial gains and losses are recognised in the Statement of profit and loss in the year in which they occur.

### **2.10 Foreign Currency Transactions and Translation:**

Transaction in foreign currencies is accounted at the exchange rates prevailing on the date of the transaction and the realized exchange loss /gain are dealt with in the statement of profit and loss. Monetary assets and liabilities denominated in foreign currency are restated at the rates of exchange as on the balance sheet date and the exchange gain/loss is suitably dealt with in the statement of profit and loss.

### **2.11 Service Tax Input Credit:**

Service tax input credit is accounted for in the books in the period in which the underlying service received is accounted and when there is no uncertainty in availing/utilizing the same.

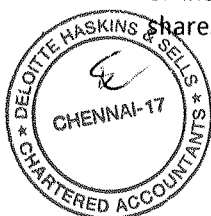
The services rendered by the Company primarily fall under the service tax category of "Banking and Financial Services" and in line with Rule No.6 (3B) of CENVAT Credit Rules, 2004, the Company can avail 50% of the CENVAT Credit on inputs and input services each month. In line with this, a reversal is accounted for in service tax input credit to the extent of 50% of the total credit available.

### **2.12 Prepaid finance Charges:**

Prepaid finance charges represent ancillary costs incurred in connection with the arrangement of borrowings, including borrowings sanctioned but not availed, and is amortized on a straight line basis, over the tenure of the respective borrowings. Unamortized borrowing costs remaining, if any, is fully expensed off as and when the related borrowing is prepaid/cancelled.

### **2.13 Earnings per share:**

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



## IFMR CAPITAL FINANCE PRIVATE LIMITED

### Notes forming part of Financial Statements

issued on the conversion of all dilutive potential equity shares. Potential equity shares are deemed to be dilutive only if their conversion to equity shares would decrease the net profit per share from continuing ordinary operations. Potential dilutive equity shares are deemed to be converted as at the beginning of the period, unless they have been issued at a later date. The dilutive potential equity shares are adjusted for the proceeds receivable had the shares been actually issued at fair value (i.e. average market value of the outstanding shares). Dilutive potential equity shares are determined independently for each period presented. The number potentially dilutive equity shares are adjusted for share splits / reverse share splits and bonus shares, as appropriate.

#### 2.14 Taxes on Income:

##### Income tax

Current tax is the amount of tax payable on the taxable income for the year as determined in accordance with the applicable tax rates and the provisions of the Income Tax Act, 1961 and other applicable tax laws

##### Minimum Alternate Tax

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

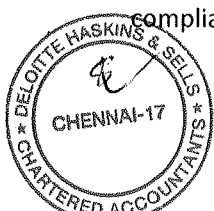
##### Deferred Tax

Deferred tax is recognised on timing differences, being the differences between the taxable income and the accounting income that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax is measured using the tax rates and the tax laws enacted or substantively enacted as at the reporting date. Deferred tax liabilities are recognised for all timing differences. Deferred tax assets are recognised for timing differences on items other than unabsorbed depreciation and carried forward business losses only to the extent that reasonable certainty exists that sufficient future taxable income will be available against which these can be realised. However, if there are unabsorbed depreciation and carry forward of losses and items relating to capital losses, deferred tax assets are recognised only if there is virtual certainty supported by convincing evidence that there will be sufficient future taxable income available to realise the assets. Deferred tax assets and liabilities are offset if such items relate to taxes on income levied by the same governing tax laws and the Company has a legally enforceable right for such set off. Deferred tax assets are reviewed at each Balance Sheet date for their realisability.

#### 2.15 Provisions and Contingencies:

A provision is recognised when the Company has a present obligation as a result of past events and it is probable that an outflow of resources will be required to settle the obligation in respect of which a reliable estimate can be made. Provisions (excluding retirement benefits) are not discounted to their present value and are determined based on the best estimate required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates. Contingent liabilities are disclosed in the Notes. Contingent assets are not recognised in the financial statements.

The following is the Company's policy for classification of assets and provisioning thereon, which is in compliance with the Prudential Norms issued by RBI.





## IFMR CAPITAL FINANCE PRIVATE LIMITED

### Notes forming part of Financial Statements

#### i. Classification of Assets

Asset Classification	Period of Over Due
Standard Assets	Not Overdue and Overdue for less than 180 days
Non-Performing Assets (NPA)	Overdue for 180 days or more
Sub Standard Assets	An asset that has been classified as Non-Performing Asset for a period not exceeding 18 months or an asset where the terms of agreement regarding interest and/or principal have been renegotiated or rescheduled or restructured after commencement of operations until the expiry of one year of satisfactory performance under the renegotiated or rescheduled or restructured terms
Doubtful Assets	Sub Standard assets for more than 18 months
Loss Assets	Assets that are identified as loss asset by the Company or the internal auditor or by the Reserve Bank of India

"Overdue" refers to interest and/or principal and/or installment remaining unpaid from the day it become receivable.

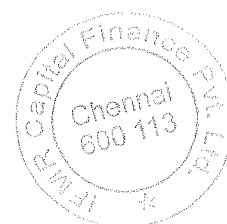
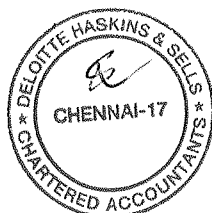
There is no Non-Performing Assets (NPA) as at the Balance Sheet date.

#### ii. Provisioning Norms for Assets

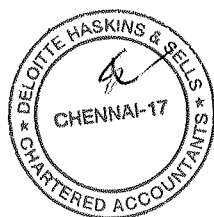
Asset Classification	Percentage of Provision
Standard Assets	0.25%

#### 2.16 Share Issue Expenses

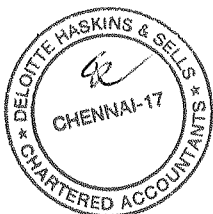
Share issue expenses are adjusted against the Securities Premium Account as permissible under Section 52 of the Companies Act, 2013 to the extent any balance is available for utilisation in the Securities Premium Account.



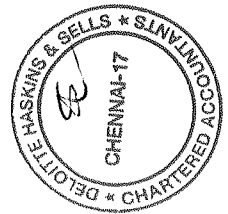
IFMR CAPITAL FINANCE PRIVATE LIMITED				
Notes Forming Part of the Financial Statements				
			Amount in INR	
Particulars			As at 31 March, 2015	As at 31 March 2014
<b>Note 3</b>				
<b>Share Capital</b>				
<b>Authorised</b>				
100,000,000 (Previous year - 100,000,000 shares) Equity Shares of INR 10/- each, with voting rights.			1,000,000,000	1,000,000,000
<b>Total</b>			<b>1,000,000,000</b>	<b>1,000,000,000</b>
<b>Issued, Subscribed and Fully Paid-up</b>				
78,365,473 (Previous year - 73,223,141 shares) Equity Shares of INR 10/- each with voting rights			783,654,730	732,231,410
<b>Total</b>			<b>783,654,730</b>	<b>732,231,410</b>
<b>(a) Reconciliation of Number of Shares and amount outstanding at the beginning and end of the reporting period</b>				
Particulars	As at 31 March, 2015		As at 31 March, 2014	
	No. of Shares	Value of Shares Amount in INR	No. of Shares	Value of Shares Amount in INR
Balance as at the beginning of the year	73,223,141	732,231,410	60,000,000	600,000,000
Add: Shares allotted during the year (Refer Note b)	5,142,332	51,423,320	13,223,141	132,231,410
Balance as at the end of the year	78,365,473	783,654,730	73,223,141	732,231,410
<b>(b) Details of Shares held by each shareholder holding more than 5% shares</b>				
Name of the shareholder	As at 31 March, 2015		As at 31 March, 2014	
	No. of Shares held	% of Shares	No. of Shares held	% of Shares
IFMR Trust represented by IFMR Trusteeship Services Private Limited, Trustee - controlling entity of Holding Company	-	-	13,774,105	19%
IFMR Holding Private Limited - Holding Company	46,225,895	59%	46,225,895	63%
Leapfrog Financial Inclusion India Holdings Limited	32,139,578	41%	13,223,141	18%
During the year, the company issued and allotted 5,142,332 equity shares of INR. 10 each at a premium of INR. 44.45 per share aggregating to INR. 279,999,977 through private placement. Consequently the paid up equity share capital and securities premium has increased by INR. 51,423,320 and INR. 228,576,657 respectively vide resolution dated 27th May, 2014				
<b>(c) Disclosure of Rights</b>				
The Company has issued one class of equity share at a par value of INR 10 per share. Each holder of Equity share is entitled to one vote per share.				
In the event of liquidation of the company, the holders of equity shares will be entitled to receive remaining assets of the company. The distribution will be in proportion to the number of equity shares held by the shareholders.				



IFMR CAPITAL FINANCE PRIVATE LIMITED		
Notes Forming Part of the Financial Statements		
Particulars	Amount in INR	
	As at 31 March, 2015	As at 31 March 2014
<b>Note 4</b>		
<b>Reserves and Surplus</b>		
<b>Statutory Reserve</b>		
Opening Balance	48,509,361	24,359,475
Add : Transfer from surplus in Statement of Profit and Loss	76,467,138	24,149,886
<b>Closing Balance</b>	<b>124,976,499</b>	<b>48,509,361</b>
* Statutory Reserve represents the Reserve Fund created under Section 45IC of the Reserve Bank of India Act, 1934		
<b>Securities Premium Account</b>		
Opening balance	571,142,162	-
Add : Premium on shares issued during the year	228,576,657	587,768,600
Less : Utilised during the year for writing off share issue expenses - (Refer note below)	5,208,625	16,626,438
<b>Closing balance</b>	<b>794,510,194</b>	<b>571,142,162</b>
Note : Expenses of INR 5,208,625 (PY INR 16,626,438) incurred in connection with the issue of equity shares through private placement have been adjusted against Securities Premium Account.		
<b>Surplus in Statement of Profit and Loss</b>		
Opening Balance	194,028,201	97,428,655
Less : Depreciation on transition to Schedule II of the Companies Act, 2013 on tangible fixed assets with Nil remaining useful life (Net of deferred tax - INR 205,395) (Refer Note 27.3)	(398,886)	-
Add: Profit for the year	382,335,690	120,749,432
	<b>575,965,005</b>	<b>218,178,087</b>
Less: Transferred to Statutory Reserve	(76,467,138)	(24,149,886)
<b>Closing Balance</b>	<b>499,497,867</b>	<b>194,028,201</b>
<b>Total</b>	<b>1,418,984,560</b>	<b>813,679,724</b>
<b>Note 5</b>		
<b>Long Term Borrowings</b>		
<b>Debentures</b>		
<b>Secured - Refer Note (i to vi)</b>		
Secured - Non Convertible Debentures	1,785,000,000	659,000,000
<b>Unsecured - Refer Note (vii)</b>		
Unsecured - Non Convertible Debentures	67,500,000	75,000,000
	<b>1,852,500,000</b>	<b>734,000,000</b>
Term Loan & Other Facility from Banks - Secured - Refer Note (viii to xxvii)	1,704,141,383	723,484,807
Term Loan from Others - Secured - Refer Note (xxviii to xxxiv)	692,826,108	82,641,131
<b>Total</b>	<b>2,396,967,491</b>	<b>806,125,938</b>
<b>Total</b>	<b>4,249,467,491</b>	<b>1,540,125,938</b>
For the current maturities of long term debt, refer Note No 10		

