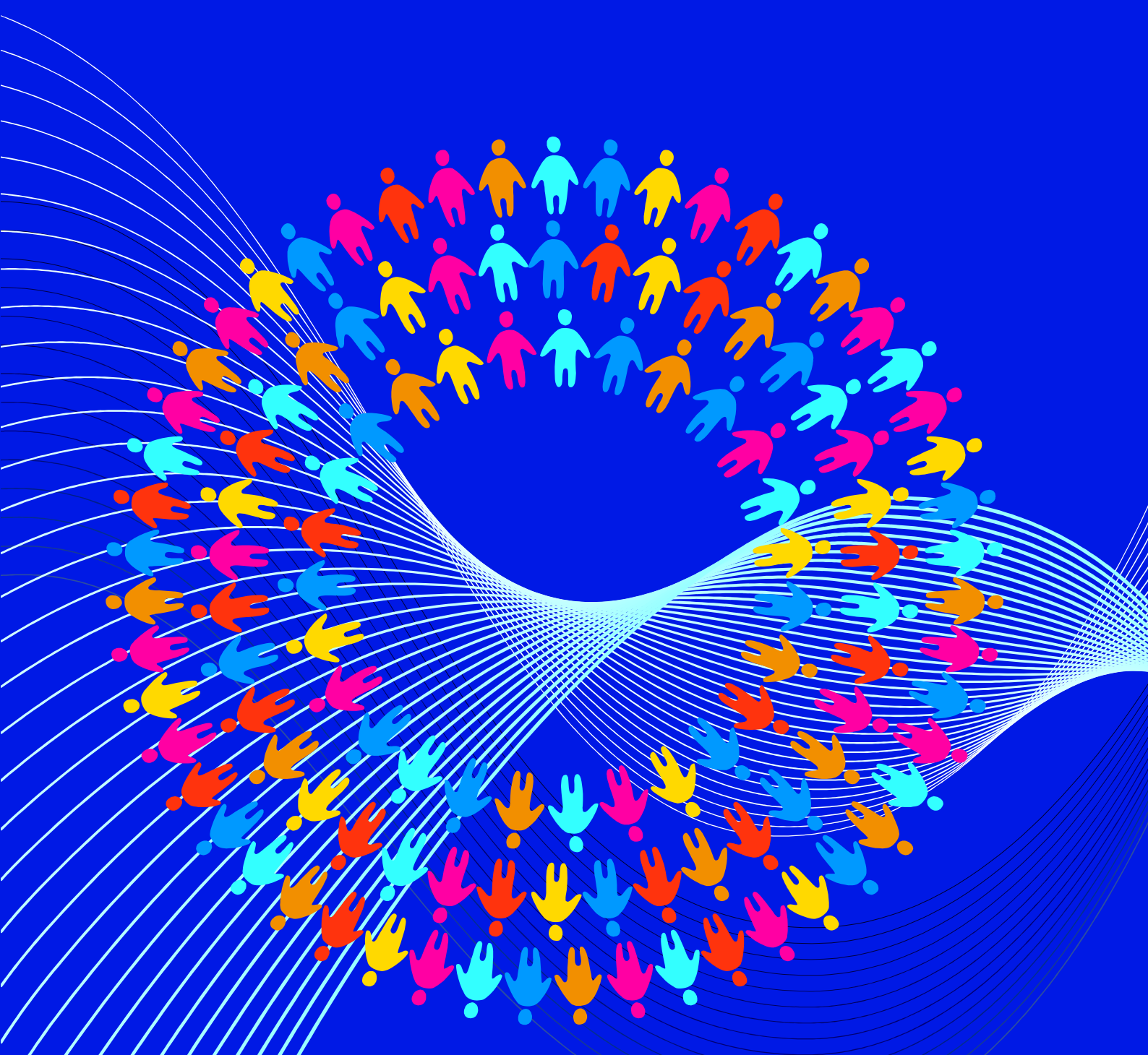


**asREC**  
**(India) Limited**



**2018-2019**  
Annual Report  
*Reconstructing For Better Future*



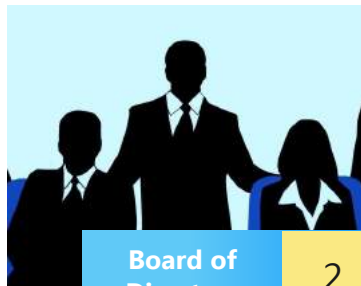
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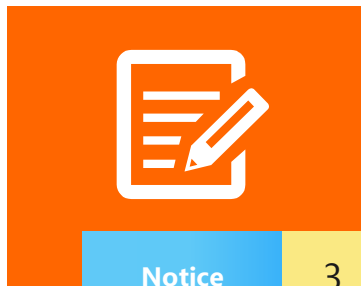
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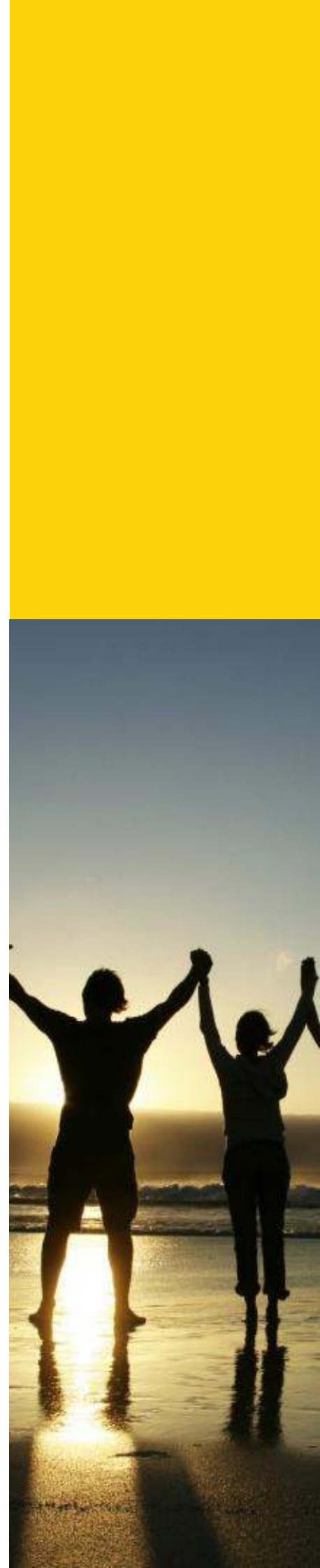
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## Company Information

ASREC (India) Limited, a Public Limited Company incorporated under the Companies Act 1956 has been granted certificate of registration by RBI on October 11, 2004 to carry out activities under Securitisation and Reconstruction of Financial Assets and Enforcement of Security Interest Act 2002.

The Company acquires Non Performing Assets (NPAs) from the Banks / Financial Institutions at mutually agreed prices with the objective is to maximise the returns through innovative resolutions strategies.

ASREC positions itself as the multi lender ARC in the public sector aiming to earn the confidence of the financial system in the effective resolution of NPAs by operating in transparent manner with flexibility of the private sector.

### Board of Directors



Shri Vijay Kumar Shunglu  
Prof. (Dr.) Nripendralal Mitra  
Shri Mukund M. Chitale  
Shri B. A. Prabhakar  
Shri Dhananjay Kumar Jain  
Shri Sanjay Aggarwal  
Shri Ramesh Chand Thakur  
Shri Bhaskara Rao Kare

### STATUTORY AUDITORS



CHOKSHI & CHOKSHI LLP

### INTERNAL AUDITORS



M/s. Mithun Girish & Associates

### SECRETARIAL AUDITORS



Pramod S. Shah & Associates

### CHIEF FINANCIAL OFFICER



Shri Angad Kumar Roy

### COMPANY SECRETARY



Ms. Pallavi Parikh

### BANKERS



### REGISTRAR & SHARE TRANSFER AGENT



Satellite Corporate Services Pvt. Ltd.

### REGISTERED OFFICE

Solitaire Corporate Park,  
Bldg. No. 2, Unit No. 201-202 B  
Gr. Floor, Andheri Ghatkopar Link Rd.,  
Chakala, Andheri (East),  
Mumbai - 400 093.  
CIN - U67100MH2003GOI143291

### CONTACT DETAILS

Tel. : +91 022 6138 7000  
Fax : +91 022 6138 7010  
Email : asrec@asrec.co.in  
Website : www.asrecindia.co.in



# Board of Directors

01

## Shri Vijay Krishna Shunglu

Chairman  
DIN-00032683

Shri V.K. Shunglu, IAS Retd. & Ex-Comptroller & Auditor General Of India, is the Chairman of ASREC (India) Limited. He obtained B.A. (Honors) in Economics- St. Stephens College – New Delhi & M.A. in History, University of Delhi & was conferred with “John Kandung” Award by INTOSAI in 1998. He is currently on the board of Delhi Public School. He is also a recipient of the Padma Bhushan in 2019 for his contribution to the civil services.



01 Shri Vijay Krishna Shunglu



02 Shri Nirpendralal Mitra

02

## Shri Nirpendralal Mitra

Director  
DIN-00018514

Dr. N.L. Mitra is Ex- Vice Chancellor of National Law University of Jodhpur. He received his Masters degree in Commerce, Masters in Law & PHD & Certificate in Human Rights from Strasbourg- France. He has been a Member of Legal Advisory Committee of SEBI, Consultant to the Governor RBI on Financial & Banking sector reforms, Member of Standing Technical Advisory Committee on Financial Regulation of RBI, Chairman/member of various Committees on Financial sector Law Reforms such as Fiscal Discipline , Bankruptcy, Financial fraud , Investor Protection etc.



03 Shri Mukund Manohar Chitale



04 Shri B. A. Prabhakar

03

## Shri Mukund Manohar Chitale

Director  
DIN-00101004

Shri Mukund M. Chitale is a Practising Chartered Accountant for the last 30 years & is a Partner of Mukund M. Chitale & Co. (CA Firm) He was also the President of The Institute of Chartered Accountants of India (1997-98). He has been a member on various Committees like the International Auditing Practices Committee of International Federation of Accountants. He has been appointed as a Governing council member of Banking Codes & Standards Board of India.

04

## Shri B. A. Prabhakar

Director  
DIN-02101808

Shri B.A. Prabhakar is a Chartered Accountant having vast experience of 35 years, working in Bank of Baroda, Bank of India and Andhra Bank in various capacities in India and abroad. Shri B.A. Prabhakar retired as Chairman & Managing Director, Andhra Bank on attaining superannuation .



**05 Shri Dhananjay Kumar Jain**



**06 Shri Sanjay Aggarwal**



**07 Shri Ramesh Chand Thakur**



**08 Shri Bhaskara Rao Kare**

07

**Shri Ramesh Chand Thakur**

Nominee Director  
DIN-07526437

Shri Ramesh Chand Thakur is a post Graduate in M. Sc /DIP Internal Banking Management/ MBA. Presently Shri Ramesh Chand is working as General Manager of Bank of India. He has vast experience of 31 years in banking and 1 year in Recover Department of Bank.

08

**Shri Bhaskara Rao Kare**

Nominee Director  
DIN-08353418

Shri Bhaskara Rao Kare is a BA, CAIIB-I and Adv. Management. Shri Bhaskara Rao Kare has vast experience of 29 years in the Banking industry. Shri Bhaskara Rao Kare is currently working as General Manager, Head office at Andhra Bank.

