

No.CTL/DEB/17-18/Noting Certificate

November 14, 2017

To Whomsoever It May Concern,

**CERTIFICATE FOR RECEIPT AND NOTING OF INFORMATION**

[Pursuant to Regulation 52(5) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015]

We, Catalyst Trusteeship Limited (“**Debenture Trustee**”) hereby confirm that we have received and noted the information, as specified under regulation 52(4) of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulation, 2015 (“**Regulations**”), provided to us by **Pahal Financial Services Private Limited** (“**the Company**”) for the Half year ended September 30, 2017.

This Certificate is being issued pursuant to the requirements of regulation 52(5) of the aforesaid Regulations, for onward submission to Stock Exchange(s) by the Company.

**For Catalyst Trusteeship Limited**

  
**Authorised Signatory**



*Encl: Results submitted by Company*





**Pahal Financial Services Pvt. Ltd.**

CIN : U65910GJ1994PTC082668

Ph.: 079-40373857 • Email : ho@pahalfinance.com • Website: www.pahalfinance.com

PFSP/2017-18/43

12<sup>th</sup> November 2017

To  
The Manager  
BSE Limited  
Floor 25, P.J Tower  
Dalal Street, Mumbai -400001

**Subject: Statutory Compliance – Half Yearly Report for the half year ended September 30, 2017**

**ISIN: INE514Q07056**

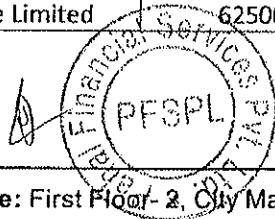
Dear Sir/Mam

With reference to cited subject and your letter, 2017 regarding submission of half yearly report for the year ended September 30, 2017.

Please find below details as required:

- Credit rating and change in credit rating: There is no change in the credit rating
- Debt Equity Ratio: 7.00 (times)
- Details of Redemption and payment of interest during last half year ending 30<sup>th</sup> September 2017

Series /Tranche	Type(Principal/Interest)		Due date of payment	Amount (Rs.)	Actual date of payment
	Principal	Interest			
12.15% Pahal Financial Services Private Limited	6250050	1162138	03-Apr-17	7412188	29-Mar-17
12.15% Pahal Financial Services Private Limited	6249900	1065290	03-May-17	7315190	28-Apr-17
12.15% Pahal Financial Services Private Limited	6250050	1107241	05-Jun-17	7357291	01-Jun-17
12.15% Pahal Financial Services Private Limited	6250050	883518	03-Jul-17	7133568	30-Jun-17
12.15% Pahal Financial Services Private Limited	6249900	917477	03-Aug-17	7167377	31-Jul-17
12.15% Pahal Financial Services Private Limited	6250050	884075	04-Sep-17	7134125	30-Aug-17



Regd. & Corp. Office: First Floor- 2, City Mall, Nr. Rajpath Club, Opp. Madhur Hotel, S.G. Highway, Bodakdev, Ahmedabad(Guj.) - 380059



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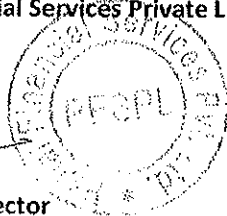
d. Details of redemption & Interest due in the next half year i.e 01.10.2017 to 31.03.2018

Series /Tranche	Type(Principal/Interest)		Due date of payment	Amount (Rs.)
	Principal	Interest		
12.15% Pahal Financial Services Private Limited	62,50,050	7,43,614	03-Oct-17	69,93,664
12.15% Pahal Financial Services Private Limited	62,49,900	7,33,982	03-Nov-17	69,83,882
12.15% Pahal Financial Services Private Limited	62,50,050	6,72,818	04-Dec-17	69,22,868
12.15% Pahal Financial Services Private Limited	62,50,050	5,91,828	03-Jan-18	68,41,878
12.15% Pahal Financial Services Private Limited	62,49,900	5,86,186	05-Feb-18	68,36,086
12.15% Pahal Financial Services Private Limited	62,50,050	4,41,760	05-Mar-18	66,91,810

- e. Debenture Redemption Reserve: Creation of Debenture Redemption Reserve (DRR) is not applicable to our Company vide Circular No. 04/2013 of Ministry of Corporate Affairs.
- f. Net Worth: Rs. 21,54,66,268/-
- g. Net Profit After Tax / (Loss): Rs. (5,19,38,078)/-
- h. Earnings Per Share: Rs. (4.58)/- (Not annualized)

Thanking You  
For Pahal Financial Services Private Limited

  
Purvi Bhavsar  
Jt. Managing Director





**Pahal Financial Services Pvt. Ltd.**

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Ph.: 079-40373857 • Email : ho@pahalfinance.com • Website: www.pahalfinance.com

PFSP/2017-18/LH

12<sup>th</sup> November 2017

To  
The Manager  
BSE Limited  
Floor 25, P.J Tower  
Dalal Street, Mumbai -400001

**Subject: Statutory Compliance – Half Yearly Report for the half year ended September 30, 2017**

**ISIN: INE514Q07049**

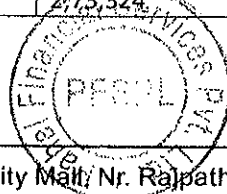
Dear Sir/Mam

With reference to cited subject and your letter, 2017 regarding submission of half yearly report for the year ended September 30, 2017.