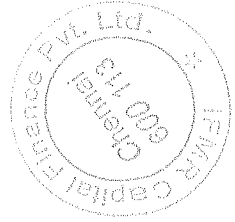
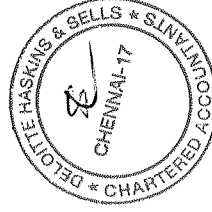


S.No	Particulars	Rate of interest	Date of loan taken	Date of maturity	Security/ Repayment details	Amount in INR			
						As at 31 March, 2015		As at 31 March, 2014	
						Non current	Current	Non current	Current
i	Debentures	12.35%	23-Dec-11	30-Jun-15	The Company has issued 360, 12.35% Non Convertible Debentures (Listed) of INR 1,000,000 each redeemable at par in 10 quarterly instalments of INR 36,000,000 each beginning from 2nd April, 2013 for which interest is payable every quarter beginning from March 2012. These debentures are secured by way of exclusive floating charge over the investment into or credit enhancement for asset pools (Securitization Transaction) originated by the MFI and any form of credit exposure in the new asset classes of IFMR Capital with a security cover of 1.25 times.	-	36,000,000	36,000,000	180,000,000
ii	Debentures	12.35%	5-Jun-12	30-Dec-15	The Company has issued 160, 12.35% Non Convertible Debentures (Listed) of INR 1,000,000 each redeemable at par in 10 quarterly instalments of INR 16,000,000 each beginning from 30th September, 2013 for which interest is payable every quarter beginning from September 2012. These debentures are secured by way of exclusive floating charge over the investment into or credit enhancement for asset pools (Securitization Transaction) originated by the MFI and any form of credit exposure in the new asset classes of IFMR Capital with a security cover of 1.25 times.	-	48,000,000	48,000,000	80,000,000
iii	Debentures	12.35%	7-Oct-13	15-Apr-17	The Company has issued 570, 12.35% Non Convertible Debentures (Listed) of INR 1,000,000 each redeemable at par in 6 half yearly instalments of INR 95,000,000 each beginning from 15th October, 2014 for which interest is payable every quarter beginning from January 2014. These debentures are secured by way of exclusive floating charge over the investment into or credit enhancement for asset pools (Securitization Transaction) originated by the MFI and any form of credit exposure in the new asset classes of IFMR Capital with a security cover of 1.15 times.	285,000,000	189,999,810	475,000,000	95,000,000
iv	Debentures	13.00%	28-Mar-14	28-Apr-15	The company has issued 150, 13% Non Convertible Debentures (Listed) of INR 1,000,000 each redeemable at par in 2 instalments of INR 5 crore and INR 10 crores in October, 2014 and April, 2015. Secured by way of First ranking and continuing charge over book debts and investments	-	100,000,000	100,000,000	50,000,000
v	Debentures	11.20%	30-Oct-14	23-Mar-16	The Company has issued 500, 11.20% Non Convertible Debentures (Listed) of INR 1,000,000 each redeemable at a premium of INR 159,890 each in single installment in March, 2016. Secured by way of First ranking and continuing charge over book debts and investments. Refer Note 10 (4).	-	500,000,000	-	-
vi	Debentures	11.15%	20-Feb-15	13-Mar-18	The Company has issued 1500, 11.15% Non Convertible Debentures (Listed) of INR 1,000,000 each redeemable at par in March 2018. Secured by way of First ranking and continuing charge over books debts and investments	1,500,000,000	-	-	-
<b>Total</b>						<b>1,785,000,000</b>	<b>873,999,810</b>	<b>659,000,000</b>	<b>405,000,000</b>
<b>Debentures - Unsecured</b>									
vii	Debentures	14.50%	18-Sep-13	18-Dec-18	The Company has issued 1500, 14.5% Non Convertible Debentures (subordinated, listed) of INR 50,000 each redeemable at par in 8 half yearly instalments commencing from Sep 2015 and ending December 2018. The debenture issued is unsecured	67,500,000	7,500,000	75,000,000	-
<b>Total</b>						<b>67,500,000</b>	<b>7,500,000</b>	<b>75,000,000</b>	<b>-</b>

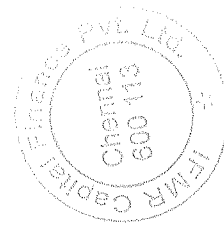
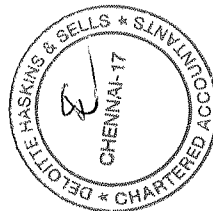


Notes Forming Part of the Financial Statements  
Note 5 - Long Term Borrowings - Secured (Contd.)

S.No	Particulars	Rate of interest	Date of loan taken	Date of maturity	Security/ Repayment details	Amount in INR			
						As at 31 March, 2015		As at 31 March, 2014	
						Non current	Current	Non current	Current
<b>Term Loans from Banks - Secured</b>									
viii	Ratnakar Bank Limited	13.25%	25-Jul-12	25-Jul-14	Repayable in 7 quarterly installments commencing from January 2013 and ending July 2014. Floating and exclusive charge over book debts and investments	-	-	-	57,214,640
ix	Ratnakar Bank Limited	13.75%	22-Feb-13	22-Feb-16	Repayable in 11 quarterly installments commencing from August 2013 and ending October 2015. Floating and exclusive charge over book debts and investments	-	72,727,273	54,545,455	90,909,091
x	South Indian Bank Limited	13.00%	11-Feb-13	11-May-16	Repayable in 12 equal quarterly installments commencing from August 2013 and ending May 2016. Floating and exclusive charge over book debts and investments	20,833,260	83,333,360	104,166,620	83,333,360
xi	Central Bank of India	13.00%	28-Mar-13	28-Jun-16	Repayable in 12 quarterly installments commencing from September 2013 and ending June 2016. Floating and exclusive charge over book debts and investments	12,500,000	50,000,000	62,500,000	50,000,000
xii	Federal Bank Limited	13.00%	30-May-14	31-May-17	Repayable in 10 quarterly installments commencing from May 2014 and ending May 2017. Floating and exclusive charge over book debts and investments	99,959,660	80,000,000	-	-
xiii	Ratnakar Bank Limited	13.25%	31-Dec-13	31-Dec-16	Repayable in 11 equated quarterly installments commencing from June 2014 ending December 2016. Floating and exclusive charge over book debts and investments	40,909,096	54,545,452	95,454,548	54,545,452
xiv	IDBI Bank	13.25%	6-Sep-13	6-Jun-16	Repayable in 10 equated quarterly installments commencing from March 2014 ending June 2016. Floating and exclusive charge over book debts and investments	15,000,000	60,000,000	75,000,000	60,000,000
xv	Uco Bank	13.20%	29-Sep-13	30-Jun-16	Repayable in 10 equated quarterly installments commencing from March 2014 ending June 2016. Floating and exclusive charge over book debts and investments	15,000,000	60,000,000	75,000,000	75,000,000
xvi	Federal Bank Limited	14.00%	23-Sep-13	23-Sep-16	Repayable in 10 equated quarterly installments commencing from June 2014 ending September 2016. Floating and exclusive charge over book debts and investments	49,758,850	100,000,000	150,000,000	99,861,090
xvii	HDFC Bank	12.75%	27-Sep-13	21-Mar-15	Repayable in 6 equated quarterly installments commencing from December 2013 ending March 2015. Floating and exclusive charge over book debts and investments	-	-	-	66,666,668
xviii	HDFC Bank	12.50%	28-Mar-14	28-Sep-15	Repayable in 5 equated quarterly installments commencing from September 2014 ending September 2015. Floating and exclusive charge over book debts and investments	-	40,000,000	25,000,000	75,000,000
xix	HDFC Bank	12.50%	30-Sep-14	30-Sep-16	Repayable in 8 equated quarterly installments commencing from December 2014 ending September 2016. Floating and exclusive charge over book debts and investments	37,500,000	75,000,000	-	-
xx	HDFC Bank	11.75%	31-Mar-15	30-Sep-17	Repayable in 10 equated quarterly installments commencing from December 2014 ending September 2016. Floating and exclusive charge over book debts and investments	180,000,000	120,000,000	-	-
xxi	Bank of Baroda	13.00%	27-Dec-13	30-Sep-16	Repayable in 11 equated quarterly installments commencing from March 2014 ending September 2016. Floating and exclusive charge over book debts and investments	27,272,724	54,545,456	81,818,184	54,545,456
xxii	Ratnakar Bank Limited	12.90%	30-Jun-14	30-Jun-17	Repayable in 11 equated quarterly installments commencing from December 2014 ending June 2017. Floating and exclusive charge over book debts and investments	113,636,368	90,909,088	-	-
xxiii	Ratnakar Bank Limited	11.50%	18-Dec-14	18-Dec-17	Repayable in 10 equated quarterly installments commencing from September 2015 ending December 2017. Floating and exclusive charge over book debts and investments	175,000,000	75,000,000	-	-
xxiv	South Indian Bank Limited	13.00%	29-Sep-14	29-Jun-18	Repayable in 14 equated quarterly installments commencing from March 2015 ending September 2018. Floating and exclusive charge over book debts and investments	128,571,425	57,142,860	-	-
xxv	Axis Bank Limited	12.00%	12-Mar-15	12-Mar-18	Repayable in 10 equated quarterly installments commencing from December 2015 ending March 2018. Floating and exclusive charge over book debts and investments	400,000,000	100,000,000	-	-
xxvi	Kotak Mahindra Bank	12.70%	27-Nov-14	27-Nov-16	Repayable in 24 equated monthly installments commencing from December 2014 ending November 2016. Floating and exclusive charge over book debts and investments	70,000,000	105,000,000	-	-
xxvii	State Bank of India	12.00%	30-Mar-15	31-Dec-17	Repayable in 11 equated quarterly installments commencing from June 2015 ending December 2017. Floating and exclusive charge over book debts and investments	318,200,000	181,800,000	-	-
<b>Total</b>						<b>1,704,141,383</b>	<b>1,460,003,489</b>	<b>723,484,807</b>	<b>767,075,757</b>



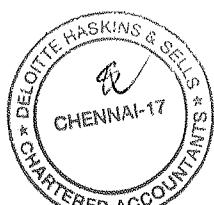
S.No	Particulars	Rate of interest	Date of loan taken	Date of maturity	Security/ Repayment details	Amount in INR			
						As at 31 March, 2015		As at 31 March, 2014	
						Non current	Current	Non current	Current
Term Loans from Others - Secured									
xxviii	Mahindra and Mahindra Financial Services Limited	14.00%	6-Dec-12	31-Dec-14	Repayable in 24 equated monthly installments commencing from January 2013 ending December 2014. Floating and exclusive charge over book debts and investments	-	-	-	40,775,747
xxix	Mahindra and Mahindra Financial Services Limited	13.75%	28-Mar-14	30-Sep-16	Repayable in 30 equated monthly installments commencing from April 2014 ending September 2016. Floating and exclusive charge over book debts and investments	13,693,986	24,733,270	38,427,257	21,572,743
xxx	Mahindra and Mahindra Financial Services Limited	14.00%	30-Sep-13	31-Mar-16	Repayable in 30 equated monthly installments commencing from October 2013 ending March 2016. Floating and exclusive charge over book debts and investments	-	44,294,517	44,213,874	38,505,563
xxxi	Mahindra and Mahindra Financial Services Limited	14.00%	26-Mar-13	31-Mar-15	Repayable in 24 equated monthly installments commencing from April 2013 ending March 2015. Floating and exclusive charge over book debts and investments	-	-	-	53,484,845
xxxii	Capital First Limited	13.25%	30-Jun-14	30-Jun-17	Repayable in 6 equated quarterly installments commencing from March 2016 ending June 2017. Floating and exclusive charge over book debts and investments	416,666,667	83,333,333	-	-
xxxiii	Tata Capital	12.75%	27-Aug-14	10-Aug-17	Repayable in 11 equated quarterly installments commencing from August 2014 ending August 2017. Floating and exclusive charge over book debts and investments	119,945,455	79,963,636	-	-
xxxiv	Sundaram Finance Limited	12.75%	24-Dec-14	22-Dec-17	Repayable in 12 equated quarterly installments commencing from March 2015 ending December 2017. Floating and exclusive charge over book debts and investments	142,520,000	81,440,000	-	-
Total						692,826,108	313,764,756	82,641,131	154,338,898
Grand Total						4,249,467,491	2,655,268,055	1,540,125,938	1,326,414,655