05

**Shri Dhananjay Kumar Jain**

MD & CEO  
DIN-06940533

Shri Dhananjay Kumar Jain has vast experience of 36 years in banking sector. Shri Dhananjay Kumar Jain worked in Union Bank of India as an officer from 1977 to 2013. During his service tenure he worked different departments of Bank like HR department, Industrial Relation Department, NPA Recovery and Legal Services Department and Credit Monitoring and Restructuring Department. He was aptly promoted to the higher post in the Bank and he retired as a General Manager in-charge of NPA Recovery and Legal Services Department.

06

**Shri Sanjay Aggarwal**

Nominee Director  
DIN-07617030

Shri Sanjay Aggarwal is Nominee Director of one of the sponsor Bank- Allahabad Bank. Shri Sanjay Aggarwal is a post Graduate from GB Pant University of Agriculture & Technology. Presently Shri Sanjay Aggarwal is working as Chief Financial Officer of Allahabad Bank. He has vast experience of 32 years in banking sector. During his tenure in Allahabad Bank, he has held many important positions including Branch head, Zonal Head, Field General Manager and General Manager.

# NOTICE

Notice is hereby given that the 15th Annual General Meeting of the ASREC (India) Limited will be held on Monday, September 23, 2019 at 12.30 p.m. at the Registered Office of the Company at Unit No. 201, 202A, Ground floor, Building No. 2, Solitaire Corporate Park, Andheri Ghatkopar Link Road, Andheri (E), Mumbai – 400093 to transact the following business:

## I. Ordinary Business:

1. To receive, consider and adopt the Audited Financial Statements [Consolidated and standalone both prepared as per the Companies (Indian Accounting Standards) Rules, 2015] of the Company for the financial year ended March 31, 2019 and the Reports of the Board of Directors and the Auditors thereon.
2. To authorize the Board of Directors to fix the remuneration of Statutory Auditors appointed by the Comptroller and Auditor-General of India for the financial year ending March, 2020.

**“RESOLVED THAT** the Board of Directors of the Company be and is hereby authorized to decide and fix the remuneration of the Statutory Auditor of the Company appointed by Comptroller and Auditor General of India for the FY 2019-20.”

## II. Special Business

**To consider and if thought fit, to pass with or without modification(s), the following resolutions**

3. **Ordinary Resolution** for Regularization of Additional Director Shri Bhaskara Rao Kare as Nominee Director

**“RESOLVED THAT** pursuant to section 160 & 161 of the Companies Act, 2013 and any other applicable provision (including any statutory modifications or re-enactment thereof and any rules made thereunder, for the time being in force), if any, of the Companies Act, 2013, Shri Bhaskara Rao Kare (holding DIN- 08353418) who was appointed as an Additional Director-Nominee of Andhra Bank, w.e.f. the date of RBI approval and whose term expires at the ensuing Annual General Meeting of the Company and for the appointment of whom the Company has received a notice in writing proposing his candidature for the office of the director be and is hereby appointed as director of the Company.

**RESOLVED FURTHER THAT** MD & CEO and / or Company Secretary be and are hereby severally authorized to do all the acts, deeds and things which are necessary to give effect to the above said resolution.”

4. **Special Resolution** for Appointment of Additional Independent Director Shri Vijay Krishna Shunglu as Independent Director

**“RESOLVED THAT** pursuant to the provisions of Sections 149, 150, 152 and any other applicable provisions of the Companies Act, 2013 and the rules made thereunder (including any statutory modification(s) or re-enactment thereof for the time being in force) read with Schedule IV to the Companies Act, 2013, Shri Vijay Krishna Shunglu (holding DIN 00032683), Director of the Company whose term expires at the ensuing Annual General Meeting and in respect of whom the Company has received a notice in writing under Section 160 of the Companies Act, 2013 from a member proposing his candidature for the office of Director, be and is hereby appointed as an Independent Director of the Company to hold office for five consecutive years for a term up to 31st March, 2024.”

5. **Special Resolution** for Appointment of Additional Independent Director Prof. (Dr.) N.L. Mitra as Independent Director

**“RESOLVED THAT** pursuant to the provisions of Sections 149, 150, 152 and any other applicable provisions of the Companies Act, 2013 and the rules made thereunder (including any statutory modification(s) or re-enactment thereof for the time being in force) read with Schedule IV to the Companies Act, 2013, Prof. (Dr.) N.L. Mitra (holding DIN 00018514), Director of the Company whose term expires at the ensuing Annual General Meeting and in respect of whom the Company has received a notice in writing under Section 160 of the Companies Act, 2013 from a member proposing his candidature for the office of Director, be and is hereby appointed as an Independent Director of the Company to hold office for five consecutive years for a term up to 31st March, 2024.”

6. **Special Resolution** for Appointment of Additional Independent Director Shri Mukund Manohar Chitale as Independent Director

**"RESOLVED THAT** pursuant to the provisions of Sections 149, 150, 152 and any other applicable provisions of the Companies Act, 2013 and the rules made thereunder (including any statutory modification(s) or re-enactment thereof for the time being in force) read with Schedule IV to the Companies Act, 2013, Shri. Mukund Manohar Chitale (holding DIN 00101004), Director of the Company whose term expires at the ensuing Annual General Meeting and in respect of whom the Company has received a notice in writing under Section 160 of the Companies Act, 2013 from a member proposing his candidature for the office of Director, be and is hereby appointed as an Independent Director of the Company to hold office for five consecutive years for a term up to 31st March, 2024."

7. **Special Resolution** for Appointment of Additional Independent Director Shri Banavar Anantharamaiah Prabhakar as Independent Director

**"RESOLVED THAT** pursuant to the provisions of Sections 149, 150, 152 and any other applicable provisions of the Companies Act, 2013 and the rules made thereunder (including any statutory modification(s) or re-enactment thereof for the time being in force) read with Schedule IV to the Companies Act, 2013, Shri Banavar Anantharamaiah Prabhakar (holding DIN 02101808), Director of the whose term expires at the ensuing Annual General Meeting and in respect of whom the Company has received a notice in writing under Section 160 of the Companies Act, 2013 from a member proposing his candidature for the office of Director, be and is hereby appointed as an Independent Director of the Company to hold office for five consecutive years for a term up to 31st August, 2024."

8. **Special Resolution** for appointment and Terms & Condition of appointment of Shri Girish Sharan Sinha, MD & CEO of the Company

**"RESOLVED THAT** pursuant to provisions of section 160 a notice in writing under section 160 of the Companies Act, 2013 is received from a member proposing to appoint Mr. Girish Sharan Sinha as Managing Director and CEO of the Company and pursuant to the provisions of Section 196, 197, 198 and 203 read with Schedule V and all other applicable provisions, if any, of the Companies Act, 2013 and the rules made there under (including any statutory modification(s) or re-enactment thereof for the time being in force), and subject to approval, of the Reserve Bank of India (RBI) under the provisions of the SARFAESI Act, 2002, the Rules and Regulations made there under, including the applicable RBI Guidelines and such other consents and permission as may be necessary, the consent of the members of the Company be and is hereby accorded for the appointment of Shri Girish Sharan Sinha having DIN 08495135 as Managing Director & CEO of the Company with effect from the date of passing of this resolution for a period of 3 years subject to RBI approval, who shall exercise such powers as may be delegated by the Board from time to time, on such salary, perquisites and incentive (hereinafter referred to as "remuneration") and terms and conditions as set out herein below, with liberty to the Board of Directors (hereinafter referred to as "the Board" to alter and vary the terms and conditions of the said appointment and / or remuneration as it may deem fit and as may be acceptable to Shri Girish Sharan Sinha, subject to the same not exceeding the limits specified under Schedule V to the Companies Act, 2013 or any statutory modification(s) or re-enactment thereof

**FURTHER RESOLVED THAT** where in any particular financial year the Company has inadequate or no profit to commensurate the remuneration payable as stated here in, the provisions of schedule V of the Companies Act 2013 will prevail as amended from time to time. Such calculation whenever made shall be subject to provisions of the Articles of Association at the time of applicability and also subject to approval of shareholders, if applicable:



## Remuneration and Terms & Conditions:

Sr. No.	Details	Particulars	(In ₹)	
1.	Appointment as MD & CEO for the period	3 Years, w.e.f. 19th August, 2019 subject to approval of Reserve Bank of India.		
2.	Pay and Allowances	<b>Details</b>	<b>Monthly</b>	<b>Annually</b>
		Basic Salary	1,26,500	15,18,000
		Provident Fund (Company's Contribution)	15,180	1,82,160
		HRA	57,500	6,90,000
		Executive Allowance	1,84,000	22,08,000
		<b>Total</b>	<b>3,83,180</b>	<b>45,98,160</b>
3.	Leave Travel Allowance	₹ 57,500 per annum		
4.	Lunch Coupons	₹ 2,000 per month		
5.	Medical Facility	Reimbursement of medical expenses for self and spouse		
6.	Telephone Facility	Fixed residential line and mobile facility		
7.	Computer facility	At residence with internet connection		
8.	Leave	<ul style="list-style-type: none"> <li>• 8 days of Casual Leave per calendar year;</li> <li>• Privilege Leave accruing @ 1 day for every 11 days service at ASREC;</li> <li>• The unavailed Privilege Leave shall be encashable at the end of every calendar year;</li> <li>• Pay and allowances shall be considered for encashment.</li> </ul>		
9.	Gratuity	As per Company Rules		
10.	Termination	Contract can be terminated by either side by giving one month notice or one month compensation thereof		

**RESOLVED FURTHER THAT** pursuant to the Articles of Association of the Company, Shri Girish Sharan Sinha shall not retire by rotation.

**RESOLVED FURTHER THAT** Shri Dhananjay Kumar Jain, Managing Director and/or the Company Secretary be and are hereby severally authorized to sign and execute all such documents and papers

(including appointment letter etc.) as may be required for the purpose and file necessary documents, e-form, with the RBI, Registrar of Companies and any other authority as may be required and to do all such acts, deeds and things as may be considered expedient and necessary in this regard."

**Notes:**

1. A member entitled to attend and vote at the meeting is entitled to appoint a proxy to attend and vote instead of himself and the proxy need not be a member of the Company.
2. The Statement pursuant to Section 102 of the Companies Act, 2013, relating to the Special Business to be transacted at the meeting is annexed hereto and forms part of the notice.
3. The proxy form should be deposited at the Registered Office of the Company at least forty-eight hours before the time for the holding of the meeting.
3. The proxy form should be deposited at the Registered Office of the Company at least forty-eight hours before the time for the holding of the meeting.
4. Register of Members and Share Transfer Book shall remain closed from 17th September, 2019 to 23rd, September, 2019 (both days inclusive).
5. Members/ Proxies are requested to bring the attendance slips duly filled in and copies of the Annual Report to the Meeting.
6. Members are requested to notify immediately any change of address:
  - i. to their Depository Participants (DPs) in respect of their electronic share accounts; and
  - ii. to the Company and to its Share Transfer Agents in respect of their physical share folios, if any.