Please find below details as required:

- Credit rating and change in credit rating: There is no change in the credit rating
- Debt Equity Ratio: 7.00 (times)
- Details of Redemption and payment of interest during last half year ending 30<sup>th</sup> September 2017

Series /Tranche	Type(Principal/Interest)		Due date of payment	Amount (Rs.)	Actual date of payment
	Principal	Interest			
12.78% Pahal Financial Services Private Limited	41,66,700	4,70,570	27-Apr-17	46,37,270	24-Apr-17
12.78% Pahal Financial Services Private Limited	41,66,700	4,00,059	26-May-17	45,66,759	23-May-17
12.78% Pahal Financial Services Private Limited	41,66,600	3,97,496	27-Jun-17	45,64,096	21-Jun-17
12.78% Pahal Financial Services Private Limited	41,66,700	3,31,138	27-Jul-17	44,97,838	24-Jul-17
12.78% Pahal Financial Services Private Limited	41,66,700	2,80,041	25-Aug-17	44,46,741	22-Aug-17
12.78% Pahal Financial Services Private Limited	41,66,600	2,73,324	27-Sep-17	44,39,924	22-Sep-17



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**Pahal Financial Services Pvt. Ltd.**

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d. Details of redemption & Interest due in the next half year i.e 01.10.2017 to 31.03.2018

Series /Tranche	Type(Principal/Interest)		Due date of payment	Amount (Rs.)
	Principal	Interest		
12.78% Pahal Financial Services Private Limited	41,66,700	2,06,962	27-Oct-17	43,73,662
12.78% Pahal Financial Services Private Limited	41,66,700	1,71,116	27-Nov-17	43,37,816
12.78% Pahal Financial Services Private Limited	41,66,600	1,24,177	27-Dec-17	42,90,777
12.78% Pahal Financial Services Private Limited	41,66,700	82,785	26-Jan-18	42,49,485
12.78% Pahal Financial Services Private Limited	41,66,700	44,167	27-Feb-18	42,10,867


e. Debenture Redemption Reserve: Creation of Debenture Redemption Reserve (DRR) is not applicable to our Company vide Circular No. 04/2013 of Ministry of Corporate Affairs.


f. Net Worth: Rs. 21,54,66,268/-

g. Net Profit After Tax / (Loss): Rs. (5,19,38,078)/-

h. Earnings Per Share: Rs. (4.58)/- (Not annualized)

Thanking You  
For Pahal Financial Services Private Limited

  
Purvi Bhavsar  
Jt. Managing Director



# Manubhai & Shah LLP

Chartered Accountants

## Independent Auditor's Limited Review Report on Financial Results Pursuant to Regulation 52 of the SEBI (Listing Obligation and Disclosure requirements) Regulations, 2015

To,  
The Board of Directors of  
Pahal Financial Services Private Limited

1. We have reviewed the accompanying statement of financial results of Pahal Financial Services Private Limited (the 'Company'), for the half year and period ended on September 30, 2017 (the 'statement') being submitted by Company pursuant to the Regulation 52 of the SEBI (Listing Obligation and Disclosure requirements) Regulations, 2015. This statement which is the responsibility of company's management and have been approved by the Board of Directors of the Company in its meeting held on November 4, 2017. Our responsibility is to issue a report on the statement based on our review.
2. We conducted our review in accordance with the standard on Review Engagement (SRE) 2410, "Review of Interim Financial Information Performed by Statutory Auditor of the Entity" issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial statements are free of material misstatement. A review is limited primarily to inquires of Company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
3. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement prepared in accordance with applicable Accounting Standards notified under Section 133 of the Companies Act, 2013 read with rule 7 of the Companies (Accounts) Rules, 2014 and other recognized accounting practices and policies has not disclosed the information required to be disclosed in term of Regulation 52 of the SEBI (Listing Obligation and Disclosure requirements) Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement or that it has not been prepared in accordance with the relevant prudential norms issued by the Reserve Bank of India in respect of income recognition, asset classification, provisioning and other related matters.

Place: Ahmedabad

Date: November 4, 2017



For Manubhai & Shah LLP  
Chartered Accountants  
ICA Firm Reg. No. 106041W/W100136

(Jignesh D. Shah)

Partner

Membership number: 100116

G-4, Capstone, Opp. Chirag Motors, Sheth Mangaldas Road, Ellisbridge, Ahmedabad - 380 006. Gujarat, India.  
Phone : +91-79-2647 0000 Fax : +91-79-2647 0050

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Website : www.msglobal.co.in