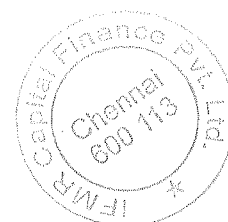
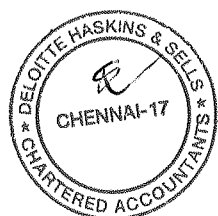
**IFMR CAPITAL FINANCE PRIVATE LIMITED**
**Notes Forming Part of the Financial Statements**

Amount in INR

Particulars	As at 31 March, 2015	As at 31 March 2014			
<b>Note 6</b>					
<b>Other Long Term Liabilities</b>					
Collateral Deposits from Customers - (Refer Note below)					
- From Related Parties (Refer Note 33)	6,580,343	738,111			
- From Others	138,906,111	80,014,826			
Long Term Incentive (Refer Note No.29)	23,962,228	10,288,492			
<b>Total</b>	<b>169,448,682</b>	<b>91,041,429</b>			
<b>Note:</b>					
Represents amounts received as security from the borrowers towards issue of Term Loans. Such deposits repayable within 31 March 2016 have been grouped under Note No.10 - Other Current Liabilities					
<b>Note 7</b>					
<b>Long Term Provisions</b>					
Provision for Employee benefits					
For Compensated Absences	2,057,006	1,021,683			
For Gratuity (Refer Note No. 31 b)	7,243,208	5,292,133			
Provision for Standard Asset (Refer Note No.36)					
On Receivable under Financing Activity	5,890,593	2,150,316			
On Investments & Others	3,210,276	1,737,449			
<b>Total</b>	<b>18,401,083</b>	<b>10,201,581</b>			
<b>Note 8</b>					
<b>Short Term Borrowings</b>					
<b>Secured</b>					
(i) Term Loan from Bank (Secured) (Refer (a) below)	-	125,000,000			
(ii) Loans repayable on demand					
Cash Credit and Bank overdraft (Refer (b) below)	498,645,598	38,213			
<b>Total</b>	<b>498,645,598</b>	<b>125,038,213</b>			
(iii) Commercial Paper (Unsecured) (Refer (c) below)	1,150,000,000	250,000,000			
(iv) Inter Corporate Deposit (Unsecured) (Refer (d) below)	-	250,000,000			
(v) Short term Loan (Unsecured) (Refer (e) below)	250,000,000	-			
<b>Total</b>	<b>1,898,645,598</b>	<b>625,038,213</b>			
(a) Term loan from Bank is repayable in 12 monthly instalments beginning from February 2013. The interest is payable at 2.7% above the base rate. The Loan is secured by way of hypothecation charge on book debts.					
(b) Represented by overdraft facility amounting to INR 65,000,000 secured against Fixed Deposits with Kotak Mahindra Bank, and INR 150,000,000 secured against Fixed Deposits with HDFC Bank, Cash Credit facility of INR 300,000,000 with ING Vysya Bank and Rs. 50,000,000 with Kotak Mahindra Bank					
(c) Commercial paper of face value of INR 5,00,000 each have been issued during the year. This discount is being amortised on a straight line basis over the tenor of the Commercial Paper. The unamortised discount has been disclosed under Note 20 Other Current Assets. The details of the Commercial Paper issued are given below:					
Current Year					
	No of units	Date of issue	Maturity Date	Amount in INR	Discount Rate
	500	3-Dec-14	20-Oct-15	250,000,000	11.20%
	300	29-Dec-14	24-Dec-15	150,000,000	11.00%
	1,000	29-Dec-14	24-Dec-15	500,000,000	11.00%
	500	27-Mar-15	27-May-15	250,000,000	10.40%
Previous Year					
	No of units	Date of issue	Maturity Date	Amount in INR	Discount Rate
	200	27-Mar-14	31-Oct-14	100,000,000	13.25%
	300	27-Mar-14	28-Nov-14	150,000,000	13.25%
(d) Intercompany deposit has been obtained from Indostar Capital Finance Private Limited at an interest of 12.25% with call option and 12.40% without call option repayable in 90 and 180 days from the date of disbursement, as the case may be.					
(e) Short term loan has been obtained from Indostar Capital Finance Private Limited at an interest of 11.50% with call option and 11.70% and 11.90% without call option repayable in 90, 180 and 270 days from the date of disbursement, as the case may be.					

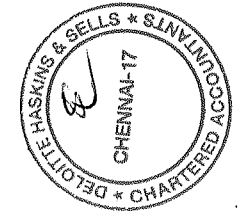


IFMR CAPITAL FINANCE PRIVATE LIMITED		
Notes Forming Part of the Financial Statements		
	Amount in INR	
Particulars	As at 31 March, 2015	As at 31 March 2014
<b>Note 9</b>		
<b>Trade Payables</b>		
- Sundry Creditors	52,486,908	59,104,495
- Payable to Related parties (Refer Note No.33)	424,043	2,279,374
<b>Total</b>	<b>52,910,951</b>	<b>61,383,869</b>
<b>Note 10</b>		
<b>Other Current Liabilities</b>		
<b>1. Current Maturities of Long Term Borrowings</b>		
<b>Debentures</b>		
Secured - Non Convertible Debentures Refer Note 5 (i) to (vi)	873,999,810	405,000,000
Unsecured - Non Convertible Debentures Refer Note 5 (vii)	7,500,000	-
	<b>881,499,810</b>	<b>405,000,000</b>
<b>Term Loan and other facilities from Bank (Secured) (Refer Note 5(viii) to 5(xxvii))</b>	<b>1,460,003,489</b>	<b>767,075,757</b>
<b>Term Loan from Others (Secured) (Refer Note 5(xxviii) to 5(xxxiv))</b>	<b>313,764,756</b>	<b>154,338,898</b>
<b>Collateral Deposits from Customers (Refer Note 6)</b>		
- From Related Parties (Refer Note 33)	21,530,996	6,303,290
- Others	267,595,108	127,585,591
<b>2. Interest Accrued but Not Due</b>	<b>76,756,038</b>	<b>42,740,356</b>
<b>3. Other Payables</b>		
(i) Statutory Liabilities	53,625,730	44,717,088
(ii) Payable on purchase of fixed assets	-	1,500,000
(iii) Other Liabilities	7,068,788	2,910,516
<b>4. Premium payable on redemption of Non-Convertible Debentures (Refer Note 5(v))</b>	<b>79,943,785</b>	<b>-</b>
<b>Total</b>	<b>3,161,788,500</b>	<b>1,552,171,496</b>
<b>Note 11</b>		
<b>Short Term Provisions</b>		
<b>1. Provision for Employee benefits</b>		
For Compensated Absences	370,140	142,471
For Gratuity (Refer Note No.31 b)	863,967	494,209
<b>2. Provision for Standard Assets (Refer Note No. 36)</b>		
On Receivable under Financing Activity	13,278,340	4,057,982
On Investments & Others	4,867,011	2,337,324
<b>Total</b>	<b>19,379,458</b>	<b>7,031,986</b>

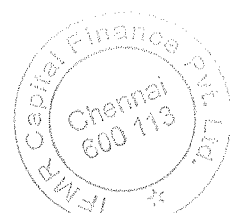
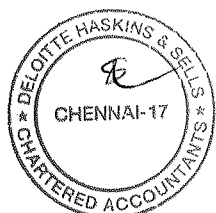




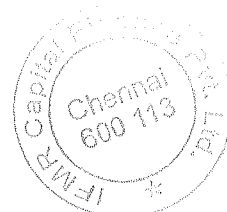
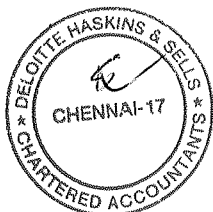
IFMR CAPITAL FINANCE PRIVATE LIMITED										
Notes Forming Part of the Financial Statements										
Note 12										
Fixed Assets										
Amount in INR										
Description	Gross Block			Accumulated Depreciation/Amortisation				Net Block		
	As at 1 April 2014	Additions	Deletions	As at 31 March 2015	As at 1 April 2014	For the year (Refer Note 27.3)	Transitional Adjustments (Refer Note 27.3)	Deletions	As at 31 March 2015	As at 31 March 2014
<b>Tangible Assets</b>										
Plant and Machinery	290,437	-	-	290,437	13,011	117,815	20,654	-	151,480	277,426
Previous year	(10,700)	(279,737)	-	(290,437)	(1,138)	(11,873)	-	-	(13,011)	(9,562)
Computers	3,557,247	2,292,550	42,500	5,807,297	2,602,682	1,310,592	527,277	42,500	4,398,051	954,565
Previous year	(2,754,648)	(802,599)	-	(3,557,247)	(1,742,380)	(860,302)	-	-	(2,602,682)	(1,012,268)
Furniture and Fittings	90,684	-	-	90,684	30,922	9,362	44,207	-	84,491	59,762
Previous year	(90,684)	-	-	(90,684)	(17,714)	(13,208)	-	-	(30,922)	(72,970)
Leasehold improvements	1,676,066	-	-	1,676,066	123,983	335,213	-	-	459,196	1,216,870
Previous year	-	(1,676,066)	-	(1,676,066)	-	(123,983)	-	-	(123,983)	1,552,083
Office Equipment	18,313	60,050	-	78,363	3,220	38,435	12,143	-	53,798	15,093
Previous year	(18,313)	-	-	(18,313)	(782)	(2,438)	-	-	(3,220)	(17,531)
PMS Server	6,609,723	-	-	6,609,723	6,308,085	180,981	-	-	6,489,066	301,638
Previous year	(6,609,723)	-	-	(6,609,723)	(5,855,626)	(452,459)	-	-	(6,308,085)	(754,097)
<b>Total</b>	<b>12,242,470</b>	<b>2,352,600</b>	<b>42,500</b>	<b>14,552,570</b>	<b>9,081,903</b>	<b>1,992,398</b>	<b>604,281</b>	<b>42,500</b>	<b>11,636,082</b>	<b>3,160,567</b>
Previous year	9,484,068	2,758,402	-	12,242,470	7,617,640	1,464,263	-	-	9,081,903	1,866,428
<b>Intangible Assets</b>										
Website Development cost	789,834	-	-	789,834	756,901	19,760	-	-	776,661	32,933
Previous year	(789,834)	-	-	(789,834)	(707,501)	(49,400)	-	-	(756,901)	(82,333)
<b>Total</b>	<b>789,834</b>	<b>-</b>	<b>-</b>	<b>789,834</b>	<b>756,901</b>	<b>19,760</b>	<b>-</b>	<b>-</b>	<b>776,661</b>	<b>32,933</b>
Previous year	789,834	-	-	789,834	707,501	49,400	-	-	756,901	82,333
<b>Grand Total</b>										
<b>Total</b>	<b>13,032,304</b>	<b>2,352,600</b>	<b>42,500</b>	<b>15,342,404</b>	<b>9,838,804</b>	<b>2,012,158</b>	<b>604,281</b>	<b>42,500</b>	<b>12,412,743</b>	<b>3,193,500</b>
Previous year	10,273,902	2,758,402	-	13,032,304	8,325,141	1,513,663	-	-	9,838,804	1,948,761