By the Order of the Board  
**For ASREC (India) Limited**

**Pallavi Parikh**  
Company Secretary

Place : Mumbai  
Date : June 12, 2019

**Registered Office**  
Unit No. 201, 202A, Ground floor,  
Building No. 2,  
Solitaire Corporate Park,  
Andheri Ghatkopar Link Road,  
Andheri (E), Mumbai - 400 093  
CIN: U67100MH2003GOI143291

# EXPLANATORY STATEMENT

## IN RESPECT OF THE SPECIAL BUSINESS PURSUANT TO SECTION 102 OF THE COMPANIES ACT, 2013

### ITEM NO. 3

Shri Bhaskara Rao Kare, General Manager of Andhra Bank, after obtaining RBI's approval dated April 16, 2019 was appointed as Additional Director on the Board of ASREC (India) Limited by the Board of Directors on the basis of letter of Andhra Bank, to hold office upto the ensuing Annual General Meeting.

Shri Bhaskara Rao Kare is Nominee Director of one of the sponsor Bank- Andhra Bank. Shri Bhaskara Rao Kare has a qualification of BA, CAIIB-I and Adv. Management. Shri Bhaskara Rao Kare has vast experience of 29 years in the Banking industry.

He is not associated with any other Company.

Shri Bhaskara Rao Kare does not hold by himself or for any other person on a beneficial basis, any shares in the Company.

A notice has been received, proposing Shri Bhaskara Rao Kare as a candidate for the office of Director of the Company.

The Board recommends the resolution in relation to appointment of Shri Bhaskara Rao Kare for the approval by the shareholders of the Company.

Except Shri Bhaskara Rao Kare, being an appointee, none of the Directors and Key Managerial Personnel of the Company and their relatives is concerned or interested, financial or otherwise, in the resolution set out at Item No.3.

### ITEM NO. 4

Shri Vijay Krishna Shunglu is a Chairman and Independent Director of the Company. He joined the Board of Directors of the Company in March 2004. Shri Vijay Krishna Shunglu is a member of Audit Committee, Valuation Resolution, Recruitment Committee and Resolution Committee, of the Board of Directors of the Company. In terms of Section 149 Vijay Krishna Shunglu was appointed as Independent director for a term of 5 years till 31st March, 2019 and the Board in its 71st Board meeting held on 12th March, 2019 appointed Shri Vijay Krishna Shunglu as Additional Independent Director holding office till the ensuing General Meeting.

Shri Vijay Krishna Shunglu, a Retired Comptroller & Auditor General of India, is the Chairman of the Company. He received his B.A. (Honours) in Economics from St. Stephens

College, University of Delhi in 1959 and M.A. in History from University of Delhi in 1961 and was conferred the John Kandasch Award by INTOSAI in 1998. Shri Vijay Krishna Shunglu has received Padma Bhushan in 2019 for outstanding contribution to the civil services

He joined Indian Administrative Services (IAS), the premier civil service responsible for public administration at the Provincial and Central level. He served to various provincial and Union Government as Permanent Secretary and held senior position in Finance, Planning, Taxation, Industry, Energy, Health & Family Welfare and Industry & Company Affairs and demitted office as Comptroller and Auditor General of India on 15th March, 2002.

He represented Govt of India at International Bodies like Asian Development Bank, IMF/World Bank, International Organization of the Supreme Audit Institutions, Asian Organization of the Supreme Audit Institutions, ASOSAI, etc.

He is also on the Board of Delhi Safe Deposit.

Shri Vijay Krishna Shunglu does not hold by himself or for any other person on a beneficial basis, any shares in the Company.

Shri Vijay Krishna Shunglu being eligible and offering himself for appointment is proposed to be appointed as an Independent Director for five consecutive years for a term upto 31st March, 2024. A notice has been received from a member proposing Shri Vijay Krishna Shunglu as a candidate for the office of Director of the Company.

In the opinion of the Board, Shri Vijay Krishna Shunglu fulfils the conditions specified in the Companies Act, 2013 and rules made there under for his appointment as an Independent Director of the Company and is independent of the management.

The Board considers that his continued association would be of immense benefit to the Company and it is desirable to continue to avail services of Shri Vijay Krishna Shunglu as an Independent Director. Accordingly, the Board recommends the resolution in relation to appointment of Shri Vijay Krishna Shunglu as an Independent Director, for the approval by the shareholders of the Company.

Except Shri Vijay Krishna Shunglu, being an appointee, none of the Directors and Key Managerial Personnel of the Company and their relatives is concerned or interested, financial or otherwise, in the resolution set out at Item No.4.

#### **ITEM NO. 5**

Prof (Dr.) N. L. Mitra is an Independent Director of the Company. He joined the Board of Directors of the Company in March 2004. Prof (Dr.) N. L. Mitra is a member of Audit Committee and Resolution Committee, of the Board of Directors of the Company. In terms of Section 149 Prof (Dr.) N. L. Mitra was appointed as Independent director for a term of 5 years till 31st March, 2019 and the Board in its 71st Board meeting held on 12th March, 2019 appointed Prof (Dr.) N. L. Mitra as Additional Independent Directors holding office till the ensuing General Meeting.

Prof (Dr.) N. L. Mitra, a retired Vice Chancellor of National Law University of Jodhpur, has received Master's Degree in Commerce, Master in Law, Ph. D and Certificate in Human Rights from Strasbourg, France.

He has vast experience in research and legal reforms in financial system. He was a member of Legal Advisory Committee of SEBI, Consultant of Governor of RBI on financial and Banking Sector Reform, member of Standing Technical Advisory Committee on Financial Regulation of RBI, Chairman/member of various National Committee on Financial Sector Law Reform such as Fiscal Discipline, Bankruptcy, Financial Fraud, Investor's Protection etc.

He is also on the Board of FM Advisory Services Pvt. Ltd and Fox Mandal Services Pvt. Ltd.

Prof (Dr.) N. L. Mitra does not hold by himself or for any other person on a beneficial basis, any shares in the Company.

Prof (Dr.) N. L. Mitra being eligible and offering himself for appointment, is proposed to be appointed as an Independent Director for five consecutive years for a term upto 31st March, 2024. A notice has been received from a member proposing Prof (Dr.) N. L. Mitra as a candidate for the office of Director of the Company.

In the opinion of the Board, Prof (Dr.) N. L. Mitra fulfils the conditions specified in the Companies Act, 2013 and rules made hereunder for his appointment as an Independent Director of the Company and is independent of the management.

The Board considers that his continued association would be of immense benefit to the Company and it is desirable to continue to avail services of Prof (Dr.) N. L. Mitra as an Independent Director. Accordingly, the Board recommends the resolution in relation to appointment of Prof (Dr.) N. L. Mitra as an Independent Director, for the approval by the shareholders of the Company.

Except Prof (Dr.) N. L. Mitra, being an appointee, none of the Directors and Key Managerial Personnel of the

Company and their relatives is concerned or interested, financial or otherwise, in the resolution set out at Item No. 5

#### **ITEM NO. 6**

Shri Mukund Manohar Chitale is an Independent Director of the Company. He joined the Board of Directors of the Company in March 2004. Shri Mukund Manohar Chitale is a member of Audit Committee, Valuation Resolution and Recruitment Committee, of the Board of Directors of the Company. In terms of Section 149 Shri Mukund Manohar Chitale was appointed as Independent director for a term of 5 years till 31st March, 2019 and the Board in its 71st Board meeting held on 12th March, 2019 appointed Shri Mukund Manohar Chitale as Additional Independent Directors holding office till the ensuing General Meeting.

Shri Mukund Manohar Chitale, a practicing Chartered Accountant for the last 35 years, is a partner of Mukund M Chitale & Co. He has done graduation in Commerce and Fellow member of Chartered Accountant. He was President of The Institute of Chartered Accountants of India in 1997-98. He was recognized as a teacher for postgraduate course by Mumbai University.

He is on the Board of Larsen & Toubro Ltd., Larsen & Toubro Infotech Ltd, Essel Propack Limited, Atul Limited, Lodha Developers Limited, R R Kabel Limited, Bhageria Industries Limited and Principal Asset Management Company Pvt. Ltd.

Shri Mukund Manohar Chitale does not hold by himself or for any other person on a beneficial basis, any shares in the Company.

Shri Mukund Manohar Chitale being eligible and offering himself for appointment, is proposed to be appointed as an Independent Director for five consecutive years for a term upto 31st March, 2019. A notice has been received from a member proposing Shri Mukund Manohar Chitale as a candidate for the office of Director of the Company.

In the opinion of the Board, Shri Mukund Manohar Chitale fulfils the conditions specified in the Companies Act, 2013 and rules made hereunder for his appointment as an Independent Director of the Company and is independent of the management.

The Board considers that his continued association would be of immense benefit to the Company and it is desirable to continue to avail services of Shri Mukund Manohar Chitale as an Independent Director. Accordingly, the Board recommends the resolution in relation to appointment of Shri Mukund Manohar Chitale as an Independent Director, for the approval by the shareholders of the Company.



Except Shri Mukund Manohar Chitale, being an appointee, none of the Directors and Key Managerial Personnel of the Company and their relatives is concerned or interested, financial or otherwise, in the resolution set out at Item No.6.

#### **ITEM NO. 7**

Shri B. A. Prabhakar is an Independent Director of the Company. He joined the Board of Directors of the Company in September 01, 2014. Shri B. A. Prabhakar is a member of Audit, Valuation, Resolution, Nomination and Remuneration, Corporate Social Responsibility Committee and of the Board of Directors of the Company. In terms of Section 149 Shri B. A. Prabhakar was appointed as Independent director for a term of 5 years till 31st August, 2019 and the Board in its 72nd Board meeting held on 12th June, 2019 appointed Shri B. A. Prabhakar as Additional Independent Directors holding office till the ensuing General Meeting.

Shri B. A. Prabhakar is a Chartered Accountant having vast experience of more than 35 years of working with Bank of Baroda, Bank of India and Andhra Bank in various capacities in India and abroad. Shri B. A. Prabhakar retired as Chairman & Managing Director, Andhra Bank on attaining superannuation.

He is on the board of Larsen and Toubro Holdings Limited, The Karnataka Bank Limited, Canara HSBC Oriental Bank of Commerce life Insurance Company Limited and National Securities Depository Limited.

Shri B. A. Prabhakar does not hold by himself or for any other person on a beneficial basis, any shares in the Company.

Shri B. A. Prabhakar being eligible is proposed to be appointed as an Independent Director for five consecutive years for a term upto 31st August, 2024. A notice has been received from a member proposing Shri B. A. Prabhakar as a candidate for the office of Director of the Company.

In the opinion of the Board, Shri B. A. Prabhakar fulfils the conditions specified in the Companies Act, 2013 and rules made thereunder for his appointment as an Independent Director of the Company and is independent of the management.

The Board considers that his continued association would be of immense benefit to the Company and it is desirable to continue to avail services of Shri B. A. Prabhakar as an Independent Director. Accordingly, the Board recommends the resolution in relation to appointment of Shri B. A. Prabhakar as an Independent Director, for the approval by the shareholders of the Company.

Except Shri B. A. Prabhakar, being an appointee, none of the Directors and Key Managerial Personnel of the Company and their relatives is concerned or interested, financial or otherwise, in the resolution set out at Item No.7.