Ahmedabad • Mumbai • Rajkot • Jamnagar • Baroda

**Pahal Financial Services Private Limited**

CIN:U65910GJ1994PTC082668

Balance Sheet as at September 30, 2017

(Amount in `)			
Particulars	Note No.	As at September 30, 2017	As at March 31, 2017
<b>I EQUITY AND LIABILITIES</b>			
<b>(1) Shareholders' funds</b>			
(a) Share capital	3	16 06 96 110	14 31 96 110
(b) Reserves and surplus	4	8 61 24 340	14 34 32 006
		<b>24 68 20 450</b>	<b>28 66 28 116</b>
<b>(2) Non-current liabilities</b>			
(a) Long term borrowings	5	59 94 48 319	62 02 13 327
(b) Long term provisions	6	1 88 41 814	1 81 47 031
		<b>61 82 90 133</b>	<b>63 83 60 358</b>
<b>(3) Current liabilities</b>			
(a) Short term borrowings	7	4 74 01 488	3 78 71 819
(b) Trade Payables			
Total outstanding dues of micro and small enterprise		-	-
Total outstanding dues of creditors other than micro and small enterprise		89 55 161	50 53 422
(c) Other current liabilities	8	68 62 99 062	80 35 14 484
(d) Short term provisions	6	22 63 922	-
		<b>74 49 19 633</b>	<b>84 64 39 725</b>
<b>Total</b>		<b>161 00 30 216</b>	<b>177 14 28 199</b>
<b>II ASSETS</b>			
<b>(1) Non-current assets</b>			
(a) Property, Plant & Equipment	9	56 75 841	53 39 753
(b) Intangible assets	10	14 17 721	11 57 957
(c) Deferred tax assets (net)	11	1 87 96 706	12 90 161
(d) Long term loans and advances	12		
(i) Portfolio loans		25 96 05 649	14 31 47 906
(ii) Others		37 53 027	31 23 961
(e) Other non-current assets	13	2 88 68 117	4 56 02 889
		<b>31 81 17 062</b>	<b>19 96 62 627</b>
<b>(2) Current assets</b>			
(a) Trade receivables	14	5 49 379	13 54 000
(b) Investments		3 60 000	
(c) Cash and bank balances	15	17 99 93 488	41 09 57 416
(d) Short term loans and advances	12		
(i) Portfolio loans		107 31 17 077	110 29 77 876
(ii) Others		1 48 02 856	3 51 72 221
(e) Other current assets	13	2 30 90 355	2 13 04 059
		<b>129 19 13 155</b>	<b>157 17 65 572</b>
<b>Total</b>		<b>161 00 30 217</b>	<b>177 14 28 199</b>

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*aurahis*

*Ekita*

**Pahal Financial Services Private Limited**

CIN:U65910GJ1994PTC082668

Statement of Profit and Loss for the period ended on September 30, 2017

Particulars	Note No.	Half year ended September 30, 2017	Year ended March 31, 2017
<b>I Revenue from operations</b>	16	16 29 81 236	36 95 64 057
<b>II Other income</b>	17	66 83 781	97 09 587
<b>III Total Revenue ( I + II )</b>		<b>16 96 65 017</b>	<b>37 92 73 643</b>
<b>IV Expenses:</b>			
Finance costs	18	10 70 53 263	21 60 45 583
Employee benefits expenses	19	4 26 66 849	7 44 58 004
Depreciation and amortisation expenses	9 & 10	9 45 238	16 48 467
Other expenses	20	1 81 35 041	4 23 24 188
Provisions and write-offs	21	7 03 09 249	1 44 34 030
<b>Total Expenses</b>		<b>23 91 09 640</b>	<b>34 89 10 272</b>
<b>V Profit before tax (III - IV)</b>		<b>(6 94 44 623)</b>	<b>3 03 63 371</b>
<b>VI Tax expense:</b>			
(1) Current Tax		-	1 14 15 000
(2) Short provision of tax relating to earlier years		-	6 27 556
(3) Deferred Tax Adjustment -Charge/(Credit)	11	(1 75 06 545)	( 5 45 899)
<b>Total tax expense</b>		<b>(1 75 06 545)</b>	<b>1 14 96 657</b>
<b>VII Profit for the year (V - VI)</b>		<b>(5 19 38 078)</b>	<b>1 88 66 715</b>
<b>VIII Earning per share</b>			
Basic	22	(4.58)	1.83
Diluted	22	-4.58*	1.83
(* Not annualised)			
[nominal value of share `10 (March 31, 2016: `10)]			

See accompanying notes forming part of the financial 1 to 39 statements

*DI*

*curators*

*Rikita*



**Pahal Financial Services Private Limited**

Notes forming part of Financial Statements as at September 30, 2017

**3 Share capital**

(i) Authorised, Issued, Subscribed and Paid- Up Capital:

Particulars	As at	As at
	September 30, 2017	March 31, 2017
<b>Authorised</b>		
1,44,00,000 Equity Shares of `10/- each (March 31, 2017: 1,44,00,000 Equity Shares of `10/- each)	14 40 00 000	14 40 00 000
60,00,000 Preference Shares of `10/- each (March 31, 2017: 30,00,000 Preference Shares of `10/- each)	6 00 00 000	3 00 00 000
<b>Total</b>	<b>20 40 00 000</b>	<b>17 40 00 000</b>
<b>Issued</b>		
1,15,69,611 Equity Shares of `10/- each (March 31, 2017: 1,13,19,611 Equity Shares of `10/-each)	11 56 96 110	11 31 96 110
60,00,000 Redeemable Preference Shares of `10/- each (March 31, 2017: 30,00,000 Redeemable Preference Shares of `10/-each)	6 00 00 000	3 00 00 000
<b>Total</b>	<b>14 31 96 110</b>	<b>14 31 96 110</b>
<b>Subscribed and Paid Up</b>		
1,15,69,611 Equity Shares of `10/- each (March 31, 2017: 1,13,19,611 Equity Shares of `10/-each)	11 56 96 110	11 31 96 110
60,00,000 Redeemable Preference Shares of `10/- each (March 31, 2017: 30,00,000 Redeemable Preference Shares of `10/-each)	4 50 00 000	3 00 00 000
<b>Total</b>	<b>16 06 96 110</b>	<b>14 31 96 110</b>