IFMR CAPITAL FINANCE PRIVATE LIMITED		
Notes Forming Part of the Financial Statements		
	Amount in INR	
Particulars	As at 31 March, 2015	As at 31 March 2014
<b>Note 13</b>		
<b>Non Current Investments - At Cost - Non Trade</b>		
<b>Investment in Equity Instruments of Subsidiaries</b>		
125,000 (PY NIL) Equity Shares of INR 100 each in IFMR Investment Adviser Services Private Limited	12,779,670	-
1,000 (PY NIL) Equity Shares of INR 100 each in IFMR Investment Managers Private Limited	100,000	-
<b>Other Investments</b>		
Investment in units of Securitisation	1,184,610,058	694,979,401
Investment in 995 units (Previous year NIL) of INR 100,000 each in IFMR Fimpace Investment Fund	99,500,000	-
<b>Total</b>	<b>1,296,989,728</b>	<b>694,979,401</b>
- Aggregate market value of investment in units of FIMpace Investment Fund	99,876,643	-
- Aggregate value of quoted Investments	-	-
- Aggregate value of unquoted Investments	1,296,989,728	694,979,401
<b>Note 14</b>		
<b>Long term Loans and Advances</b>		
Advance taxes and tax deducted at source (Net of provision for tax INR 211,728,073 (PY INR 79,814,919))	19,121,352	34,681,271
Loans and advances to Subsidiary - Unsecured, considered good (Refer Note below)	15,000,000	-
<b>Total</b>	<b>34,121,352</b>	<b>34,681,271</b>
Note : During the year the company has granted Unsecured Term Loan of INR 17,500,000 to the subsidiary company IFMR Investment Manager Private Limited carrying an interest of 14% and repayable in quarterly instalments for a period of 6 years of which as at 31 March 2015 the Company has advanced an amount of INR 15,000,000. Also refer Note 33.		
<b>Note 15</b>		
<b>Other Non Current Assets (Unsecured, considered good)</b>		
Non Current Bank Balances (Refer Note (i) below)		
- Collateral Deposits (Refer Note (ii) below)	147,518,295	73,214,389
Prepaid Finance Charges (Refer Note No.28)	12,962,517	10,296,422
Interest Accrued but Not Due		
On Collateral Deposits	4,743,636	2,252,720
On Investments	94,067,610	73,269,116
<b>Total</b>	<b>259,292,058</b>	<b>159,032,647</b>
Notes:		
(i) Represents cash and cash equivalents that are restricted from being utilised for more than 12 months from Balance Sheet Date		
(ii) Represents amounts received as security from the borrowers towards issue of receivable under financing activity		
<b>Note 16</b>		
<b>Current Investments - At cost</b>		
Investments in Securitisation	1,157,793,575	908,929,596
Investment in Commercial Paper	25,000,000	26,000,000
<b>Total</b>	<b>1,182,793,575</b>	<b>934,929,596</b>
- Aggregate value of unquoted Investments	1,182,793,575	906,111,952
- Aggregate value of quoted Investments	-	28,817,644
<b>Note 17</b>		
<b>Receivables Under Financing Activity*</b>		
<b>Secured and considered good</b>		
<b>Non Current</b>		
Loans to others	2,279,290,722	854,069,810
Loan to Related Party (Refer Note No.33)	76,946,753	6,056,734
	<b>2,356,237,475</b>	<b>860,126,544</b>
<b>Current</b>		
Term Loans and Working Capital Loans	4,992,716,195	1,548,613,892
Loan to Related Party (Refer Note No.33)	318,619,715	74,579,053
	<b>5,311,335,910</b>	<b>1,623,192,945</b>
<b>Total</b>	<b>7,667,573,385</b>	<b>2,483,319,489</b>
* Secured either by way of charge created on unencumbered assets of the Borrowers (in case Portfolio has not been created out of the lending) or by way of charge on the loan portfolio created out of the lending by the Company		



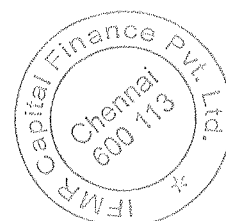
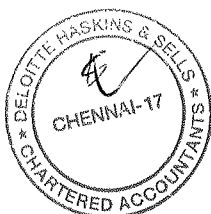
IFMR CAPITAL FINANCE PRIVATE LIMITED		
Notes Forming Part of the Financial Statements		
	Amount in INR	
Particulars	As at 31 March, 2015	As at 31 March 2014
<b>Note 18</b>		
<b>Cash and cash equivalents</b>		
Cash and cash equivalents as per AS-3 Cashflow Statements		
Balance in Current Account (Refer note (iii) and (iv) below)	314,852,720	627,767,335
Other Bank Balances		
Collateral Deposits (Refer note (i) below)	293,048,843	117,465,233
Own Deposits (Refer note (ii) and (iii) below)	209,132,317	85,435,163
<b>Total</b>	<b>817,033,880</b>	<b>830,667,731</b>
(i) Represents amounts received as security from the borrowers towards financing activities		
(ii) Balances in deposit accounts having an original maturity of more than 12 months		
(iii) Includes collateral deposits of INR 5,954,581 (PY INR 10,712,195) matured as at Balance Sheet date, repaid subsequent to year end.		
(iv) PY balance includes INR 13,250,000 of collateral deposits created on 31st March, 2014 but value dated on 2nd April, 2014 by the bank		
<b>Note 19</b>		
<b>Short Term Loans and Advances (Unsecured, considered good)</b>		
Staff Other advances	2,905,382	4,222,504
Rental & Caution Deposit	610,000	610,000
Prepaid expenses	974,097	282,447
Receivable from other financial services		
- Related Party	15,940,217	1,704,934
- Others	171,019,080	128,203,059
Balances with Government Authorities - Service Tax Credit receivable	2,659,406	2,747,891
<b>Total</b>	<b>194,108,182</b>	<b>137,770,835</b>
<b>Note 20</b>		
<b>Other Current Assets</b>		
Prepaid Finance Charges (Refer Note No.28)	16,745,426	13,049,374
Unamortised loss on redemption of Non-Convertible Debentures	56,118,104	-
Unamortised Discount on Issue on Commercial Paper	65,331,837	19,295,912
Interest Accrued but Not Due		
On Receivable under Financing Activities	34,446,825	8,985,670
On Collateral Deposits	13,696,048	4,293,504
On Investments	91,938,164	95,825,097
On Other Deposits	2,786,132	2,930,258
On investment in Fim pact fund	248,622	-
<b>Total</b>	<b>281,311,158</b>	<b>144,379,815</b>



IFMR CAPITAL FINANCE PRIVATE LIMITED		
Notes forming part of the financial statements		
	Amount in INR	
Particulars	For the Year ended 31 March, 2015	For the year ended 31 March, 2014
<b>Note 21</b>		
<b>Revenue from Operations</b>		
Interest Income from financing activity	745,379,607	220,307,390
Income from Securitisation	259,980,442	217,256,180
Income from Guarantee Facility	18,659,802	5,524,057
Income from other Financial Services		
- Processing Fee	88,740,000	33,155,390
- Professional Fee	309,338,445	225,223,220
- Arranger fee for Guarantee facility	45,182,000	7,100,000
Income from Investment in Commercial Paper	508,753	1,123,393
Interest Income from banks on Collateral Deposits from Customers	27,041,079	12,129,141
Gain on Investment in Fimpact fund	376,643	-
Profit on Sale of Investments	2,881,471	19,353,376
<b>Total</b>	<b>1,498,088,242</b>	<b>741,172,147</b>
<b>Note 22</b>		
<b>Other Income</b>		
Interest Income from banks on Deposits	8,200,185	7,138,738
Profit on sale of Mutual Fund Investments	11,629,037	11,116,628
Compensated absences - Provision no longer required written back	-	143,419
Other Non Operating Income	1,427	25,299
<b>Total</b>	<b>19,830,649</b>	<b>18,424,084</b>



IFMR CAPITAL FINANCE PRIVATE LIMITED		
Notes forming part of the financial statements		
	Amount in INR	
Particulars	For the Year ended 31 March, 2015	For the year ended 31 March, 2014
<b>Note 23</b>		
<b>Finance Cost</b>		
Interest Expenses on		
- Term Loan	373,771,291	215,339,867
- Debentures	155,708,165	91,494,444
- Cash Credits	4,827,358	1,532,004
- Overdraft Account	11,739,764	1,734,751
- On Collateral Deposits	27,041,079	12,129,141
- On Income Tax/ Service Tax	47,479	-
Discount on Commercial Paper	72,467,672	986,065
Amortisation of Processing Fees	17,379,702	14,367,905
Bank charges	454,697	244,415
<b>Total</b>	<b>663,437,207</b>	<b>337,828,592</b>
<b>Note 24</b>		
<b>Employee Benefits Expense</b>		
Salaries and Wages	135,989,471	92,873,702
Contribution to Provident Fund (Refer Note 31 a)	5,625,628	4,410,242
Gratuity (Refer Note 31 b)	2,954,731	2,013,562
Compensated absences	1,262,992	-
Staff Welfare Expenses	5,328,282	4,292,577
<b>Total</b>	<b>151,161,104</b>	<b>103,590,083</b>
<b>Note 25</b>		
<b>Provisions for Standard Assets (Refer Note 36)</b>		
On Receivable under Financing Activities	12,960,635	3,889,266
On Investments and others	4,002,514	750,612
<b>Total</b>	<b>16,963,149</b>	<b>4,639,878</b>
<b>Note 26</b>		
<b>Other expenses</b>		
Rent	8,887,411	10,882,280
Rates and Taxes	70,726,180	69,929,325
Travelling and Conveyance	22,753,171	19,370,544
Legal and Professional Charges	69,349,905	62,534,473
Corporate Social Responsibility expenditure (Refer Note 27.4)	1,957,130	-
Communication Expenses	1,859,823	2,674,997
Consultancy Charges	-	238,601
Upfront Setup fees	500,000	-
Repairs and Maintenance - Others	992,954	410,952
Printing and Stationery	597,581	443,948
Advertisement and Business Promotion	1,276,738	85,696
<b>Auditors' remuneration:</b>		
-Statutory & Other Audit	2,900,000	2,000,000
-Certification	100,000	100,000
-Tax audit	200,000	100,000
-Out of pocket expenses	33,420	27,890
Miscellaneous Expenses	4,355,152	3,892,773
<b>Total</b>	<b>186,489,465</b>	<b>172,691,479</b>