#### **ITEM NO. 8**

The company has received candidature of Shri Girish Sharan Sinha form one of the members of the company requesting his appointment as Managing Director & CEO. Shri Girish Sharan Sinha has an experience of over 12 years at various levels at Banks and Financial Institutions. After the retirement of Shri Dhananjay Kumar Jain, Managing Director & CEO, Shri Girish Sharan Sinha was found suitable for the post of Managing Director & CEO by the Board. The Board of Directors after detailed evaluation appointed Shri Girish Sharan Sinha as the Managing Director & CEO of the Company in their meeting held on June 12, 2019 subject to RBI and Member approval. Shri Girish Sharan Sinha has worked with Omkara Assets Reconstruction Company Private Limited as Chief Operating Officer and earlier to that he had been associated with ASREC for a period of over 8 years with the latest designation as Senior Vice President.

The appointment of Shri Girish Sharan Sinha is appropriate and in the best interest of the Company. He is neither a Director nor a member in any other company registered in India. The approval of the members is being sought for the appointment and terms and conditions of appointing Shri Girish Sharan Sinha as the Managing Director & CEO and the remuneration payable to him. The terms and conditions proposed (fixed by the Board of Directors at their meeting held on June 12, 2019) are keeping in line with the remuneration package that is necessary to encourage good professional managers with a sound career record to important position as that of the Managing Director.

In view of the provisions of Sections 196, 197, 198 and 203 and any other applicable provisions of the Companies Act, 2013 (corresponding to Sections 198, 269, 309 and any other applicable provisions of the Companies Act, 1956), the Board recommends the Special Resolution set out at item no. 8 of the accompanying Notice for the approval of the Members.

Shri Girish Sharan Sinha does not hold by himself or for any other person on a beneficial basis, any shares in the Company.

None of the Directors and Key Managerial Personnel of the Company and their relatives is concerned or interested, financial or otherwise, in the resolution set out at Item No.8.

# DIRECTORS' REPORT



# DIRECTORS' REPORT

To,  
The Members  
ASREC (INDIA) LIMITED

Your Directors are pleased to present the Fifteenth Annual Report on business and operations of your Company together with the audited accounts for the year ended March 31, 2019.

## 1. FINANCIAL PERFORMANCE:

An overview of the financial performance of your Company for the Financial Year 2018-19 is as under:

(₹ In lakhs)

Sr. No.	Particulars	Current Year (From April 1, 2018 to March 31st, 2019)	Previous Year (From April 1, 2017 to March 31st, 2018)
i.	Revenue from Operation	1996.00	2519.18
ii	Other Income	46.67	16.79
iii.	Total Income (i+ii)	2042.67	2535.97
iv.	Expenses	877.95	877.69
v.	Total (iii –iv)	1164.72	1658.28
vi.	Net Gain on Fair Value Changes	431.94	(577.02)
vii.	Profit Before Tax (v-vi)	732.78	2235.3
viii.	Tax Expenses	226.29	702.76
ix.	Profit/(Loss) for the year (vii-viii)	506.49	1532.54
x.	Other Comprehensive Income (OCI)	(2.66)	1.42
xi.	Total Comprehensive Income for the year (ix+x)	503.83	1533.96
xii.	Earnings per share	0.52	1.56

## Results of Operations and the State of Company's Affairs

- Your Company's Income from Operations during the year amounted to ₹ 1996 Lakhs (₹ 2519 Lakhs in the previous year), earned Profit before Tax (PBT) of ₹ 732.78 Lakhs (₹ 2235.3 Lakhs for the previous year).
- Net Owned Funds stood at ₹ 14600.84 Lakhs (₹ 14687.73 Lakhs for the previous year)
- During the year under review, your Company has acquired 17 NPAs having a book value (total dues) of ₹ 25655 Lakhs from 6 Banks [against 74 NPAs having book value (total dues) of ₹ 82096 Lakhs from 4 Banks and 1 Financial Institution on both cash and SR basis in the previous year].
- Total recoveries during the year ending March 31, 2019 amounted to ₹ 15488 Lakhs from realization of Financial Assets (Previous year ₹ 14049 Lakhs).

## 2. DIVIDEND

In order to conserve resources and enhance the reserves of the company, your Directors do not recommend any dividend for the financial year ended on March 31st, 2019.

## 3. SHARE CAPITAL

As on 31st March, 2019, the issued, subscribed and paid up share capital of your Company stood at ₹ 9800 lakhs, comprising 98000000 Equity shares of ₹ 10/- each. During the year under review, the Company has not issued further Shares, shares with differential voting rights nor granted stock options or sweat equity. As on March 31st, 2019 Except for 100 shares held by Managing Director Shri Dhananjay Kumar Jain, none of the Directors of the Company hold shares or convertible instruments in the Company.

#### 4. FINANCE

Cash and cash equivalent as at March 31st, 2019 was ₹ 1218.28 Lakhs. The Company continues to focus on judicious management of its working capital and strict check through continuous monitoring.

#### 5. ACQUISITION OF NON PERFORMING ASSETS

Your Company has actively participated in various Bids/Auction processes conducted by various Banks and Financial Institutions during this year; we have

submitted bids for 235 accounts and successfully acquired 17 accounts having a book value (total dues) of ₹ 25655 Lakhs from 6 Banks.

Thus, overall, the position of acquisition of NPAs by your Company since inception up to 31/03/2019 works out to 786 NPAs having aggregate book value (total dues) of around ₹ 716756.56 Lakhs from 45 Banks/Financial Institutions at acquisition price at ₹ 139152.69 Lakhs.

(₹ In lakhs)

Seller Bank/ FIs	Total Dues/ AUM	Acquisition Cost	% of Total Acquisition Cost	Sum of No of A/c
Abhyudaya Co .Operative Bank Ltd	815	419	0.30%	2
Allahabad Bank	128,712	16,764	12.05%	173
Andhra Bank	5,448	1,552	1.12%	4
Axis Bank	22,988	4,320	3.10%	32
Bank of Baroda	16,042	1,258	0.90%	8
Bank of India	42,172	6,208	4.46%	51
Bank of Maharashtra	16,413	3,412	2.45%	13
Canara Bank	7,806	951	0.68%	4
Central Bank of India	52,820	5,903	4.24%	55
Consortium (BOI, BOB, IOB, CBI, DB)	3,776	2,788	2.00%	1
Corporation Bank	109	110	0.08%	1
Dena Bank	9,215	1,774	1.27%	9
Federal Bank	995	515	0.37%	2
ICICI Bank Ltd	1,106	395	0.28%	1
IFCI	19,074	2,112	1.52%	2
Indian Bank	6,760	3,377	2.43%	4
Indian Overseas Bank	3,913	2,270	1.63%	7
Karnataka Bank	24,904	5,606	4.03%	12
Karur Vysya Bank	6,746	4,730	3.40%	25
Kotak Mahindra Bank Ltd	2,720	695	0.50%	1
Laxmi Vilas Bank	4,311	1,076	0.77%	24
Mumbai District Central Co-op Bank Ltd.	1,852	751	0.54%	1
Oriental Bank of Commerce	7,171	1,696	1.22%	7
Pune District Central Co-op Bank Ltd.	2,051	812	0.58%	1
Punjab and Sind Bank	1,041	329	0.24%	1
Punjab National Bank	3,477	444	0.32%	2
Saraswat Bank	1,189	284	0.20%	2
Standard Chartered Bank	1,374	115	0.08%	1
State Bank of Bikaner and Jaipur	21,999	3,844	2.76%	23
State Bank of Hyderabad	90,874	13,827	9.94%	40
State Bank of India	89,276	14,217	10.22%	43
State Bank of Mysore	5,649	312	0.22%	9
State Bank of Patiala	14,465	3,281	2.36%	9
State Bank of Travancore	7,976	2,995	2.15%	9



(₹ In lakhs)

Seller Bank/ Fis	Total Dues/ AUM	Acquisition Cost	% of Total Acquisition Cost	Sum of No of A/c
Syndicate Bank	4,495	1,874	1.35%	4
The Karad Janata Sahakari Bank Ltd.	465	160	0.11%	1
The Royal Bank of Scotland	2,367	500	0.36%	1
The Shamrao Vithal Co-op Bank Limited.	290	239	0.17%	1
The Thane District Co-op Bank Ltd.	448	289	0.21%	1
UCO Bank	59,436	16,645	11.96%	120
United Bank of India	16,130	5,040	3.62%	72
Vijaya Bank	2,408	1,559	1.12%	3
Tata Capital Ltd.	834	250	0.18%	1
Kalyan Janta Sahkari Bank Ltd.	1,230	750	0.54%	1
Dombivali Nagar Sahkari Bank	3,415	2,706	1.94%	2
<b>Grand Total</b>	<b>716,756</b>	<b>139,153</b>	<b>100.00%</b>	<b>786</b>

## 6. RESOLUTION OF ASSETS

During the year under review, your Company has successfully recovered an amount of ₹ 15488.17 Lakhs through resolution/recovery.

## 7. RATING OF SECURITY RECEIPTS (SRs)

As per the guidelines prescribed by the RBI, India Ratings and Research Pvt. Ltd, Fitch Group, (Rating Agency) has carried out the Review Ratings of SRs issued by the respective live Trusts as on December 31st, 2018 as detailed below:

Sr. No.	Name of the Trust	Acquired from	Review Rating / Rating Range as on 31.12. 2018 assigned on 27.02.2019
1	ASREC PS 04/2012-13	UBI	NR-3 (75-100%)
2	ASREC PS 05/2012-13	UBI	NR-3 (75-100%)
3	ASREC PS 06/2012-13	UBI	NR-3 (75-100%)
4	ASREC PS 07/2012-13	UBI	NR-5 (25-50%)
5	ASREC-PS 02/2013-14	UCO Bank	NR-3 (75-100%)
6	ASREC-PS 03/2013-14	Bank of Baroda	NR-4 (50-75%)
7	ASREC-PS 04/2013-14	Vijaya Bank (Now BOB)	NR-3 (75-100%)
8	ASREC-PS 05/2013-14	Indian Bank	NR-4 (50-75%)
9	ASREC-PS 01/2014-15	OBC	NR-3 (75-100%)
10	ASREC-PS 02/2014-15	SBBJ	NR-2 (100-150%)
11	ASREC-PS 03/2014-15	Indian Bank	NR-3 (75-100%)
12	ASREC-PS 04/2014-15	Vijaya Bank (Now BOB)	NR-3 (75-100%)
13	ASREC-PS 05/2014-15	UCO Bank	NR-5 (25-50%)
14	ASREC-PS 06/2014-15	KVB	NR-3 (75-100%)
15	ASREC-PS 07/2014-15	SBI	NR-3 (75-100%)
16	ASREC-PS 08/2014-15	SBP (Now SBI)	NR-4(50-75%)
17	ASREC-PS 09/2014-15	SBT (Now SBI)	NR-4(50-75%)
18	ASREC-PS 10/2014-15	IOB	NR-3 (75-100%)
19	ASREC-PS 11/2014-15	Syndicate Bank	NR-3 (75-100%)
20	ASREC-PS 12/2014-15	KVB	NR-4 (50-75%)
21	ASREC-PS 13/2014-15	SBP (Now SBI)	NR-3 (75-100%)