(ii) Reconciliation of number of shares outstanding at beginning and at the end of the reporting period is as under:

Particulars	As at September 30, 2017		As at March 31, 2017	
	No. of Shares	Amount in `	No. of Shares	Amount in `
<b>Equity Shares</b>				
At the beginning of the year	1 13 19 611	11 31 96 110	88 19 611	8 81 96 110
Subscribed during the year	2 50 000	25 00 000	25 00 000	2 50 00 000
<b>Outstanding at the end of the year</b>	<b>1 15 69 611</b>	<b>11 56 96 110</b>	<b>1 13 19 611</b>	<b>11 31 96 110</b>
<b>Preference Shares</b>				
At the beginning of the year	30 00 000	3 00 00 000	30 00 000	3 00 00 000
Subscribed during the year	30 00 000	3 00 00 000	-	-
Redeemed during the year	(15 00 000)	(1 50 00 000)	-	-
<b>Outstanding at the end of the year</b>	<b>45 00 000</b>	<b>4 50 00 000</b>	<b>30 00 000</b>	<b>3 00 00 000</b>

(iii) Terms / Rights of Shareholders, Dividend and Repayment of Capital:

**A Equity Shares**

(a) The Company has one class of Equity shares having a par value of `10/-.

(b) Each holder of equity shares is entitled to one vote per share.

(c) In the event of liquidation of the Company, the holders of equity shares shall be entitled to receive any of the remaining assets of the Company, after distribution of all preferential amounts. The amount distributed will be in proportion to the number of equity shares held by the shareholders.

*By*  
*cebalinis*

*Dikita*

**Pahal Financial Services Private Limited**

Notes forming part of Financial Statements as at September 30, 2017

**B Preference Shares**

**Small Industries Development Bank of India (SIDBI)**

- (a) Details of the Preference shares issued are as under :
- > 10,00,000 shares Allotted on October 1, 2013
  - > 20,00,000 shares Allotted on December 27, 2013
- (b) The Preference share would be redeemable at par as below:
- > 50% at the end of 4 years from the date of allotment.
  - > Remaining 50% at the end of 5 years from the date of allotment.
- (c) Preference shares carry a fixed cumulative dividend @ 9% per annum.

**Scient Capital Private Limited**

- (a) Details of the Preference shares issued are as under :
- > 30,00,000 shares Allotted on May 31, 2017
- (b) The Preference share would be redeemable at par as below:
- > 100% at the end of 2 years from the date of allotment.
- (c) Preference shares carry a fixed coupon rate of 11.25% semi annual.

(iv) The details of shareholders holding more than 5 % of subscribed share capital as on March 31, 2017 is set out below:

Name of Shareholder	As at September 30, 2017		As at March 31, 2017	
	No. of Shares	%	No. of Shares	%
<b>Equity Shares</b>				
Girish N. Patel	18 00 000	15.56%	18 00 000	15.90%
Vimal Khandwala	20 79 812	17.98%	20 79 812	18.37%
Rajesh Khandwala	20 79 803	17.98%	20 79 803	18.37%
Kusum Finserve LLP	8 44 359	7.30%	8 44 359	7.46%
Sandeep Mittal	5 40 000	4.67%	5 40 000	4.77%
<b>Preference Shares</b>				
Small Industries Development Bank of India (SIDBI)	15 00 000	33.33%	30 00 000	100.00%
Scient Capital Private Limited	30 00 000	66.67%	-	-

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

(v) For details of shares reserved for issue under employee stock option (ESOP) plan of the company, refer Note no. 30.

**4 Reserves and surplus**

Particulars	As at	As at
	September 30, 2017	March 31, 2017
<b>Securities Premium</b>		
As per Last Balance Sheet	9 31 10 943	3 81 10 943
Add: Premium received during the year		5 50 00 000
Closing Balance	9 31 10 943	9 31 10 943