# IFMR CAPITAL FINANCE PRIVATE LIMITED

## Notes forming part of Financial Statements

### Additional information to the Financial Statements:-

#### 27. i. Contingent Liabilities (to the extent not provided for)

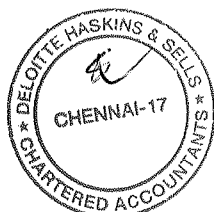
- i. The Company has entered into a Partial Guarantee Facility Agreement with a bank and has provided guarantees of INR 196,502,445 (Previous year – INR 171,017,857) favoring the bank, representing 10% of the loans provided by the bank to Microfinance Institutions.
- ii. The Company has entered into Risk participation Agreements with banks and provided risk participation to the extent of INR 140,877,114 (Previous Year – INR 58,675,081) favoring the bank with respect to loans provided by the bank to Microfinance Institutions.
- iii. The Company has entered into Collateralized Bond Obligation with a Non-Banking Finance Company (NBFC) and has provided guarantee to the extent of INR 383,042,625 (Previous Year – INR 65,200,000) favoring the Non-convertible Debentures issued by various NBFCs.
- iv. The Company has entered into Second Loss Credit Enhancement agreement and has provided guarantee to the extent of INR 43,588,623 (Previous year – NIL)

#### ii. Disputed demands:

Statute	Nature of dues	Forum where dispute is pending	Period to which the amount relates	Amount involved	
				Current year (in INR)	Previous year (in INR)
Finance Act 1994	Service Tax - Disallowance of Input credit	Assistant Commissioner (Appeals)	AY 2010-11 to 2012-13	853,816	853,816
Income Tax Act	Disallowance under Sec 14 A read with rule 8 D	Deputy Commissioner (Appeals)	AY 2010-11	450,561	450,561
Income Tax Act	Disallowance of processing fees	Commissioner (Appeals)	AY 2012-13	4,703,950	-

#### iii. Commitments

Particulars	As at 31 March 2015	As at 31 March 2014
Capital Commitments		
Estimated amount of contracts remaining to be executed on capital account and not provided for (net of advance)	11,400,000	5,500,000



# IFMR CAPITAL FINANCE PRIVATE LIMITED

## Notes forming part of Financial Statements

### 27.2 Expenditure in Foreign Currency (on accrual basis)

Particulars	YE 31 March 2015 (in INR)	YE 31 March 2014 (in INR)
Travel	1,074,263	964,932
Conference expenses	-	138,133
Legal and Professional charges	28,103	333,850
Books and Periodicals	400,076	457,721
Loan Processing Fees	-	1,266,667
<b>Total</b>	<b>1,502,442</b>	<b>3,161,303</b>

### 27.3 Revision in estimated useful life of fixed assets (to align with Schedule II of Companies Act, 2013)

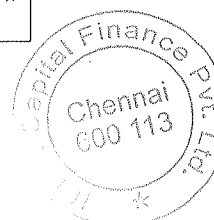
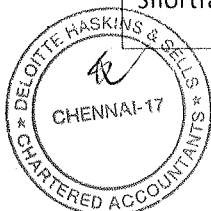
The Company has revised the estimated useful life of its assets to align with the useful life with those specified in Schedule II. Assets individually costing Rs. 5,000/- or less that were depreciated fully in the year of purchase are now depreciated based on useful life considered by the Company for the respective category of assets. The details of previously applied depreciation on useful life are as follows:

Asset	Previous depreciation method	Previous depreciation useful life	Revised useful life based on WDV
Plant and Machinery	WDV	14.1% - 31 years	4 years
Computer	WDV	60% - 5 years	3 years
Furniture and Fittings	WDV	18% - 24 years	10 years
Office Equipment	WDV	14.1%- 31 years	6 years
Leasehold Improvements	SLM	Over the lease period	
Website development cost	WDV	60% - 5 years	6 years

Pursuant to the transition provisions prescribed in Schedule II to the Companies Act, 2013, the Company has fully depreciated the carrying value of assets, net of residual value, where the remaining useful life of the asset was determined to be Nil as on April 1, 2014, and has adjusted an amount of Rs.604,281/- (net of deferred tax of Rs.205,395/-) against the opening Surplus balance in the Statement of Profit and Loss under Reserves and Surplus. The depreciation expense in the Statement of Profit and Loss for the year is higher by Rs. 302,720/- consequent to the change in the useful life of the assets.

### 27.4 Expenditure towards Corporate Social Responsibility (CSR) activities:

Nature of Activity	Partner Entity	Amount
Contribution to Section 25 Company	IFMR Finance Foundation	1,957,130
<b>Total</b>		<b>1,957,130</b>
Amount required to be spent u/s 135 of the Companies Act, 2013		1,957,130
Shortfall in spend		Nil



## IFMR CAPITAL FINANCE PRIVATE LIMITED

### Notes forming part of Financial Statements

#### 28. Prepaid Finance Charges

During the year the company borrowed INR.8,656,204,991 (Previous Year INR. 3,095,919,097) by way of Term Loan, Commercial Paper and Non-convertible debentures, towards which an amount of INR 22,956,875 (Previous Year INR 11,781,213) has been paid as processing fees. All these borrowing costs are amortized over the tenor of the loan. The unamortised portion of these expenses amounting to INR 29,707,943 (Previous year INR 23,345,796) is included under Note 15 'Other Non-Current Assets' and Note 20 'Other Current Assets'.

#### 29. Long Term Incentive Plan:

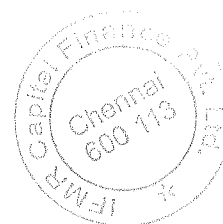
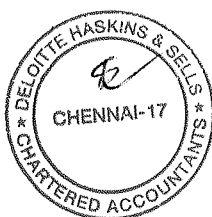
As per the plan, the Participants are allotted Shadow Units which entitles them to receive Shadow Unit Compensation under the Plan. Subject to Participant's continued employment with the Company, the Units shall vest as per the following schedule and can be exercised at the option of the eligible employee:

- 20% at the end of 12 months from the Grant date
- 20% at the end of 24 months from the Grant date
- 30% at the end of 36 months from the Grant date
- 30% at the end of 48 months from Grant Date.

Provision is made in books to the extent of shadow units vested as per the above vesting schedule. Accordingly the company made a provision for INR 28,641,936 (Previous Year INR 6,638,585) during the current year. Out of the total provision made an amount of INR 23,962,228 (Previous Year INR 10,288,492) is included under Note 6 'Other Long Term Liabilities' and an amount of INR 14,968,200 (Previous Year NIL) is included under Note 9 'Trade Payables', based on the compulsory vesting condition by the eligible employees.

#### 30. Distribution Tax on Securitisation Income

As per Section 115TA of Income Tax Act 1961, the securitization income distributed by the Trustee after 1<sup>st</sup> June, 2013 is subject to distribution tax at 30%, irrespective of the time of accrual of such income. Accordingly, the income from investment in securitization for the year ended 31 March 2015 includes an amount of INR 259,980,442 (Previous Year INR 211,447,322) which has been subjected to a distribution tax of INR 70,392,696 (Previous Year INR 69,924,945) of which INR 8,697,861 (Previous year INR 38,362,234) has been accrued by the Company in respect of income to be collected in future periods. This distribution tax of INR 70,392,696 (Previous year INR 69,924,945) has been included under Rates and Taxes in Note 26.





# IFMR CAPITAL FINANCE PRIVATE LIMITED

## Notes forming part of Financial Statements

### Accounting Standard Disclosures:

#### 31. Employee Benefits:

##### a. Defined Contribution Plan:

The Company makes Provident Fund Contribution which is a defined contribution plan for qualifying employees. Under the scheme, the company is required to contribute a specified percentage of the payroll costs to fund the benefits.

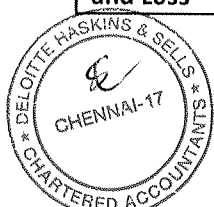
The Company recognizes INR 5,625,628 (Previous Year INR 4,410,242) for Provident Fund contributions in the statement of Profit and Loss. The contribution payable for the scheme by the Company is at the rate specified in the rates of the scheme.

##### b. Defined Benefit Plan

The company's obligation towards Gratuity is a defined benefit plan and no fund is being maintained. The details of actuarial valuation are given below:

#### Accrued Gratuity Liability

	2014-15	2013-14
<b>Change in benefit obligation</b>	<b>Amount in INR</b>	
<b>Accrued Liability as at beginning of the period:</b>	5,786,342	3,772,780
Interest Cost	470,368	298,050
Current Service Cost	1,271,511	1,195,592
Benefits paid	(633,898)	Nil
Actuarial (gain)/ loss	1,212,852	519,920
<b>Accrued Liability as at the end of the period:</b>	<b>8,107,175</b>	<b>5,786,342</b>
<b>Amounts to be recognized in the Balance Sheet</b>		
Present Value of obligations as on the accounting date:	8,107,175	5,786,342
Fair Value of the Plan Assets:	Nil	Nil
<b>Liability to be recognized in the Balance Sheet:</b>	<b>(8,107,175)</b>	<b>(5,786,342)</b>
Amount payable within next one year is included under Note 11 Short Term Provisions	863,967	494,209
Amount payable beyond a period of one year is included under Note 7 Long Term Provisions	7,243,208	5,292,133
<b>Expenses to be recognized in the Statement of Profit and Loss</b>		
Interest Cost	470,368	298,050
Current Service Cost	1,271,511	1,195,592
Net Actuarial (gain) / loss	1,212,852	519,920
<b>Net Expenses to be recognized in Statement of Profit and Loss</b>	<b>2,954,731</b>	<b>2,013,562</b>



# IFMR CAPITAL FINANCE PRIVATE LIMITED

## Notes forming part of Financial Statements

* Rate of Mortality:	Indian Assured Lives (2006-08) Mortality Table	
* Discount Rate:	7.70% per annum	8.60% per annum
* Rate of Salary Escalation:	12.00% per annum	12.00% per annum
* Rate of exit due to reasons other than death or retirement:	15.00% per annum	15.00% per annum
* Rate of Return on Plan Assets:	Does not arise	Does not arise

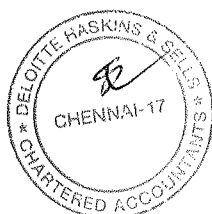
### Note:

1. The estimate of future salary increase takes into account inflation, seniority, promotion and other relevant factors.
2. Discount rate is the prevailing market yields used by LIC for similar computations.
3. Experience Adjustments:

Particulars	2014-15	2013-14	2012-13	2011-12	2010-11
On plan Liability (gain)/loss	1,212,852	519,920	1,081,257	(326,690)	(9,000)
On plan Assets (gain) / loss	Nil	Nil	Nil	Nil	Nil
Present Value of benefit obligations	8,107,175	5,786,342	3,772,780	1,448,157	935,000
Fair Value of Plan Assets	Nil	Nil	Nil	Nil	Nil
Excess of obligation over plan assets	8,107,175	5,786,342	3,772,780	1,448,157	935,000

### c. Compensated Absences:

Details of assumptions	2014-15	2013-14
Discount rate as per para 78 of AS15R	7.80%	8.60%
Salary escalation fixed by the Enterprise as per para 83-91 and 120[I] of AS15R	12.00%	12.00%
Attrition rate fixed by Enterprise	15.00%	15.00%
Proportion of Leave availment	40.00%	40.00%
In case Earned leave is not en-cashable proportion of leave that will lapse on separation	60.00%	60.00%



## IFMR CAPITAL FINANCE PRIVATE LIMITED

### Notes forming part of Financial Statements

#### 32. Segment Accounting:

##### (i) Business Segments:

The Company operates in only one business segment, namely arranging or facilitating or providing capital either in the form of Loans or Investments or guarantees.