Sr. No.	Name of the Trust	Acquired from	Review Rating / Rating Range as on 31.12. 2018 assigned on 27.02.2019
22	ASREC-PS 14/2014-15	SBM (Now SBI)	NR-3 (75-100%)
23	ASREC-PS 15/2014-15	BOM	NR-3 (75-100%)
24	ASREC-PS 16/2014-15	SBI	NR-2 (100-150%)
25	ASREC-PS 17/2014-15	SBH (Now SBI)	NR-3 (75-100%)
26	ASREC-PS 18/2014-15	SBH (Now SBI)	NR-3 (75-100%)
27	ASREC-PS 20/2014-15	SBT (Now SBI)	NR-2 (100-150%)
28	ASREC-PS 23/2014-15	SBT (Now SBI)	NR-3 (75-100%)
29	ASREC-PS 24/2014-15	SBI	NR-3 (75-100%)
30	ASREC-PS 25/2014-15	BOI	NR-3 (75-100%)
31	ASREC-PS 26/2014-15	SBI	NR-3 (75-100%)
32	ASREC-PS 27/2014-15	SBH (Now SBI)	NR-3 (75-100%)
33	ASREC-PS 28/2014-15	SBI	NR-3 (75-100%)
34	ASREC-PS 29/2014-15	SBH (Now SBI)	NR-3 (75-100%)
35	ASREC-PS 30/2014-15	BOM	NR-3 (75-100%)
36	ASREC-PS 31/2014-15	UCO Bank	NR-3 (75-100%)
37	ASREC-PS 01/2015-16	UCO Bank	NR-3 (75-100%)
38	ASREC-PS 02/2015-16	SBH (Now SBI)	NR-3 (75-100%)
39	ASREC-PS 03/2015-16	SBP (Now SBI)	NR-3 (75-100%)
40	ASREC-PS 04/2015-16	SBBJ (Now SBI)	NR-3 (75-100%)
41	ASREC-PS 05/2015-16	SBI	NR-3 (75-100%)
42	ASREC-PS 06/2015-16	CBI	NR-3 (75-100%)
43	ASREC-PS 07/2015-16	BOM	NR-3 (75-100%)
44	ASREC-PS 08/2015-16	SBT (Now SBI)	NR-2 (100-150%)
45	ASREC-PS 09/2015-16	OBC	NR-3 (75-100%)
46	ASREC-PS 10/2015-16	IOB	NR-3 (75-100%)
47	ASREC-PS 11/2015-16	SBH (Now SBI)	NR-2 (100-150%)
48	ASREC-PS 12/2015-16	SBH (Now SBI)	NR-2 (100-150%)
49	ASREC-PS 13/2015-16	SBH (Now SBI)	NR-4 (50-75%)
50	ASREC-PS 14/2015-16	Allahabad Bank	NR-2 (100-150%)
51	ASREC-PS 16/2015-16	SBT (Now SBI)	NR-2 (100-150%)
52	ASREC-PS 17/2015-16	SBT (Now SBI)	NR-3 (75-100%)
53	ASREC-PS 18/2015-16	SBBJ (Now SBI)	NR-2 (100-150%)
54	ASREC-PS 01/2016-17	Dena Bank (Now BOB)	NR-2 (100-150%)
55	ASREC-PS 02/2016-17	SBBJ (Now SBI)	NR-3 (75-100%)
56	ASREC-PS 03/2016-17	Karnataka Bank ltd	NR-2 (100-150%)
57	ASREC-PS 05/2016-17	Indian Bank	NR-3 (75-100%)
58	ASREC-PS 01/2017-18	Allahabad Bank	NR-2 (100-150%)
59	ASREC-PS 02/2017-18	Allahabad Bank	NR-3 (75-100%)
60	ASREC-PS 03/2017-18	Allahabad Bank	NR-2 (100-150%)
61	ASREC-PS 05/2017-18	Allahabad Bank	NR-2 (100-150%)
62	ASREC-PS 06/2017-18	Allahabad Bank	NR-2 (100-150%)
63	ASREC-PS 08/2017-18	Andhra Bank	NR-3 (75-100%)
64	ASREC-PS 09/2017-18	Allahabad Bank	NR-2 (100-150%)
65	ASREC-PS 10/2017-18	Allahabad Bank	NR-2 (100-150%)
66	ASREC-PS 11/2017-18	Kalyan Janta Sahkari Bank	NR-3 (75-100%)

As per RBI circular, RBI/2014-2015/164 DNBS (PD) CC. No. 41/ SCRC / 26.03.001/ 2014-2015 dated August 05th, 2014 and RBI/2014-2015/169 DNBS (PD) CC. No. 42/SCRC/26.03.001/2014-2015 August 07th, 2014, initial rating/grading would be assigned within six months of acquiring the assets by SC/RC. In view of the said circular, India Ratings and Research Pvt. Ltd, Fitch Group, (Rating Agency) has carried out the initial Ratings of SRs in the following trusts after the close of financial year, as detailed below:

Sr. No.	Name of the Trust	Acquired from	Review Rating / Rating Range assigned
1	ASREC-PS 01/2018-19	Dena Bank (Now BOB)	Under Process
2	ASREC-PS 02/2018-19	Allahabad Bank	Under Process
3	ASREC-PS 03/2018-19	Allahabad Bank	Under Process

### Rating Scale:

NR-1 Expected Recovery more than 150% of the Acquisition Price

NR-2 Expected Recovery between 100% to 150% of the Acquisition Price

NR-3 Expected Recovery between 75% to 100% of the Acquisition Price

NR-4 Expected Recovery between 50% to 75% of the Acquisition Price

NR-5 Expected Recovery between 25% to 50% of the Acquisition Price

NR-6 Expected Recovery between 0% to 25% of the Acquisition Price

### 8. ECONOMIC SCENARIO, ARC INDUSTRY OUTLOOK--CHALLENGES AND OPPORTUNITIES:

During the last FY, the global economy has shed some momentum on account of volatile crude prices, geopolitical tensions and escalating trade wars. Emerging market economies have experienced capital outflow, interest rate increase and liquidity problems.

In India the rapid recovery of economic activity from the temporary disruption associated with Demonitisation and implementation of Goods & Services Tax (GST) has provided the tailwind to the macro-economic stability.

The real GDP growth is estimated at 7.2% in 2018-19. Growth has been broad based. Industrial growth has accelerated to 7.9%, making up for a deceleration in services. Agriculture growth was robust at 4%.

On the demand side, domestic consumption remained the primary growth driver but gross capital formation and exports both made growing contributions.

Inflation dynamics have been subdued for most of 2018-19.

Country's GDP growth is expected to accelerate moderately to 7.5% in fiscal year 2019-2020 driven by continued investment strengthening - particularly private, improved export performance and resilient consumption.

During 2017-18, the gross NPA of Banking Sector, in absolute terms, increased from ₹ 7,91,800 crore (2016-17) to ₹ 10,39,700 crore (2017-18) i.e. from 9.30% to 11.20% of gross advances.

Similarly, net NPA, as a percentage of net advances, increased from 5.30% (2016-17) to 6.00% (2017-18). In absolute terms the net NPA of the Indian Banking Sector increased from ₹ 4,33,100 crores to ₹ 5,20,700 crores.

### Challenges to ARCs:

- Funds available with ARCs, which are inadequate compared to the vast NPA market.
- Banks have started preferring 100% cash sales and or higher incidence of cash to SRs in view of RBI's stiff provisioning norms for Banks. This change in regulatory norms entails higher investments on the part of the ARCs for acquiring NPAs from Banks.
- There is no acceptable valuation framework and hence valuation mismatch between selling bank and buying ARC is an unresolved impediment in concluding ARC sale transactions.
- In respect of consortium and multiple banking arrangements there is no laid down structure for aggregating the loans from other lenders and hence there is inordinate delay in acquiring & thus resolution of such assets.

- e) The next big challenge for ARCs is to develop and possess requisite skill sets in managing turnaround story. Most of the ARCs are actually not engaged in the activities of “asset reconstruction” and consequently are not in a position to address challenges in resolution concerning restructure of limits, additional funding, operations of the restructured limits and revival of the account.
- f) On one hand, seeing the huge pile of stressed assets of Banks, there are enormous business opportunities for ARCs. On the other hand, quarterly data of RBI suggests that during H1 of FY 2018-19, sales of stressed assets to ARCs by both PSBs and PVBs witnessed deceleration. Bank group-wise, PVBs have been most aggressive on asset sales. PSBs lagged in asset sales mainly owing to large haircuts and various management issues.
- g) The present rating framework needs improvement. The valuation of the Security Receipts by the Rating Agencies, with a recovery rating scale, has lot of subjectivity in it as it values, on assumption basis, how much money can be realized from Security Receipts with underlying NPAs.
- h) Prolonged litigation remains a key challenge, for which the Insolvency and Bankruptcy Code (IBC) is a remedy - but effective implementation for resolution would be the key. This will boost the Investors' Confidence.
- I) Transparency on the part of the Banks and FIs in showcasing and selling financial assets is a very big issue.
- c) Opportunities for ARCs are enormous but capital remains a constraint. As such, ARCs with deep pockets will dominate and this might lead to consolidation and change in business model of ARCs.
- d) The challenges faced by ARCs call for regulatory interventions and hence there will be structural changes in the working of the ARCs, which will also improve the recovery rate of ARCs.
- e) ARCs have mostly stayed away from sectors such as power, construction etc. Regulations over the past couple of years have created a conducive atmosphere for investments in stressed assets. Therefore, to tap opportunities, ARCs are required to look at large assets that require large capital commitments. Therefore, smaller ARCs will need to bring in co-investors for buying those stressed assets.
- f) Multi-platform stressed asset play- i.e. ARC, stressed asset fund & NBFC- is the successful model that is gaining ground in tapping opportunities in the Indian stressed-asset market. Stressed-asset funds have significant experience and technical expertise in turnaround and resolution of stressed assets but they do not have access to provisions of the SARFAESI Act, and this continues to be relevant in certain situations even in the IBC regime. ARCs have capital constraints but benefit from access to provisions of the SARFAESI Act and understanding of local market conditions. NBFCs are also an important element of the overall stressed-asset play. They can plug the financing gap - currently, additional funding for the revival of assets is not easy to arrange.

#### **Outlook:**

- a) The share of subscriptions by banks to security receipts (SRs) issued by ARCs declined to 79.7 per cent by end-June 2018 from 82.7 per cent a year ago. Since April 1, 2017 the provisioning norms have been made progressively stringent in order to reduce banks' investments in SRs and incentivise ARCs and other Financial Institutions to bring in more capital.
- b) The eco system around resolution of NPAs is evolving fast with slew of enabling regulations. The positive regulatory environment has encouraged a lot of players in distressed debt-both global and domestic- Special Situation Funds, Hedge Funds, Pension Funds, Sovereign Funds, PE Investors, Strategic Buyers, Turnaround Specialists, etc. to come forward in large group.

Therefore, a group that has access to all these models is best positioned to grow its portfolio over the medium term. Most players are looking at a multi-platform strategy, as each platform has its own set of strengths and weaknesses.

Your company is in SME/small NPA segment and is seized of the rapid changes taking place in the industry. While it has a line of credit from Bank to temporarily address the resource constraint, it has also started working with co-investors for acquiring financial assets.

#### **Risk & Concerns:**

The various risks pertaining to company's business i.e. acquisition, resolution, operations are adequately addressed by robust procedures laid down in policies/operational manual and comprehensive approval/review



by asset acquisition/ resolution committees. Regular analysis on quarterly basis is done by Board to proactively manage business risks.

Your company has very competitive Board and experienced team who are well equipped to deal with the challenges and steer the company for better and consistent growth.