**General Reserve**

*(Handwritten signatures)*

**Pahal Financial Services Private Limited**

**Notes forming part of Financial Statements as at September 30, 2017**

As per Last Balance Sheet

60 000

60 000

**Statutory Reserve\***

As per Last Balance Sheet

1 22 69 475

84 96 132

Add: Amount transferred from the surplus balance of profit & loss

-

37 73 343

Closing Balance

1 22 69 475

1 22 69 475

*Raj*

*aurhina*

*Nikita*

**Pahal Financial Services Private Limited**

Notes forming part of Financial Statements as at September 30, 2017

Particulars	As at September 30, 2017	As at March 31, 2017
<b>Surplus</b>		
Surplus at the beginning of the year	3 78 47 588	2 27 54 216
Add: Net Profit after tax transferred from Statement of Profit and Loss	(5 19 38 078)	1 88 66 715
	(1 40 90 490)	4 16 20 931
Less : Appropriation		
Transfer to statutory reserve*	-	37 73 343
Dividend on Equity Shares#	22 63 922	-
Dividend on cumulative redeemable preference shares	27 00 000	-
Tax on dividend	549666	-
	55 13 588	37 73 343
Surplus at the end of the year	(1 96 04 078)	3 78 47 588
<b>Stock options outstanding</b>		
Opening balance	1 44 000	-
Addition during the period	1 44 000	1 44 000
	2 88 000	1 44 000
<b>Total</b>	<b>7 37 10 865</b>	<b>8 61 24 340</b>
	<b>8 61 24 340</b>	<b>14 34 32 006</b>

\* As required by Sec 45 - IC of Reserve Bank of India Act, 1934

**5 Long Term Borrowings**

Particulars	(Amount in `)			
	Non- current portion		Current Maturities	
	September 30, 2017	As at March 31, 2017	September 30, 2017	As at March 31, 2017
<b>Secured</b>				
(A) Term loans from:				
- Banks	10 01 00 008	1 32 81 250	8 78 50 000	9 30 72 924
- Others	23 50 36 709	29 29 82 678	44 26 36 298	54 07 79 760
(B) Non Convertible Debentures	15 43 11 602	26 39 49 399	14 75 72 530	15 13 04 298
(C) Vehicle Loan	0	-	21 389	5 22 098
<b>Unsecured</b>				
(D) Sub-ordinate Debt (Tier II)	11 00 00 000	5 00 00 000	-	-
<b>Total</b>	<b>59 94 48 319</b>	<b>62 02 13 327</b>	<b>67 80 80 217</b>	<b>78 56 79 081</b>

Details of Security , terms of repayment, interest rates and other terms and conditions in respect of Long Term loans are as under:

*Raj* *Arshini* *Rakita*

**Pahal Financial Services Private Limited**

Notes forming part of Financial Statements as at September 30, 2017

Security details	Interest rate	Terms of Repayment
<b>(A) Term Loan</b>		
<b>DCB Bank</b>		
Exclusive Charges by way of Hypothication on all Book Debts / loan Assets, both present and future and against pledge of Fixed Deposit of 10% of the loan amount	Base rate + 3.15%	Principal repayable by 16 equal monthly installments starting from 3rd month of disbursement.
<b>AU Small Finance Bank Limited</b>		
Exclusive Charges by way of Hypothication on all 105 % of Book Debts / loan Assets, both present and future and against pledge of Fixed Deposit up to 10% of the loan amount	14.75% to 14.95% p.a.	Principal repayable in 12 to 16 equal monthly installments.
<b>State Bank of India</b>		
Exclusive Hypothication charge over specific pool of receivables/book debts created out of Bank finance	MCLR + 3%	Principal repayable by 36 equal monthly installments starting from next month.
<b>Capital First Limited</b>		
Exclusive Charges by way of Hypothication on 125% of Book Debts.	15.00%	Principal repayable in 8 equal quarterly installments commencing from 8 quarters after the disbursement.
<b>Gruh Finance Limited</b>		
Exclusive Charges by way of Hypothication on 110% Non housing of Book Debts and against pledge of Fixed Deposit prime lending rate of 10% of the loan amount	(NHPLR) - 3.50%	Principal repayable by 36 equal monthly installments.
<b>IFMR Capital Finance Pvt. Ltd.</b>		
Exclusive Charges by way of Hypothication on Book Debts / loan Assets, both present and future created/to be created out of loan and against pledge of Fixed Deposit of 5% to 7.5% of the loan amount	14.75% to 15.00%	Principal repayable by 18 monthly installments.

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*creditor's*

*Rikita*

**Pahal Financial Services Private Limited**

Notes forming part of Financial Statements as at September 30, 2017

**Security details**

**Mas Financial Services Limited**

Exclusive Charges by way of Hypothication on Book Debts / loan Assets, both present and future created/to be created out of loan and against pledge of Fixed Deposit of 0% to 12.5% of the loan amount 14.75% to 15.50% Principal repayable by 20 to 24 equal monthly installments as per Loan sanction Document.

**Manappuram Finance Limited**

Exclusive Charges by way of Hypothication on 110% of Book Debts. 14.50% Principal repayable in 12 equal quarterly installments commencing from 3 months after first disbursement.

**Reliance Capital Limited**

Exclusive Charges by way of Hypothication on Book Debts / loan Assets, both present and future created/to be created out of loan and against pledge of Fixed Deposit of 10% of the loan amount 14.50% to 14.75% p.a. (Floating) Principal repayable in 16 to 18 equal monthly installments as per Loan sanction Document.

**Religare Finvest Limited**

Exclusive Charges by way of Hypothication on all 110 % of Book Debts / loan Assets, both present and future and against pledge of Fixed Deposit of 10% of the loan amount 15.00% p.a. Principal repayable in 22 equal monthly installments.