##### (ii) Geographical Segment:

The Company does not have any reportable geographical segment as per Accounting Standard 17.

#### 33. Related Party Disclosure

Information relating to related party transactions for the year ended 31 March 2015(as identified by the management and relied upon by auditors)

Parties where control exists:

Controlling Entity: IFMR Trust – Represented by IFMR Trusteeship Services Private Limited  
Holding Company: IFMR Holdings Private Limited

Direct subsidiaries:

IFMR Investment Adviser Services Private Limited  
IFMR Investment Managers Private Limited

Fellow Subsidiaries with whom the Company had transactions during the year:

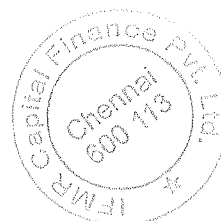
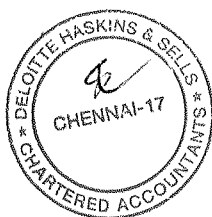
Pudhuaaru Financial Services Private Limited  
IFMR Finance Foundation

Companies which have common directors:

Future Financial Services Limited  
Disha Microfin Private Limited

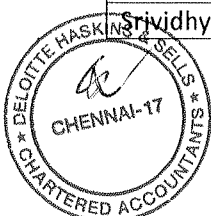
#### Key Management Personnel:

- a. Dr. Kshama Fernandes, Chief Executive Officer and Director
- b. Mr. Vineet Sukumar, Chief Financial Officer
- c. Mrs. Srividhya R, Company Secretary



**IFMR CAPITAL FINANCE PRIVATE LIMITED**
**Notes forming part of Financial Statements**
**Transactions with Related Parties:**

Related Party	Transactions	For the Year Ended 31 March 2015	For the Year Ended 31 March 2014
		<b>Amount in INR.</b>	
IFMR Trust	Reimbursement of Expenses	1,966,376	17,303,577
	Share of common expenses	6,691,785	9,574,655
Pudhuaaru Financial Services Private Limited	Term Loans disbursed	375,000,000	136,000,000
	Interest on Term Loan	26,380,519	10,331,558
	Cash Collateral	18,750,000	10,200,000
	Interest on Cash Collateral	1,256,811	216,764
	Fee income	7,006,748	8,639,655
Future Financial Services Limited	Term Loans disbursed	220,000,000	50,000,000
	Interest on Term Loan	22,357,506	598,356
	Cash Collateral	12,750,000	5,000,000
	Interest on Cash Collateral	1,116,442	-
	Fee income	19,196,838	4,191,416
Disha Microfin Private Limited	Term Loans disbursed	150,000,000	130,000,000
	Interest on Term Loan	13,635,392	8,371,258
	Cash Collateral	7,500,000	9,750,000
	Interest on Cash Collateral	515,107	698,560
	Fee income	10,763,633	9,731,054
IFMR Finance Foundation	Corporate Social Responsibility	1,957,130	-
IFMR Mezzanine Finance Private Limited	Sale of Investments	-	18,791,179
IFMR Investment Adviser Services Private Limited	Equity investment	12,779,670	-
IFMR Investment Manager Private Limited	Working Capital Loan	15,000,000	-
IFMR Investment Manager Private Limited	Interest on loan	11,507	-
IFMR Investment Manager Private Limited	Equity investment	100,000	-
Kshama Fernandes	Remuneration	8,500,000	6,500,000
	Long Term incentive	6,990,046	2,334,274
Vineet Sukumar	Remuneration	7,500,000	5,750,000
	Long Term Incentive	5,829,221	2,119,883
Srividhya R	Remuneration	1,050,000	850,000



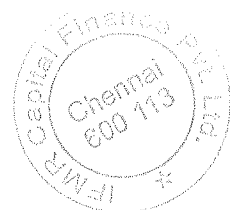
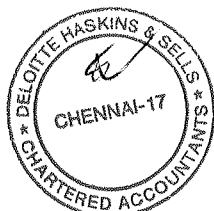
**IFMR CAPITAL FINANCE PRIVATE LIMITED**

**Notes forming part of Financial Statements**

**Outstanding Balances with Related Parties:**

Group Company	Nature of balances outstanding	As at 31 March 2015	As at 31 March 2014
		<b>Amount in INR.</b>	
IFMR Trust	Reimbursement of Expenses	246,051	1,729,189
	Share of common expenses	177,992	550,185
IFMR Investment Manager Private Limited	Working Capital Loan	15,000,000	-
Pudhuaaru Financial Services Private Limited	Term Loan	245,663,671	80,635,787
	Cash Collateral	14,580,666	7,041,401
	Accrued Interest receivable on Term Loan	1,740,905	293,933
	Interest payable on Cash Collateral	624,028	291,467
	Fee income outstanding	1,924	-
Future Financial Services Limited	Term Loan	142,728,039	48,159,356
	Cash Collateral	12,738,158	5,000,000
	Accrued Interest receivable on Term Loan	1,120,275	102,916
	Interest payable on Cash Collateral	910,741	39,391
	Fee income outstanding	13,651,929	3,923,415
Disha Microfin Private Limited	Term Loan	7,174,759	20,000,000
	Cash Collateral	792,515	1,500,000
	Accrued Interest receivable on Term Loan	2,949	8,219
	Interest payable on Cash Collateral	429,793	355
	Fee income outstanding	2,341,074	5,703,439
Kshama Fernandes	Advances and Security Deposit	241,947	315,668
	Long Term Incentive*	9,324,320	2,334,274
Vineet Sukumar	Long Term Incentive*	7,949,104	2,119,883

\* Represents an accumulated provision since 2010, refer note 29



# IFMR CAPITAL FINANCE PRIVATE LIMITED

## Notes forming part of Financial Statements

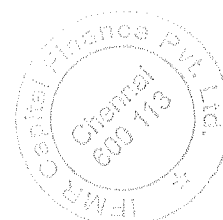
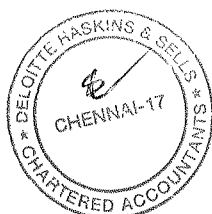
### 34. Earnings per share:

Description	For the year ended 31 March 2015	For the year ended 31 March 2014
	<b>Amount in INR.</b>	
Profit after Tax attributable to equity shareholders	382,335,690	120,749,432
Weighted average Shares allotted & outstanding during the period	77,576,512	60,144,911
Earnings per Share – Basic & Diluted (face value of INR 10/- each)	4.92	2.01

### 35. Deferred Tax

Break up of Deferred Tax Asset and Deferred Tax Liability arising out of timing differences:

Particulars	As at 31 March 2015	As at 31 March 2014
	<b>Amount in INR.</b>	
<b>Deferred Tax Liability:</b>		
Unamortized Processing Charges	9,830,917	7,734,397
Depreciation	286,926	358,599
<b>Deferred Tax Asset:</b>		
Gratuity	(2,755,629)	(1,966,778)
Provision for Standard Assets	(9,260,990)	(3,495,216)
Provision for compensated absences	(824,987)	(444,443)
Premium on redemption of Debentures	(8,098,349)	Nil
Provision for Long term incentive	(8,144,761)	(3,497,036)
<b>Net Deferred Tax Asset</b>	<b>(18,966,873)</b>	<b>(1,310,477)</b>



# IFMR CAPITAL FINANCE PRIVATE LIMITED

## Notes forming part of Financial Statements

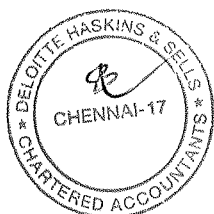
### 36. Provision for Standard Assets:

Standard Asset Movement	Amount in INR	
	As at 31 March 2015	As at 31 March 2014
<b>Long Term</b>		
A. Investments and others	3,210,276	1,737,449
B. Receivable under Financing Activities	5,890,593	2,150,316
<b>Short Term</b>		
C. Investments and others	4,867,011	2,337,324
D. Receivable under Financing Activities	13,278,340	4,057,982
<b>Total Provision on Investments and others (A+C)</b>	<b>8,077,287</b>	<b>4,074,773</b>
<b>Total Provision on Receivable under Financing activities (B+D)</b>	<b>19,168,933</b>	<b>6,208,298</b>
<b>Total</b>	<b>27,246,220</b>	<b>10,283,071</b>

Particulars	Amount in INR			
	Opening Balance	Additional provision	Utilization / Reversal	Closing Balance
Provision for standard assets under financing activity (Refer Note below)	6,208,298 (2,319,032)	12,960,635 (3,889,266)	NIL (NIL)	19,168,933 (6,208,298)
Provision for standard assets under Investments and others (Refer Note below)	4,074,773 (3,324,161)	4,002,514 (750,612)	NIL (NIL)	8,077,287 (4,074,773)

#### Note:

- The Management has reviewed the loan portfolio and the Investments and has identified that there are no Non Performing Assets as at the Balance Sheet date. Hence provisioning has been made at 0.25% on the standard assets relating to loan portfolio as required by RBI Norms.
- The Management has made a provision at 0.25% on standard assets relating to investments and guarantee facilities as a matter of prudence.
- Figures in brackets are for the previous year.



# IFMR CAPITAL FINANCE PRIVATE LIMITED

## Notes forming part of Financial Statements

Disclosure Pursuant to Reserve Bank of India Notification DNBS.193DG (VL) - 2007 dated February 22, 2007

### 37. Disclosure of Capital Adequacy & Liquidity:

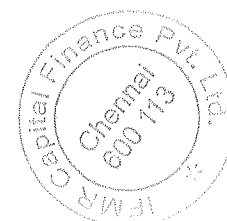
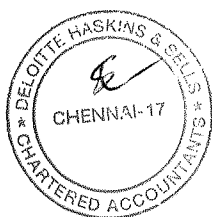
The Company has disclosed the following information as per the Guidelines for Systemically Important Non Deposit taking Non-Banking Finance Companies as regards Capital Adequacy, Liquidity and Disclosure Norms issued by the Reserve Bank of India on 1 August 2008:

#### i. Capital Adequacy Ratio

Particulars	As at 31.03.2015	As at 31.03.2014
Tier I Capital	2,109,164,517	1,544,616,474
Tier II Capital	49,168,933	51,208,299
<b>Total Capital</b>	<b>2,158,333,450</b>	<b>1,595,824,773</b>
Total Risk Weighted Assets	10,976,177,551	4,735,847,561
<b>Capital Ratios</b>		
Tier I Capital as a Percentage of Total Risk Weighted Assets (%)	19.21%	32.62%
Tier II Capital as a Percentage of Total Risk Weighted Assets (%)	0.45%	1.08%
<b>Total (%)</b>	<b>19.66%</b>	<b>33.70%</b>
<b>Amount of Subordinated Debt raised as Tier – II capital</b>	<b>75,000,000</b>	<b>75,000,000</b>
<b>Amount raised by issue of Perpetual Debt instruments</b>	<b>-</b>	<b>-</b>

In Tier II Capital, the standard asset provision for Loan alone is included other than subordinated debt. The above details have been determined based on the financial statements of the Company as on 31 March 2015 and previous year as on 31 March 2014.

The Company has deducted intangible assets including ERP Capital Work in Progress from Tier I Capital.