## **9. CORPORATE GOVERNANCE:**

Your Company being Unlisted is not governed by Regulation 27 under SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 containing mandatory provisions on Corporate Governance. However, its earnest endeavor has always been to benchmark its Corporate Governance practices with the best in the world. Integrity, transparency, accountability and compliance with laws which are the columns of good governance are cemented in the Company's robust business practices to ensure ethical and responsible leadership both at the Board and at the Management level.

The Company's Code of Business Conduct, its Management Policies and its well-structured internal control systems which are subjected to regular assessment for its effectiveness, reinforce integrity of Management and fairness in dealing with the Company's stakeholders.

Good corporate governance practices have always been an integral part of your Company's philosophy and your company is committed to achieving and maintaining the highest standards of corporate governance by separation of the Board's supervisory role from the Executive management and the constitution of Board committees comprising a majority of Independent Directors and chaired by an Independent Director, to oversee critical areas and functions.

## **10. BOARD OF DIRECTORS AND KEY MANAGERIAL PERSONAL**

The composition of the Directors is in accordance with the RBI guidelines issued for Asset Reconstruction/ Securitisation Companies.

None of the Directors will retire by rotation in the ensuing Annual General Meeting, as at present Company's Board has eight directors consisting of four Independent Directors, three Nominee Director from Bank of India and Allahabad Bank respectively, one Additional Director- Nominee of Andhra Bank and Managing Director who is not liable to retire by rotation as per Articles of the Company.

## • CHANGE IN BOARD OF DIRECTORS AND KEY MANAGERIAL PERSONNEL.

Changes in Directors and Key managerial personnel are as follows:

Sr. No.	Name of the Director/ Key managerial personnel	Designation	Event date
1.	Shri Angad Roy	Chief Financial Officer	Appointed as CFO w.e.f April 01st, 2018
2.	Shri Mahavadi Nagaraju	Nominee Director - Andhra Bank	Resigned on August 16th, 2018
3.	Smt. Naina Kurane	Company Secretary	Resigned on December 20th, 2018
4.	Kum. Pallavi Parikh	Company Secretary	Appointed as CS w.e.f. December 24th, 2018
5.	Shri V. K. Shunglu	Independent Director	Retired on March 31, 2019 and appointed as Additional Independent Director w.e.f. April 01st, 2019
6.	Prof. (Dr.) Nripendralal Mitra	Independent Director	Retired on March 31, 2019 and appointed as Additional Independent Director w.e.f. April 01st, 2019
7.	Shri Mukund M. Chitale	Independent Director	Retired on March 31, 2019 and appointed as Additional Independent Director w.e.f. April 01st, 2019
8.	Shri Bhaskara Rao Kare	Nominee Director - Andhra Bank	Appointed in the March 12, 2019 Board Meeting as Additional Director w.e.f. the date of RBI approval i.e. April 16th, 2019

## • DECLARATION BY THE INDEPENDENT DIRECTORS UNDER SECTION 149 (7) OF THE COMPANIES ACT, 2013:

Pursuant to Section 149 (4) of the Companies Act, 2013 read with The Companies (Appointment and Qualifications of Directors) Rules, 2014 the Central Government has prescribed that your Company shall have minimum two Independent Directors.

In view of the above provisions, your Company has following Independent Directors:

Sr. No.	Name of the Director	Date of appointment / Reappointment
1.	Shri V. K. Shunglu	April 01st, 2019 (Currently appointed as Additional Independent Director)
2.	Shri Mukund M. Chitale	April 01st, 2019 (Currently appointed as Additional Independent Director)
3.	Prof. (Dr.) Nripendralal Mitra	April 01st, 2019 (Currently appointed as Additional Independent Director)
4.	Shri B. A. Prabhakar	September 02nd, 2014

All the above Independent Directors meet the criteria of 'independence' prescribed under section 149(6) and have submitted declaration to the effect that they meet with the criteria of 'independence' as required under section 149(7) of the Companies Act, 2013

## 11. BOARD MEETINGS

The Board of Directors (herein after called as "the Board") met for four (4) number of times during the year under review:

Sr. No.	Date of Meetings	Venue and time of the meeting	Directors Present	Directors to whom Leave of absence was granted
1.	June 12th, 2018	Mumbai at 12:30 p.m.	7	Shri Mahavadi Raju - Nominee Director – Andhra Bank
2.	Sept. 11th, 2018	Mumbai at 11:30 a.m.	6	Shri Sanjay Aggarwal - Nominee Director- Allahabad Bank
3.	Dec. 19th, 2018	Delhi at 11:50 a.m.	7	All Directors present
4.	March 12th, 2019	Mumbai at 12:30 p.m.	6	Shri Sanjay Aggarwal - Nominee Director- Allahabad Bank

After the close of Financial year, Shri Bhaskara Rao Kare, Nominee Director- Andhra Bank was appointed as Additional Director (Nominee Director- Andhra Bank) on the Board of the Company w.e.f. the date of RBI approval i.e. April 16th, 2019.

## 12. COMMITTEES OF BOARD:

### 1. Nomination and Remuneration Committee:

In accordance with Section 178 of the Companies Act, 2013 your Company has “Nomination and Remuneration Committee” consisting of 4 non-executive independent directors.

The Composition of the Committee is as under:

Shri M. M. Chitale : Chairman  
 Shri V. K. Shunglu : Member  
 Prof. (Dr.) N.L. Mitra : Member  
 Shri B. A. Prabhakar : Member

The Nomination and Remuneration Committee met Three times during the Year under review:

Date of Meetings	Venue and time of the meeting	Member Present	Members to whom Leave of absence was granted
June 12, 2018	Mumbai & 11.50 a.m.	4	All members present
Dec. 19, 2018	Delhi & 11:10 a.m.	4	All members present
March 12, 2019	Mumbai & 11:15 a.m.	4	All members present

The Nomination and Remuneration Committee has formulated policy as per sub-section (3) of section 178 and the same is placed on the Website of the Company on the below mentioned weblink:

<http://www.asrecindia.co.in/files/documents/Nomination-and-Remuneration-Policy.pdf>

### 2. Audit Committee:

In accordance with Section 177 of the Companies Act, 2013 your company has “Audit Committee” comprising of Six directors, of which four directors are independent directors forming a majority. The Audit Committee acts in accordance with the Terms of Reference specified by the Board as well as the regulatory requirements of Section 177 of the Companies Act, 2013.

Its purpose is to assist the Board in fulfilling its oversight responsibilities of monitoring financial reporting processes, reviewing the Company's established systems and processes for internal financial controls, governance and reviewing the Company's statutory and internal audit activities.

#### The Composition of the Committee is as under:

Shri B. A. Prabhakar : Chairman  
 Shri V. K. Shunglu : Member

Shri M. M. Chitale : Member  
 Prof. (Dr.) N.L. Mitra : Member  
 Shri R .C. Thakur : Member  
 Shri Sanjay Aggarwal : Member  
 Shri Mahavadi Nagaraju: Member (Resigned on August 16, 2018)

The Audit Committee met four times during the Year under review:

Sr. No.	Date of Meetings	Venue and time of the meeting	Directors Present	Directors to whom Leave of absence was granted
1.	June 12, 2018	Mumbai & 12:00 noon	6	Shri Mahavadi Raju - Nominee Director – Andhra Bank
2.	Sept. 11, 2018	Mumbai & 11:00 a.m.	5	Shri Sanjay Aggarwal - Nominee Director- Allahabad Bank
3.	Dec. 19, 2018	Delhi & 11:20 a.m.	6	All Directors present
4.	March 12, 2019	Mumbai & 11:45 a.m.	5	Shri Sanjay Aggarwal - Nominee Director- Allahabad Bank

### Acceptance of recommendations of the Audit Committee

The Management acted upon the observations and suggestions of the Audit Committee.

### 3. Corporate Social Responsibility Committee

In accordance with Section 135 of the Companies Act, 2013 your Company has constituted a Corporate Social Responsibility Committee consisting of Five Directors out of which four directors are independent Director.

#### The Composition of this Committee is as under.

Shri V. K. Shunglu : Chairman  
 Shri M. M. Chitale : Member  
 Prof. (Dr.) N.L. Mitra : Member  
 Shri B. A. Prabhakar : Member  
 Shri Dhananjay Kumar Jain : Member

The Corporate Social Responsibility Committee met twice during the Year under review:

Date of Meetings	Venue and time of the meeting	Member Present	Members to whom Leave of absence was granted
June 12, 2018	Mumbai & 11.40 a.m.	5	All members present
Sept. 11, 2018	Mumbai & 10:45 a.m.	5	All members present

### Corporate Social Responsibility Initiatives

As part of its initiatives under “Corporate Social Responsibility (CSR), the Company has undertaken projects in the areas of “Promoting education, including special education and employment enhancing vocational skills especially among children, women, elderly and the differently able and livelihood enhancement projects”

These projects are in accordance with Schedule VII of the Companies Act, 2013.

During the year your Company has contributed to the following projects under CSR:

Sr. No.	Particulars	Qty	Cost per KW in ₹	Total ₹	CSR Amount (₹)
1. (a)	Designing, Concept Development, System Setup and implementation of the system with necessary equipment's such as Solar PV Modules, PCU, Galvanized Module Mounting Structure, Inverter, Cable & Other related accessories, Junction Boxes, Surge protection devices & Other accessories, Earthing Set and other balance of system, etc.,	33 KW	53000	17,49,000	
(b)	Design for Civil Work for structure, Installation and Commissioning of the project & Liaison cost				
2.	Freight and Transport		Inclusive in the above price quoted		
3.	Fees for Distribution Company Permissions and agreement as distribution licensee		Inclusive in the above price quoted		
	<b>TCO for the project (till handover) – (1.a+1.b+2+3)</b>			<b>18,36,450</b>	
	<b>Total amount approved for CSR</b>				<b>18,09,000</b>

\* ₹ 27,450 to be paid by Asmita Trust.

#### 4. Valuation Committee

The Valuation Committee of the Board comprises of the following four Directors: -

Shri V. K. Shunglu : Chairman  
 Shri M. M. Chitale : Member  
 Shri B. A. Prabhakar : Member  
 Shri Dhananjay Kumar Jain : Member

The scope of the Valuation Committee envisages deciding the values and acquisition of the various financial assets offered for sale.

The Valuation Committee did not meet during the Year.

#### 5. Resolution Committee

The Resolution Committee comprises of the following four Directors:

Shri V. K. Shunglu : Chairman  
 Prof. (Dr.) N.L. Mitra : Member  
 Shri B. A. Prabhakar : Member  
 Shri Dhananjay Kumar Jain : Member

The Resolution Committee met four times during the Year under review:

Sr. No.	Date of Meetings	Venue	Members Present	Members to whom Leave of absence was granted
1.	June 12th, 2018	Mumbai & 11:30 a.m.	4	All members present
2.	Sept. 11th, 2018	Mumbai & 10:30 a.m.	4	All members present
3.	Dec. 19th, 2018	Delhi & 11:00 a.m.	4	All members present
4.	March 12th, 2019	Mumbai & 11:30 a.m.	4	All members present



The scope of the Resolution Committee envisages resolution of various financial assets acquired.