**NABARD Financial Services Limited**

Exclusive Charges by way of Hypothication on all 105 % of Book Debts / loan Assets, both present and future and against pledge of Fixed Deposit up to 5% of the loan amount 13.00% p.a. Principal repayable in 12 equal quarterly installments commencing from 3 months after first disbursement.

**NABSAMMRUDHHI Financial Services Limited**

Exclusive Charges by way of Hypothication on all 110 % of Book Debts / loan Assets, both present and future and against pledge of Fixed Deposit up to 5% of the loan amount 13.50% p.a. Principal repayable in 12 equal quarterly installments commencing from 3 months after first disbursement.

**Radaur Holdings Private Limited**

Exclusive Charges by way of Hypothication on all 110 % of Book Debts / loan Assets, both present and future and against pledge of Fixed Deposit upto 10% of the loan amount 15.25% p.a. Principal repayable in 24 equal monthly installments.

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*Chaitanya*

*Nikita*

**Pahal Financial Services Private Limited**

*Notes forming part of Financial Statements as at September 30, 2017*

Security details	Interest rate	Terms of Repayment
<b>Maanaveeya Development &amp; Finance Private Limited</b>		
Exclusive Charges by way of Hypothication on all 100 % of Book Debts / loan Assets, both present and future and against pledge of Fixed Deposit of 10% of the loan amount		Principal repayable in 8 equal quarterly installments commencing from 3 months after first disbursement.
<b>(B) Non Convertible Debentures</b>		
<b>Hinduja Leyland Finance Limited</b>		
Exclusive Charges by way of Hypothication on Book Debts / loan Assets, both present and future equivalent to 100% to 110% of Debenture Value.	12.78% to 13.9% (Yield)	Principal repayable by 24 monthly installment
<b>L &amp; T Financial Services Limited</b>		
Exclusive Charges by way of Hypothication on Book Debts / loan Assets, both present and future equivalent to 100% of Debenture Value.	12.15% (Yield)	Principal repayable by 24 monthly installment
<b>IFMR FLMPACT MEDIUM TERM MICROFINANCE FUND</b>		
Exclusive Charges by way of Hypothication on Book Debts / loan Assets, both present and future equivalent to 100% of Debenture Value.	14.25%	Principal repayable at the end of 36 months.
<b>(C) Vehicle Loans</b>		
<b>HDFC Bank Limited</b>		
Exclusive charge by way of Hypothecation of the vehicle	10.26% to 13.54%	Principal repayable in 36 monthly installment
Unsecured sub ordinate loan		
<b>(d) Sub ordinate Debt (tier II)</b>		
<b>Unsecured sub ordinate loan</b>		
Capital First Limited	16.90%	Principal repayable after 84 months from the date of receipt.
MAS Financial Services Limited	16.90%	Principal repayable after 84 months from the date of receipt.

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**Pahal Financial Services Private Limited**

Notes forming part of Financial Statements as at September 30, 2017

**6 Provisions**

(Amount in `)

Particulars	Long-term		Short-term	
	As at September 30, 2017	As at March 31, 2017	As at September 30, 2017	As at March 31, 2017
<b>Other Provision</b>				
Provision for Gratuity	3 29 126	3 29 126	-	-
Provision for Taxes (Net of Advances)				
Dividend Payable				
Equity Shares			22 63 922	-
Preference Shares				-
	<b>3 29 126</b>	<b>3 29 126</b>	<b>22 63 922</b>	<b>-</b>
<b>Tax on Dividend :</b>				
Equity Shares				
Preference Shares				
<b>Loans:</b>				
-Standard Assets	1 62 026	1 29 957		
-Non Performing Assets	1 48 78 430	1 62 91 443		
-Securitised/Managed portfolio	34 72 232	13 96 505		
	<b>1 85 12 688</b>	<b>1 78 17 905</b>		
<b>Total</b>	<b>1 88 41 814</b>	<b>1 81 47 031</b>	<b>22 63 922</b>	<b>-</b>

**7 Short-Term Borrowings**

Particulars	As at September 30, 2017	As at March 31, 2017
<b>Secured</b>		
Working Capital Loan from Bank	4 74 01 488	3 78 71 819
<b>Total</b>	<b>4 74 01 488</b>	<b>3 78 71 819</b>

Security details	Interest rate	Terms of Repayment
State Bank of India		
Exclusive Hypothecation charge over specific pool of receivables/book debts created out of Bank finance	MCLR + 3%	On demand

**8 Other Current Liabilities**

Particulars	As at September 30, 2017	As at March 31, 2017
<b>Current Maturities of Long Term Debt (Refer Note No 4)</b>		
Term Loan		
-From Banks	8 78 50 000	9 30 72 924
-From Others	44 26 36 298	54 07 79 760
Non Convertible Debenture	14 75 72 530	15 13 04 298
Vehicle Loans	21,389	522,098
	<b>67 80 80 217</b>	<b>78 56 79 081</b>
Interest accrued but not due on borrowings	32 59 816	47 30 733
Payable towards securitisation	6 86 917	55 22 894