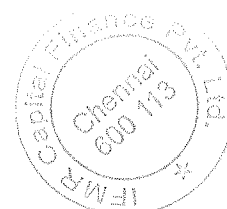
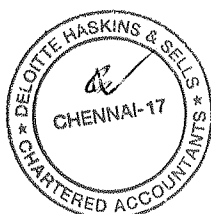


**IFMR CAPITAL FINANCE PRIVATE LIMITED**

**Notes forming part of Financial Statements**

**ii. Exposure to Real Estate Sector, both Direct and Indirect**

		Amount in INR	
	Category	As at 31 March 2015	As at 31 March 2014
<b>(a)</b>	<b>Direct Exposure</b>		
	<b>(i) Residential Mortgages</b>		
	Lending fully secured by mortgages on residential property that is or will be occupied by the borrower or that is rented; (Individual housing loans up to Rs.15 lakh may be shown separately)	-	-
	<b>(ii) Commercial Real Estate -</b>		
	Lending secured by mortgages on commercial real estates (office buildings, retail space, multipurpose commercial premises, multi-family residential buildings, multi-tenanted commercial premises, industrial or warehouse space, hotels, land acquisition, development and construction, etc.). Exposure would also include non-fund based (NFB) limits;	-	-
	<b>(iii) Investments in Mortgage Backed Securities (MBS) and other Securitised exposures -</b>		
	<b>a. Residential</b>	16,833,135	15,108,375
	<b>b. Commercial Real Estate.</b>		-
<b>(b)</b>	<b>Indirect Exposure</b>		
	Fund based and non-fund based exposures on National Housing Bank (NHB) and Housing Finance Companies (HFCs).	865,844,920	401,512,569



# IFMR CAPITAL FINANCE PRIVATE LIMITED

## Notes forming part of Financial Statements

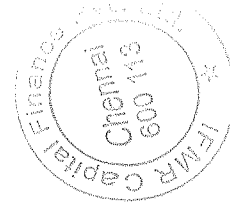
### 38. Asset Liability Management

#### Maturity Pattern of Certain items of Assets and Liabilities:

Amounts in INR

Particulars	Upto 1 Month	over 1 Month to 2 Months	Over 2 Months to 3 Months	Over 3 Months to 6 Months	Over 6 Months to 1 Year	Over 1 Year to 3 Years	Over 3 Years to 5 Years	Over 5 Years	Total
<b>Liabilities:</b>									
Borrowing from Banks & Others	512,785,505	343,209,318	280,613,053	413,545,903	972,260,063	2,396,967,491	-	-	4,919,381,333
Market Borrowings	194,999,810	250,000,000	52,000,000	19,750,000	1,514,750,000	1,852,500,000	-	-	3,883,999,810
<b>Assets:</b>									
Advances	712,340,859	444,722,497	487,498,653	1,491,957,899	2,174,816,002	2,311,006,200	45,231,275	15,000,000	7,682,573,385
Investments	54,768,437	60,029,626	106,027,992	391,798,162	570,169,358	1,154,140,732	127,851,958	14,997,038	2,479,783,303

This amount excludes interest accrued but not due and the above figures are based on the financial statements of the Company as on March 31, 2015.



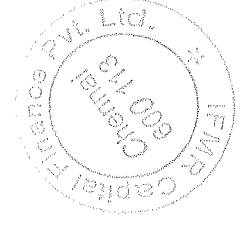
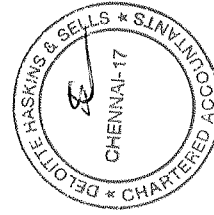
# IFMR CAPITAL FINANCE PRIVATE LIMITED

## Notes forming part of Financial Statements

### Previous Year

Particulars	Upto 1 Month	over 1 Month to 2 Months	Over 2 Months to 3 Months	Over 3 Months to 6 Months	Over 6 Months to 1 Year	Over 1 Year to 3 Years	Over 3 Years to 5 Years	Over 5 Years	Total
<b>Liabilities:</b>									
Borrowing from Banks & Others	69,348,462	179,845,354	122,317,361	433,044,952	491,896,740	806,125,934	-	-	2,102,578,803
Market Borrowings	52,000,000	-	52,000,000	52,000,000	499,000,000	586,500,000	147,500,000	-	1,389,000,000
<b>Assets:</b>									
Advances	200,072,893	150,044,513	150,825,300	429,385,939	692,864,301	780,119,737	80,006,806	-	2,483,319,489
Investments	127,620,645	80,795,752	69,710,700	273,534,071	383,268,429	675,455,813	13,849,396	5,674,190	1,629,908,996

This amount excludes interest accrued but not due and the above figures are based on the financial statements of the Company as on March 31, 2014



**IFMR CAPITAL FINANCE PRIVATE LIMITED**

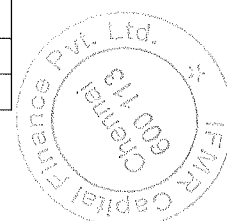
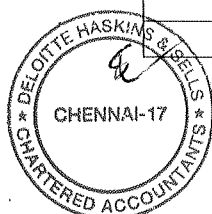
**Notes forming part of Financial Statements**

**39. Disclosure Pursuant to Reserve Bank of India Notification DNBS.193DG (VL) – 2007 dated 22 February 2007:**

As at 31 March 2015

S.NO	Particulars	Amount Outstanding in INR.	Amount Overdue in INR.
	<b>Liabilities:</b>		
(1)	<b>Loans and Advance availed by the NBFC inclusive of interest accrued thereon but not paid</b>		
(a)	Debentures		
	- Secured	2,658,999,810	-
	- Unsecured	75,000,000	-
	(Other than Falling within the meaning of public Deposits)		
(b)	Deferred Credits		-
(c)	Term Loans	3,164,144,873	-
(d)	Inter- Corporate Loans and Borrowings		-
(e)	Commercial Paper	1,150,000,000	-
(f)	Other Loans	1,755,236,460	-

S.No	Particulars	Amount Outstanding as on 31 March 2015 in INR.
2	<b>Break up of Loans and Advances including Bills Receivables (Other than those included in (3) below):</b>	
(a)	Secured	7,667,573,385
(b)	Unsecured	15,000,000
	<b>Particulars</b>	<b>Amount Outstanding as on 31 March 2015 in INR.</b>
(3)	<b>Break up of Leased Assets and Stock on Hire and Other Assets counting towards AFC activities</b>	
(i)	Lease Assets including Least Rentals Accrued and Due:	
	a) Financial Lease	-
	b) Operating Lease	-
(ii)	Stock on Hire including Hire Charges under Sundry Debtors:	
	a) Asset on Hire	-
	b) Repossessed Assets	-



**IFMR CAPITAL FINANCE PRIVATE LIMITED**

**Notes forming part of Financial Statements**

(iii)	Other Loans counting towards AFC Activities	
	(a) Loans where Assets have been Repossessed	-
	(b) Loans other than (a) above	-

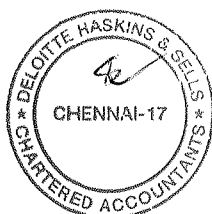
S.No	Particulars	Current Investment	Long Term Investment
(4)	<b>Break-up of Investments</b>		
I	<b>Quoted:</b>		
(i)	Shares :		
	(a) Equity		-
	(b) Preference		-
(ii)	Debentures and Bonds		-
(iii)	Government Securities		-
(iv)	Others (Please Specify)		-
II	<b>Unquoted:</b>		
(i)	Shares :		-
	Equity		12,879,670
	Preference		-
(ii)	Debentures and Bonds		-
(iii)	Government Securities		-
(iv)	Others (Investments in Pass Through Certificates and Other Rated Transactions )	1,182,793,575	1,284,110,058

**Amount in INR**

(5)	<b>Borrower Group-wise Classification of Assets Financed as in (2) and (3) above</b>			
S.No	Category	As at 31st March 2015 (Net of Provision) (Refer Note below)		
		Secured	Unsecured	Total
1	Related Parties			
	(a) Subsidiaries	-	15,000,000	15,000,000
	(b) Companies in the same Group	245,049,512	-	245,049,512
	(c) Other Related Parties	149,528,041	-	149,528,041
2	Other than Related Parties	7,253,826,898	-	7,253,826,898

Note:

The amount of Assets financed represents the net owned portfolio outstanding after adjusting the provisions for standard assets amounting to INR 19,168,933 /-



IFMR CAPITAL FINANCE PRIVATE LIMITED

Notes forming part of Financial Statements

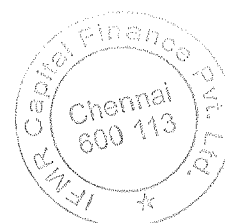
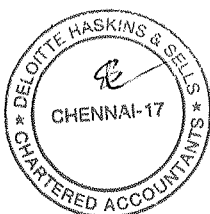
Amount in INR			
(6)	Investor Group-Wise Classification of all Investments (Current and Long Term) in Shares and Securities (both Quoted and Unquoted)		
S.No	Category	Market Value/Break-up Value or Fair Value or Net Asset Value	Book Value (Net of Provisioning) (Refer Note below)
1	Related Parties		
	(a) Subsidiaries	-	12,879,670
	(b) Companies in the Same Group	-	-
	(c) Other Related parties	-	-
2	Other than Related Parties	-	2,460,736,374
	<b>Total</b>	-	2,473,616,044

Note:

The amount of Investments represents the investments made in securitisation and other rated transactions after adjusting the provisions for standard assets amounting to INR 6,167,259/-

(7)	Other Information	Related Parties	Other than Related Parties
(i)	Gross Non-Performing Assets	-	-
(ii)	Net Non-Performing Assets	-	-
(iii)	Assets Acquired in Satisfaction of Debt	-	-

The above figures are based on the financial statements of the company as at 31 March 2015



**IFMR CAPITAL FINANCE PRIVATE LIMITED**

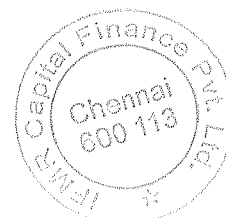
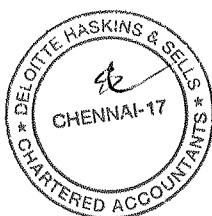
**Notes forming part of Financial Statements**

**40. Disclosure Pursuant to Reserve Bank of India Notification RBI/2014-15/299 DNBR (PD)  
CC.No.002/03.10.001/2014-15 dated November 10, 2014:**

**i. Investments**

**Amount in INR**

		<b>Particulars</b>	<b>As at March 31, 2015</b>	<b>As at March 31, 2014</b>
(1)		<b>Value of Investments</b>		
	(i)	Gross Value of Investments		
		(a) In India	2,479,783,303	1,629,908,996
		(b) Outside India,	-	-
	(ii)	Provisions for Depreciation		
		(a) In India	-	-
		(b) Outside India,	-	-
	(iii)	Net Value of Investments		
		(a) In India	2,479,783,303	1,629,908,996
		(b) Outside India.	-	-
(2)		<b>Movement of provisions held towards depreciation on investments.</b>		
	(i)	Opening balance	-	-
	(ii)	Add : Provisions made during the year	-	-
	(iii)	Less : Reversal of provision on account of merger	-	-
	(iv)	Closing balance	-	-