### 13. CORPORATE SOCIAL RESPONSIBILITY INITIATIVES

In compliance with Section 135 of the Companies Act, 2013 read with the Companies (Corporate Social Responsibility Policy) Rules, 2014, the Company has established Corporate Social Responsibility ('CSR') Committee and statutory disclosures with respect to the CSR Committee and an Annual Report on CSR Activities forms part of this Report as Annexure 1. The CSR Policy as recommended by the CSR Committee and as approved by Board is available on the website of the Company at <http://www.asrecindia.co.in/files/documents/Corporate-Social-Responsibility.pdf>

As part of its initiatives under Corporate Social Responsibility (CSR), the Company has contributed for projects in the areas of Promoting education, including special education and employment enhancing vocational skills especially among children, women, elderly and the differently-able and livelihood enhancement projects. These projects are in accordance with Schedule VII of the Companies Act, 2013.

### 14. CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO:

Particulars required as per Section 134 of the Companies Act, 2013 read with rule 8 of the Companies (Accounts) Rules, 2014 (Disclosure of Particulars in the Report of Board)

#### A. Conservation of Energy

The Company is in the service sector; hence this part of the Disclosures is not applicable.

#### B. Technology Absorption

The Company is in the service sector; hence this part of the Disclosures is not applicable.

### C. Foreign Exchange Earnings and Outgo

There has been no foreign exchange earnings and outgo during the period under review.

### 15. MATERIAL CHANGES AFFECTING THE COMPANY AND CHANGE IN THE NATURE OF BUSINESS.

There have been no material changes and commitments affecting the financial position of the company between the end of the financial year and the date of the report. Also there has been no change in the nature of business of the Company during the year under review.

### 16. ANNUAL RETURN

Pursuant to the provisions of Section 134(3)(a) and Section 92(3) of the Companies Act, 2013 read with Rule 12 of the Companies (Management and Administration) Rules, 2014, the extracts of the Annual Return as at March 31, 2019, forms part of this report as "Annexure 2" and the same is available on the website of the Company at [http://www.asrecindia.co.in/Annual\\_Return](http://www.asrecindia.co.in/Annual_Return)

### 17. DETAILS OF SUBSIDIARY / JOINT VENTURES / ASSOCIATE COMPANIES

In Accordance with the provisions of Section 129 read with Section 2 (6) and 2 (87) of the Companies Act, 2013, your Company does not have any Subsidiary/ Joint Ventures/Associate Company.

However, pursuant to the provisions of the Companies (Indian Accounting Standards) Rule 2015, your Company has implemented Indian Accounting Standards (First Time) for preparation of its Financial Statement and the following Securitization Trusts ( floated by your Company) have been considered as 'subsidiaries' for consolidation of Financial Statements:

Sr. No.	Name	Sr. No.	Name
1	ASREC PS 01/2018-19 TRUST	9	ASREC PS 04/2017-18 TRUST
2	ASREC PS 02/2018-19 TRUST	10	ASREC PS 05/2017-18 TRUST
3	ASREC PS 03/2018-19 TRUST	11	ASREC PS 06/2017-18 TRUST
4	ASREC PS 04/2018-19 TRUST	12	ASREC PS 07/2017-18 TRUST
5	ASREC PS 05/2018-19 TRUST	13	ASREC PS 08/2017-18 TRUST
6	ASREC PS 01/2017-18 TRUST	14	ASREC PS 09/2017-18 TRUST
7	ASREC PS 02/2017-18 TRUST	15	ASREC PS 10/2017-18 TRUST
8	ASREC PS 03/2017-18 TRUST	16	ASREC PS 11/2017-18 TRUST

Sr. No.	Name	Sr. No.	Name
17	ASREC PS 01/2016-17 TRUST	60	ASREC PS 23/2014-15 TRUST
18	ASREC PS 02/2016-17 TRUST	61	ASREC PS 24/2014-15 TRUST
19	ASREC PS 03/2016-17 TRUST	62	ASREC PS 25/2014-15 TRUST
20	ASREC PS 05/2016-17 TRUST	63	ASREC PS 26/2014-15 TRUST
21	ASREC PS 01/2015-16 TRUST	64	ASREC PS 27/2014-15 TRUST
22	ASREC PS 02/2015-16 TRUST	65	ASREC PS 28/2014-15 TRUST
23	ASREC PS 03/2015-16 TRUST	66	ASREC PS 29/2014-15 TRUST
24	ASREC PS 04/2015-16 TRUST	67	ASREC PS 30/2014-15 TRUST
25	ASREC PS 05/2015-16 TRUST	68	ASREC PS 31/2014-15 TRUST
26	ASREC PS 06/2015-16 TRUST	69	ASREC PS 01/2013-14 TRUST
27	ASREC PS 07/2015-16 TRUST	70	ASREC PS 02/2013-14 TRUST
28	ASREC PS 08/2015-16 TRUST	71	ASREC PS 03/2013-14 TRUST
29	ASREC PS 09/2015-16 TRUST	72	ASREC PS 04/2013-14 TRUST
30	ASREC PS 10/2015-16 TRUST	73	ASREC PS 05/2013-14 TRUST
31	ASREC PS 11/2015-16 TRUST	74	ASREC PS 01/2012-13 TRUST
32	ASREC PS 12/2015-16 TRUST	75	ASREC PS 02/2012-13 TRUST
33	ASREC PS 13/2015-16 TRUST	76	ASREC PS 03/2012-13 TRUST
34	ASREC PS 14/2015-16 TRUST	77	ASREC PS 04/2012-13 TRUST
35	ASREC PS 16/2015-16 TRUST	78	ASREC PS 05/2012-13 TRUST
36	ASREC PS 17/2015-16 TRUST	79	ASREC PS 06/2012-13 TRUST
37	ASREC PS 18/2015-16 TRUST	80	ASREC PS 07/2012-13 TRUST
38	ASREC PS 01/2014-15 TRUST	81	ASREC PS 01/2009-10 TRUST
39	ASREC PS 02/2014-15 TRUST	82	ASREC-PS 02/2009-10 TRUST
40	ASREC PS 03/2014-15 TRUST	83	ASREC-PS 03/2009-10 TRUST
41	ASREC PS 04/2014-15 TRUST	84	ASREC PS 04/2009-10 TRUST
42	ASREC PS 05/2014-15 TRUST	85	ASREC-PS 05/2009-10 TRUST
43	ASREC PS 06/2014-15 TRUST	86	ASREC-PS 06/2009-10 TRUST
44	ASREC PS 07/2014-15 TRUST	87	ASREC-PS 07/2009-10 TRUST
45	ASREC PS 08/2014-15 TRUST	88	ASREC PS 01/2008-09 TRUST
46	ASREC PS 09/2014-15 TRUST	89	ASREC-PS 02/2008-09 TRUST
47	ASREC PS 10/2014-15 TRUST	90	ASREC PS 03/2008-09 TRUST
48	ASREC PS 11/2014-15 TRUST	91	ASREC-PS 04/2008-09 TRUST
49	ASREC PS 12/2014-15 TRUST	92	ASREC PS-01/2007-08 TRUST
50	ASREC PS 13/2014-15 TRUST	93	ASREC PS-02/2007-08 TRUST
51	ASREC PS 14/2014-15 TRUST	94	ASREC PS 03/2007-08 TRUST
52	ASREC PS 15/2014-15 TRUST	95	ASREC PS-04/2007-08 TRUST
53	ASREC PS 16/2014-15 TRUST	96	ASREC PS 05/2007-08 TRUST
54	ASREC PS 17/2014-15 TRUST	97	ASREC-PS 01/06 TRUST
55	ASREC PS 18/2014-15 TRUST	98	ASREC PS 02/06 TRUST
56	ASREC PS 19/2014-15 TRUST	99	ASREC-PS 04/06 TRUST
57	ASREC PS 20/2014-15 TRUST	100	ASREC PS 05/06 TRUST
58	ASREC PS 21/2014-15 TRUST	101	ASREC-PS 07/06 TRUST
59	ASREC PS 22/2014-15 TRUST		

## 18. DEPOSITS:

Your Company has not accepted any deposits within the meaning of Section 73(1) of the Companies Act, 2013 and the Rules made thereunder;

## 19. INTERNAL CONTROL SYSTEMS AND THEIR ADEQUACY

The Company has a well-defined Internal Control System, commensurate with the nature, scale and intricacy of its operations. The scope and authority of the Internal Audit (IA) function is defined in the Internal Audit Charter. To maintain its objectivity and independence, the Internal Audit function reports to the Chairman of the Audit Committee of the Board.

The detailed Audit on Internal Financial Controls was conducted by the existing internal auditor, M/s Mithun Girish & Associates, Chartered Accountants for the F.Y. 2018-19. The Auditor has concluded that the Internal Financial control framework with respect to financial reporting is satisfactory and operating effectively.

The Management monitors and evaluates the efficiency and adequacy of internal control system in the Company, its compliance with operating systems, internal financial controls, accounting procedures, regulators policies and Company policies. Based on the suggestions, recommendation and reports of internal audit function; management undertakes corrective action in their respective areas and thereby strengthens the controls. Significant audit observations and corrective actions thereon are presented to the Audit Committee of the Board.

## 20. AUDITORS:

### 1. Statutory Auditors:

M/s. Chokshi & Chokshi LLP, Chartered Accountants, Mumbai were appointed as Company's Statutory Auditors by the office of the Comptroller and Auditor General of India (CAG) for the financial year 2018-19, who have completed their independent audit of Company's Accounts and Accounts of various Trusts set up by the company successfully. Their appointment was in accordance with the provisions of Section 139(5) and that they meet with the criteria prescribed under section 141 of the Companies Act, 2013.

### 2. Secretarial Auditor

Your Company has appointed M/s. Pramod S. Shah and Associates as a Secretarial Auditor of the Company, according to the provision of section 204 of the Companies, Act 2013 for conducting Secretarial Audit of Company for the financial year 2018-19.

M/s. Pramod S. Shah and Associates have issued the Audit report which is attached in "**Annexure 3**".

### 3. Internal Auditors:

M/s Mithun Girish & Associates, Chartered Accountants, Mumbai, Company's Internal Auditors carried out internal audit for the financial year 2018-19.

**None of the auditors (Statutory / Secretarial / Internal) have given any qualification, reservation or adverse remark or disclaimer in their report.**

## 21. LOANS, GUARANTEES OR INVESTMENTS BY THE COMPANY

During the year under review, your Company has not given any loan to any person or other body corporate, given any guarantee or provide security in connection with a loan to any other body corporate or person and acquired by way of subscription, purchase or otherwise, the securities of any other body corporate under Section 186 of the Companies Act, 2013

## 22. CONTRACT OR ARRANGEMENT WITH RELATED PARTIES

During the year under review there were no contracts or arrangements with related parties falling under the preview of Section 188 of the Companies Act, 2013. However, contracts entered with related parties in its ordinary course of business and on arm's length basis are detailed in "**Annexure - 4**"

## 23. RISK MANAGEMENT

The Board of Directors of your Company have identified industry specific risk and other external, internal, political and technological risk which in opinion of the board are threat to the Company. The Company's main business is of acquisition of Financial Asset (NPA's), resolution thereof and investment of its surplus funds.

The Company has well defined Board approved acquisition, resolution and Investment policies along with delegation of power encompassing various risk mitigation measures.