By *cewshin* *Pikita*



**Pahal Financial Services Private Limited**

*Notes forming part of Financial Statements as at September 30, 2017*

Unamortised gain on securitisation	2 60 142	27 20 278
Statutory dues	24 20 287	36 07 517
Others	15 91 683	12 53 981
<b>Total</b>	<b>68 62 99 062</b>	<b>80 35 14 484</b>

*[Signature]*

*auditor*

*Pikata*

**Pahal Financial Services Private Limited**

Notes forming part of Financial Statements as at September 30, 2017

**11 Deferred tax Assets:**

In accordance with Accounting Standard 22 "Accounting for Taxes on Income", the Company has Deferred Tax Liabilities of ` 2,04,281/- (March 31, 2017: ` 2,04,281/-) and Deferred Tax Assets of ` 14,94,442/- (March 31, 2017: ` 14,94,442/-).

The components of Deferred Tax Assets and Liabilities are as under:

(Amount in `)

Particulars	As at	Charge	As at
	September 30, 2017	for the year	March 31, 2017
<b>Deferred Tax Liability</b>			
Difference between book and tax depreciation	4 72 687	2 68 406	2 04 281
<b>Deferred Tax Liability (ii)</b>	<b>4 72 687</b>	<b>2 68 406</b>	<b>2 04 281</b>
<b>Deferred Tax Assets</b>			
Provision for Non Performing Assets*	1 92 69 393	1 77 74 951	14 94 442
<b>Deferred Tax Assets (i)</b>	<b>1 92 69 393</b>	<b>1 77 74 951</b>	<b>14 94 442</b>
<b>Net Deferred Tax Assets (i) - (ii)</b>	<b>1 87 96 706</b>	<b>1 75 06 545</b>	<b>12 90 161</b>

**12 Loans and Advances:**

(Amount in `)

Particulars	Non Current		Current	
	As at	As at	As at	As at
	September 30, 2017	March 31, 2017	September 30, 2017	March 31, 2017
<b>(i) Portfolio Loans</b>				
<b>Unsecured, considered good</b>				
Loan given to JLG	21 84 44 260	10 29 43 316	101 97 11 415	105 70 53 872
Loan given to consumer and Individuals	1 14 04 530	76 21 704	5 34 05 662	4 59 24 004
	<b>22 98 48 790</b>	<b>11 05 65 020</b>	<b>107 31 17 077</b>	<b>110 29 77 876</b>
<b>Unsecured, considered doubtful</b>				
Loan given to JLG	2 97 56 859	3 25 82 886	-	-
Loan given to consumer and Individuals	-	-	-	-
	<b>2 97 56 859</b>	<b>3 25 82 886</b>	<b>-</b>	<b>-</b>
<b>Total</b>	<b>25 96 05 649</b>	<b>14 31 47 906</b>	<b>107 31 17 077</b>	<b>110 29 77 876</b>

**(ii) Others**

(Amount in `)

Particulars	Non Current		Current	
	As at	As at	As at	As at
	September 30, 2017	March 31, 2017	September 30, 2017	March 31, 2017
<b>A. Security Deposits*</b>				
Unsecured, Considered good	-	-	90 91 976	2 87 42 605
<b>B. Other Loans and Advance</b>				
Unsecured, considered good				
Prepaid Expenses	-	-	9 89 704	37 93 572
Staff Advances	-	-	2 69 071	1 16 336
Advance Payment of Taxes (Net of Provision)	22 31 477	17 55 711	-	-
Other deposits	15 21 550	13 68 250	5 86 500	5 34 900
Others	-	-	38 65 605	19 84 808
<b>Total</b>	<b>37 53 027</b>	<b>31 23 961</b>	<b>1 48 02 856</b>	<b>3 51 72 221</b>

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*Nikita*

**Pahal Financial Services Private Limited**

*Notes forming part of Financial Statements as at September 30, 2017*

\* Includes Security deposits held as security against borrowings

Total (i) + (ii)	26 33 58 676	14 62 71 867	108 79 19 933	113 81 50 097
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By      *Arjun*      *Arjun*

**Pahal Financial Services Private Limited**

Notes forming part of Financial Statements as at September 30, 2017

**13 Other Assets**

Particulars	(Amount in `)			
	Non Current		Current	
	As at September 30, 2017	As at March 31, 2017	As at September 30, 2017	As at March 31, 2017
Bank Balance	2 88 68 117	4 56 02 889	2 21 32 932	2 04 17 454
Interest accrued but not due on portfolio loans				
Others			9 57 423	8 86 605
<b>Total</b>	<b>2 88 68 117</b>	<b>4 56 02 889</b>	<b>2 30 90 355</b>	<b>2 13 04 059</b>

**14 Trade Receivables:**

Particulars	As at September 30, 2017	As at March 31, 2017
<b>Outstanding for a period of six months or less from the date they are due for payment</b>		
Unsecured, considered good	5 49 379	13 54 000
<b>Outstanding for a period exceeding six months from the date they are due for payment</b>		
Unsecured, considered good	-	-
<b>Total</b>	<b>5 49 379</b>	<b>13 54 000</b>