**IFMR CAPITAL FINANCE PRIVATE LIMITED**

**Notes forming part of Financial Statements**

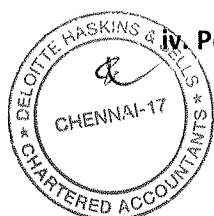
**ii. Exposure to the Capital Market**

	Particulars	Amount in INR	
		As at March 31, 2015	As at March 31, 2014
(i)	direct investment in equity shares, convertible bonds, convertible debentures and units of equity-oriented mutual funds the corpus of which is not exclusively invested in corporate debt;	-	-
(ii)	advances against shares / bonds / debentures or other securities or on clean basis to individuals for investment in shares (including IPOs / ESOPs), convertible bonds, convertible debentures, and units of equity-oriented mutual funds;	-	-
(iii)	advances for any other purposes where shares or convertible bonds or convertible debentures or units of equity oriented mutual funds are taken as primary security;	-	-
(iv)	advances for any other purposes to the extent secured by the collateral security of shares or convertible bonds or convertible debentures or units of equity oriented mutual funds i.e. where the primary security other than shares / convertible bonds / convertible debentures / units of equity oriented mutual funds does not fully cover the advances;	-	-
(v)	secured and unsecured advances to stockbrokers and guarantees issued on behalf of stockbrokers and market makers;	-	-
(vi)	loans sanctioned to corporates against the security of shares / bonds / debentures or other securities or on clean basis for meeting promoter's contribution to the equity of new companies in anticipation of raising resources;	-	-
(vii)	bridge loans to companies against expected equity flows / issues;	-	-
(viii)	all exposures to Venture Capital Funds (both registered and unregistered)	-	-
<b>Total Exposure</b>		<b>NIL</b>	<b>NIL</b>

**iii. Other Regulator Registration**

S.No	Regulator	Registration no
1	Ministry of Corporate Affairs	U65910TN1989PTC017021
2	Reserve Bank of India	B-07-00430

**iv. Penalties levied by the above Regulator - Nil**





**IFMR CAPITAL FINANCE PRIVATE LIMITED**

**Notes forming part of Financial Statements**

**v. Ratings assigned by Credit Rating Agencies –**

	<b>As at March 31, 2015</b>	<b>As at March 31, 2014</b>
Commercial paper & Non-convertible Debentures – Short Term	ICRA A1+ CARE A1+	ICRA A1 CARE A1
Working Capital Demand Loans	Nil	Nil
Cash Credit	Nil	Nil
Bank Term Loans	ICRA A+	ICRA A
Non-Convertible Debentures – Long term	ICRA A+	ICRA A+
Subordinated Debt	ICRA A+	ICRA A+
Perpetual Debt	Nil	Nil

**vi. Concentration of Advances**

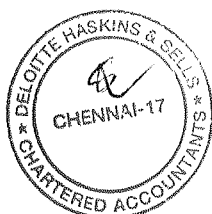
	<b>Amount in INR</b>	
	<b>As at March 31, 2015</b>	<b>As at March 31, 2014</b>
Total Advances to twenty largest borrowers	4,754,640,682	2,105,519,173
Percentage of Advances to twenty largest borrowers to Total Advances of the NBFC	62.01%	84.79%

**vii. Concentration of Exposures**

	<b>Amount in INR</b>	
	<b>As at March 31, 2015</b>	<b>As at March 31, 2014</b>
Total Exposure to twenty largest borrowers/customers	5,067,285,907	2,246,870,219
Percentage of Exposures to twenty largest borrowers /Customers to Total Exposure of the NBFC on borrowers/customers.	61.17%	81.54%

**viii. Concentration of NPAs**

	<b>As at March 31, 2015</b>	<b>As at March 31, 2014</b>
Total Exposure to top four NPA accounts	-	-



IFMR CAPITAL FINANCE PRIVATE LIMITED

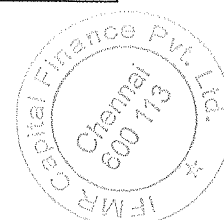
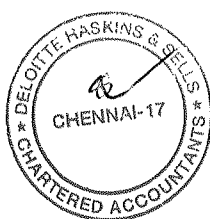
Notes forming part of Financial Statements

ix. Sector-wise NPAs as on March 31, 2015

Sl.No	Sector	Percentage of NPAs to Total Advances in that sector as on March 31, 2015	Percentage of NPAs to Total Advances in that sector as on March 31, 2014
1.	Agriculture & allied activities	-	-
2.	MSME	-	-
3.	Corporate borrowers	-	-
4.	Services	-	-
5.	Unsecured personal loans	-	-
6.	Auto loans (commercial vehicles)	-	-
7.	Other loans	-	-

x. Movement of NPAs

Particulars		31.03.15	31.03.14
(i)	Net NPAs to Net Advances (%)	-	-
(ii)	Movement of NPAs (Gross)		
	(a) Opening balance	-	-
	(b) Additions during the year	-	-
	(c) Reductions during the year	-	-
	(d) Closing balance	-	-
(iii)	Movement of Net NPAs		
	(a) Opening balance	-	-
	(b) Additions during the year	-	-
	(c) Reductions during the year	-	-
	(d) Closing balance	-	-
(iv)	Movement of provisions for NPAs (excluding provisions on standard assets)		
	(a) Opening balance	-	-
	(b) Provisions made during the year	-	-
	(c) Write-off / write-back of excess provisions	-	-
	(d) Closing balance	-	-



# IFMR CAPITAL FINANCE PRIVATE LIMITED

## Notes forming part of Financial Statements

### xi. Customer Complaints

(a)	No. of complaints pending as on April 01, 2014	-
(b)	No. of complaints received during the year	-
(c)	No. of complaints redressed during the year	-
(d)	No. of complaints pending as on March 31, 2015	-

#### Note:

The above summary is prepared based on the information available with the Company and relied upon by the Auditors.

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

For and on behalf of the Board of Directors



Chief Executive Officer and Director



Director

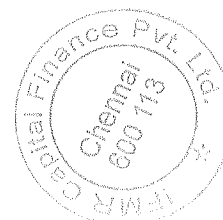
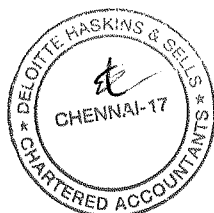


Chief Financial Officer



Company Secretary

Place: Chennai  
Date: 5 May, 2015



26<sup>th</sup> May 2015

BSE Limited,  
P.J. Towers,  
Dalal Street,  
Mumbai - 400001

Dear Sir/ Madam,

**Sub.: Information under Clause 27 of the Listing Agreement for Debt SecuritiesRef: ISIN No  
INE850M07046, INE850M07053, INE850M07079**

We furnish below the information under Clause 27 of the Listing Agreement for Debt Securities.

(i) Credit Rating;

Instruments rated	Amount (Rs.)	Rating
Long Term Bonds Programme	Rs. 300 Crores	(ICRA) A+/ Stable

(ii) Asset cover available;

**INE850M07046**

NCD Issuance IV - Samena	Amount
Loan outstanding	100,000,000
Asset to be assigned @ 110%	110,000,000
List of Assets Assigned	
IFMR Capital Mosec Talos 2014	26,689,631
Pahal Financial Services Private Limited Loan-19	40,456,079
Grama Vidiyal Microfinance Limited Loan-2	39,508,570
Pudhuaaru Financial Services Private Limited L-10	2,451,031
Visage Holdings and Finance Private Limited Loan-3	1,834,816
Total Assets Assigned	110,940,127

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**IFMR Capital Finance Private Limited**

	50,000,000
Visage Holdings and Finance Private Limited-Loan 10	30,000,000
Fusion Micro Finance Private Limited - Loan 21	80,000,000
Intrepid Finance and Leasing Private Ltd Loan-3	100,000,000
RGVN (NE) Microfinance Limited Loan-3	100,000,000
Saija Finance Private Limited Loan-5	100,000,000
Suryoday Microfinance Private Limited Loan-17	100,000,000
Varam Capital Private Limited Loan-4	100,000,000
Investment in IFMR Capital Mosec Zephyrus 2015	54,606,744
Investment in Orion IFMR Capital 2015-A1 Series	24,723,820
Nephthys SBL IFMR Capital 2014 A1 Series	45,741,984
Investment in IFMR Capital MOSEC Maia 2014	35,486,998
Investment for IFMR Capital Mosec Aethon 2015	110,246,355
Berar Finance Limited Loan -2	44,938,247
NeoGrowth Credit Private Limited Loan -3	45,833,334
Annapurna Micro Finance Private Limited - Loan 19	44,934,855
Intrepid Finance and Leasing Private Ltd Loan-2B	21,092,688
Madura Micro Finance Limited Loan-1	89,858,403
Saija Finance Private Limited Loan-4	44,984,703
S V Creditline Private Limited Loan 25	31,451,860
Varam Capital Private Limited Loan-3	44,969,125
Visage Holdings and Finance Private Limited-Loan 9	36,638,433
Asirvad Microfinance Private Limited - Loan 27	17,812,319
Light Microfinance Private Limited Loan No.6	22,909,006
Mpower Microfinance Private Limited Loan-9	44,557,866
Saija Finance Private Limited Loan-3	

*C. Kalish*



INE850M07053

NCD Issuance V - Religare	Amount
Loan outstanding	500,000,000
Asset to be assigned @ 100%	500,000,000
<b>List of Assets Assigned</b>	
Erdre IFMR Capital 2014	23,969,427
IFMR Capital Mosec Asteria 2014	19,609,106
IFMR Capital Mosec Odin 2014	61,448,514
Nephthys SBL IFMR Capital 2014 A2 Series	4,681,819
India Shelter Finance Corporate Limited Loan-4	91,661,122
Jainsons Finlease Limited Loan - 3	36,899,919
Mpower Microfinance Private Limited Loan-8	38,917,756
Pudhuaaru Financial Services Private Limited L-17	18,109,119
Sahayog Microfinance Limited Loan No.7	18,487,478
Sakthi Finance Limited Loan No 1	116,250,975
Shubham Housing Development Fin Co P Ltd Loan 2	14,097,154
Swarna Pragati Housing Microfinance Pvt Ltd Loan 3	39,948,495
Vishwakriya Housing Finance Limited Loan No.4 TI	17,307,067
<b>Total Assets Assigned</b>	<b>501,387,951</b>

INE850M07079:

NCD Issuance VI	Amount
Loan outstanding	1,500,000,000
Asset to be assigned @ 110%	1,650,000,000
<b>List of Assets Assigned</b>	
Kissandhan Agri Financial Services Pvt. Ltd Loan-2	100,000,000
Thirumeni Finance Private Limited - Loan 8	

*C. Kalym*





	84,924,560
Berar Finance Limited Loan -1	39,830,038
Pahal Financial Services Private Limited Loan-14	4,851,009
<b>Total Assets Assigned</b>	<b>1,650,392,347</b>

(iii) Debt-equity ratio;

Particulars	As on 31st March 2015 (Rs.)
Equity/Net worth (A)	2,202,639,287
Total Debt (B)	8,803,381,143
<b>Debt/Equity (B) /(A)</b>	<b>4.00</b>

(iv) Previous due date for the payment of interest/ principal and whether the same has been paid or not;

- a) INE850M07046: 28<sup>th</sup> April 2015/ Paid
- b) INE850M07053: NIL (the repayment on this NCD has not yet started)
- c) INE850M07079: NIL (the repayment on this NCD has not yet started)

(v) Next due date for the payment of interest/ principal.

- a) INE850M07046: NIL (the NCDs have been fully redeemed)
- b) INE850M07053: 23<sup>rd</sup> March 2016
- c) INE850M07079: 14<sup>th</sup> March 2016

Thanking you.

Yours faithfully,

For IFMR Capital Finance Private Limited

Authorised Signatory



For GDA Trusteeship Limited  
(as Debenture Trustee)

Authorised Signatory