**15 Cash & Bank Balances:**

Particulars	Non Current		Current	
	As at September 30, 2017	As at March 31, 2017	As at September 30, 2017	As at March 31, 2017
	Cash and Cash Equivalents			
- In current accounts	-	-	13 04 03 972	16 47 10 845
- In deposit accounts with maturity less than three months	-	-	1 00 00 000	19 00 00 000
Cash on hand	-	-	7 82 760	9 71 978
			14 11 86 732	35 56 82 823
Other bank Balances				
- In fixed deposit accounts held as security borrowings from banks **	2 88 68 117	4 56 02 889	3 88 06 756	5 52 74 593
	2 88 68 117	4 56 02 889	3 88 06 756	5 52 74 593
Amount disclosed under non current assets (Refer Note 13)	(2 88 68 117)	(4 56 02 889)	(3 88 06 756)	(5 52 74 593)
<b>Total</b>	<b>2 88 68 117</b>	<b>4 56 02 889</b>	<b>17 99 93 488</b>	<b>41 09 57 416</b>

\*\* Represents margin money deposits placed to avail term loans from banks and others and as cash collateral in connection with securitization transactions.

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**Pahal Financial Services Private Limited**

*Notes forming part of Financial Statements for the Half year ended on September 30, 2017*

Particulars	Half Year ended	
	September 30, 2017	Year ended March 31, 2017
<b>16 Revenue from Operations:</b>		
Interest income on:		
Portfolio Loans	14 35 08 508	32 57 08 704
Others*	57 45 691	1 36 78 247
	<u>14 92 54 199</u>	<u>33 93 86 951</u>
Processing Fees	1 02 43 980	1 58 69 946
Income from securitization /assignment of Loans	14 26 487	93 53 036
Other Operating Income	20 51 540	49 54 124
Profit on sales of Fixed.Assets	5 030	
<b>Total</b>	<b>16 29 81 236</b>	<b>36 95 64 057</b>

\* Represents interest on margin money deposits placed to avail term loans from banks & others and as cash collateral in connection with securitisation transactions.

**17 Other income:**

Gain on sale of units of Mutual Fund (net) / Shares	55 65 848	90 21 992
Others	11 17 933	6 87 594
Prior Period Income	-	-
<b>Total</b>	<b>66 83 781</b>	<b>97 09 587</b>

**18 Finance Costs:**

Interest on:		
Term Loans from Banks and others	9 73 10 825	19 92 32 950
Cash Credit	2 62 474	6 03 068
	<u>9 75 73 299</u>	<u>19 98 36 018</u>
Securitisation Charges	2 09 513	17 15 258
Loan Processing Fees	40 74 110	99 23 878
Debenture issue Expenses	51 96 341	45 70 429
<b>Total</b>	<b>10 70 53 263</b>	<b>21 60 45 583</b>

**19 Employee benefits expense :**

Salaries, wages and other benefits	4 00 29 104	6 92 28 374
Contribution to provident fund and ESIC	23 94 090	42 36 328
Staff Welfare	99 655	8 49 302
Employee stock compensation expense	1 44 000	1 44 000
<b>Total</b>	<b>4 26 66 849</b>	<b>7 44 58 004</b>

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**Pahal Financial Services Private Limited**

*Notes forming part of Financial Statements for the Half year ended on September 30, 2017*

Particulars	Half Year ended September 30, 2017	Year ended March 31, 2017
<b>20 Other expenses:</b>		
Rent	34 20 217	57 24 043
Rates & Taxes	11 12 225	24 62 024
Insurance	3 30 039	5 55 125
Repair and Maintenance	1 35 456	2 13 962
Electricity Expenses	4 46 272	6 98 312
Stamp Duty and Filling Fees	2 39 141	41 94 989
Legal and Professional fees	11 43 782	54 15 394
Software Maintenance Charges	16 86 806	35 91 381
Travelling and Conveyance	48 79 169	1 02 44 353
Telephone and Postage	8 41 996	17 37 254
Bank Charges	3 06 363	71 478
Directors Siting fees	87 500	2 05 000
Auditors' remuneration*	-	2 40 000
Printing and Stationery	7 34 217	14 09 692
Customer Credit information Fees & KYC Charges	7 79 419	11 78 793
Advertisement expenses	56 002	2 27 953
Entertainment expense	4 48 630	7 73 061
Listing Fees & other charges (Debentures)	80 948	3 82 681
Miscellaneous expenses	14 06 859	29 98 693
<b>Total</b>	<b>1 81 35 041</b>	<b>4 23 24 188</b>

**\*Auditors' remuneration comprises of the following:**

Payment to Auditors:

- as Statutory Auditor	-	2 00 000
- as Tax Auditor	-	40 000
- for other services	-	2 65 300
<b>Total</b>	<b>-</b>	<b>5 05 300</b>

**21 Provisions and write offs**

Provision / (Reversal of Provision) for Standard Assets	32 070	( 82 72 107)
Provision on Securitised/Managed portfolio	20 75 727	4 73 880
Provision for Non Performing Assets	( 14 13 013)	1 43 53 503
Asset Written Off	6 96 14 465	78 78 754
<b>Total</b>	<b>7 03 09 249</b>	<b>1 44 34 030</b>

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