#### **24. ANNUAL EVALUATION BY THE BOARD OF ITS OWN PERFORMANCE AND THAT OF ITS COMMITTEES AND INDIVIDUAL DIRECTORS:**

As required under section 178(2) of the Companies Act, 2013 and under Schedule IV to the Companies Act, 2013 on Code of conduct for Independent Directors, a comprehensive exercise for evaluation of the performances of every individual director, of the Board as a whole and its Committees and of the Chairman of the Company has been carried out by your company during the year under review as per the evaluation criteria approved by the Board and based on guidelines given in Schedule IV to the Companies Act, 2013.

For the purpose of carrying out performance evaluation exercise, Evaluation forms were devised in which the evaluating authority has allotted to the individual Director, the Board as a whole, its Committees and the Chairperson appropriate rating as Excellent, Very Good, Good or Satisfactory depending upon the performance.

Such evaluation exercise has been carried out of the Board as a whole and its Committees by all the Independent Directors and Board by itself.

Having regard to the industry, size and nature of business, your company is engaged in, the evaluation methodology adopted is, in the opinion of the Board, sufficient, appropriate and is found to be serving the purpose.

#### **25. PARTICULARS OF EMPLOYEES**

None of the employees of the Company is drawing remuneration in excess of the limits prescribed under Rule (5) (2) of Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

#### **26. DISCLOSURE UNDER THE SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013**

Your Company is committed to provide a work environment that ensures every woman employee is treated with dignity and respect and afforded

equitable treatment. Your Company has always endeavored in providing a safe and harassment free workplace environment that is free from unfairness, discrimination and harassment including sexual harassment for every employee through various interventions and practices.

A policy on Prevention of Sexual Harassment at Workplace was adopted during the financial year 2014-15 by the Board. The policy aims at prevention of harassment of women and lays down the guidelines for identification, reporting and prevention of undesired behavior. Internal Complaints Committee (ICC) was set up from the senior management with women employees constituting as Chairperson. The ICC is responsible for redressal of complaints related to sexual harassment and follows the guidelines provided in the Policy.

During the year ended 31 March 2019, no complaints were received by the ICC pertaining to sexual harassment.

#### **OTHER DISCLOSURES:**

- The Company is in compliance with applicable Secretarial Standards issued by Institute of Company Secretaries of India.
- No significant or material orders were passed by the Regulators/Courts/Tribunals in respect to the Company during the financial year.
- The Provisions of maintenance of cost records and Cost Audit as specified by the Central Government under sub-section (1) of section 148 of the Companies Act, 2013 are not applicable to the Company.
- Your Company did not transfer any sum to the General Reserve for the financial year under review.
- There have been no instances of any fraud reported by the Statutory Auditors under Section 143(12) of the Act.

#### **DIRECTORS' RESPONSIBILITY STATEMENT**

Pursuant to sub-section (5) of Section 134 of the Companies Act, 2013 and to the best of their knowledge and belief and according to the information and explanations obtained /received from the operating management, your Directors make the following statement in terms of Section 134(3)(c) of the Companies Act, 2013 and confirm that:

- (a) in the preparation of the annual accounts/financial statements as on March 31st, 2019, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- (b) that such accounting policies as mentioned in Note 1 of the Standalone Balance Sheet and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year 2018-19 and of the profit and loss of the company for that period;
- (c) that proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- (d) that the annual accounts on a going concern basis; and
- (e) that proper internal financial controls were in place and that the financial controls were adequate and were operating effectively
- (f) the directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

**Acknowledgement**

Your Directors place on record their sincere gratitude for the assistance, support, guidance and co-operation the Company has received from all stakeholders, RBI, and other Regulatory Authorities. Your Directors would like to express a deep sense of appreciation for the commitment shown by the employees in supporting the Company in its continued robust performance on all fronts.

**For and on behalf of the Board**

Chariman

Place: Mumbai

Date: 12th June 2019



# ANNEXURES TO BOARD'S REPORT

## ANNEXTURE 1

### ANNUAL REPORT ON CORPORATE SOCIAL RESPONSIBILITY (CSR) ACTIVITIES

1. A brief outline of the Company's CSR Policy, including overview of projects or programs proposed to be undertaken and a reference to the web-link to the CSR policy and projects or programs.

CSR Policy is stated herein below:

#### Weblink:

<http://asrecindia.co.in/files/documents/Corporate-Social-Responsibility.pdf>

2. The Composition of the CSR Committee:

- Shri V.K. Shunglu (Independent Director/ Chairman)
- Shri Mukund M. Chitale (Independent Director)
- Prof. (Dr.) N. L. Mitra (Independent Director)

- Shri B. A. Prabhakar (Independent Director)
  - Shri D. K. Jain (MD & CEO)
3. The average net profit of the Company for the last three financial years is ₹ 904.38Lakhs.
  4. Accordingly, the prescribed CSR expenditure (2 % of the above-mentioned amount in item No.3)  
The Company is required to spend ₹ 18.09 Lakhs towards CSR
  5. Details of CSR expenditure spent during the financial year:
    - a. Total amount to be spent for the financial year ₹ 18.09 Lakhs
    - b. Amount unspent, if any: NIL
    - c. Manner in which the amount spent during the financial year is detailed below:

1	2	3	4	5	6	7	8
SI. No.	CSR project or activity Identified	Sector in which the Project is covered	Projects or programs (1) Local area or other (2) Specify the State and district where projects or programs was undertaken	Amount outlay (budget) project or programs wise	Amount spent on the projects or programs Sub-heads: (1) Direct expenditure on projects or programs (2) Overheads	Cumulative expenditure upto to the reporting period	Amount spent: Direct or through implementing agency
1.	*Asmita Social, Culture & Educational Trust	Promoting education, including special education and employment enhancing vocational skills especially among children, women, elderly, and the differently-able and livelihood enhancement projects	Asmita Bhavan, Ajgaonkar Maidan, Western Express highway, Jogeshwari (East), Mumbai - 400060, Maharashtra	18,09,000	18,36,450	18,09,000	implementing agency
Total				18,09,000	18,36,450**	18,09,000	-

\*\* ₹ 27,450 to be paid by Asmita Trust.

**\*Details of Implementing Trust: -**

**Asmita Trust**

Asmita is an organization registered under Public Trust Act 1950 vide Reg. No. 482/77 dated 5/11/77 and society registered under Societies Registration Act, 1860. It imparts services in the field of Social, Cultural, and Educational since May 1976. The said Trust is registered under Section 80G (5) of Income Tax Act.

The Trust has 11 members on board, as trustees with Mr. P. L. Wankhede, CA by profession, as the president and Mr. Jagdish Samant as the Executive president on board. Trust has 250 members including life members.

In the journey of last 35 years established land marks are Asmita Bhavan on western express highway, Chhatrapati Shivaji Shishu Vikas Mandir in Bandrekarwadi, Manohar Hariram Chogle Centre for Physically Challenged.

The CSR Committee of the Company hereby confirms that the implementation and monitoring of CSR Policy, is in compliance with CSR objectives and Policy of the Company. Further the Company has obtained utilization certificate form Asmita Trust in order to ensure the utilization of the funds contributed to the Trust.

**For ASREC (India) Limited      For ASREC (India) Limited**

(Chairman CSR Committee)      (Managing Director & CEO)

# ANNEXURES II

## Form No. MGT-9 EXTRACT OF ANNUAL RETURN as on the financial year ended March 31, 2019

[Pursuant to section 92(3) of the Companies Act, 2013 and rule 12(1) of the Companies (Management and Administration) Rules, 2014]

### I. REGISTRATION AND OTHER DETAILS

i	CIN:-	U67100MH2003GOI143291
ii	Registration Date	November 25, 2003
iii	Name of the Company	ASREC (INDIA) LIMITED
iv	Category / Sub-Category of the Company	Company limited by shares/Union Govt. Company
v	Address of the Registered office and contact details	Unit No. 201, 200A, 202 & 200B, Ground Floor, Build No. 2, Solitaire Corporate Park, Andheri (E), Andheri Kurla Road, Chakala, Mumbai- 400 093
vi	Whether listed company	Unlisted
vii	Name, Address and Contact details of Registrar and Transfer Agent, if any	Satellite Corporate Services Pvt. Ltd. Category I Registrar and Share Transfer agent Unit No. 49, Bldg. No. 13, A-B, 2nd Floor, Samhita Commercial Co-op. Soc., Ltd. Opp. Andheri Kurla Road, MTNL Lane, Sakinaka, Mumbai - 400 072.

### II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

All the business activities contributing 10% or more of the total turnover of the company shall be stated:-

Sr. No.	Name and Description of main products / services	NIC Code of the Product/ service	% to total turnover of the Company
1	Securitization and Reconstruction company registered under the SARFAESI	64990	100

### III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES

Sr. No.	NAME AND ADDRESS OF THE COMPANY	CIN/GLN	HOLDING/ SUBSIDIARY/ ASSOCIATE	% of shares held	Applicable Section
			NA		

#### IV. SHARE HOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity)

##### I. Category-wise Share Holding

Category of Shareholders	No. of Shares held at the beginning of the year			No. of Shares held at the end of the year			% Change during the year	
	Demat	Physical	Total	% of total shares	Demat	Physical		Total
<b>A. Promoters</b>								
<b>(1) Indian</b>								
a) Individual/HUF	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
b) Central Govt	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
c) State Govt (s)	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
d) Bodies Corp.	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
e) Banks / FI	97500000	-	97500000	99.49	97499900	-	97499900	99.49
f) Any Other...	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
<b>Sub-total (A) (1):-</b>	<b>97500000</b>	<b>-</b>	<b>97500000</b>	<b>99.49</b>	<b>97499900</b>	<b>-</b>	<b>97499900</b>	<b>99.49</b>
<b>(2) Foreign</b>								
a) NRIs - Individuals	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
b) Other – Individuals	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
c) Bodies Corp.	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
d) Banks / FI	500000	-	500000	0.51	500000	-	500000	0.51
e) Any Other...	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
<b>Sub-total (A) (2):-</b>	<b>500000</b>	<b>-</b>	<b>500000</b>	<b>0.51</b>	<b>500000</b>	<b>-</b>	<b>500000</b>	<b>0.51</b>
<b>Total shareholding of Promoter (A) = (A)(1)+(A)(2)</b>	<b>98000000</b>	<b>-</b>	<b>98000000</b>	<b>100</b>	<b>97499900</b>	<b>-</b>	<b>97499900</b>	<b>100</b>
<b>B. Public Shareholding</b>								
<b>1. Institutions</b>								
a) Mutual Funds	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
b) Banks / FI	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
c) Central Govt	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
d) State Govt(s)	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
e) Venture Capital Funds	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
f) Insurance Companies	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
g) FIIs	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
h) Foreign Venture Capital Funds	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00

Category of Shareholders	No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				
	Demat	Physical	Total	% of total shares	Demat	Physical	Total	% of total shares	% Change during the year
i) Others (specify)	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
<b>Sub-total (B)(1):-</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>
<b>2. Non-Institutions</b>									
<b>a) Bodies Corp.</b>									
i) Indian	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
ii) Overseas	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
<b>b) Individuals</b>									
i) Individual shareholders holding nominal share capital upto Rs. 1 lakh	0.00	0.00	0.00	0.00	100.00	0.00	100.00	0.00	0.00
ii) Individual shareholders holding nominal share capital in excess of Rs.1 lakh	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
<b>c) Others (specify)</b>									
<b>Sub-total (B)(2):-</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>100.00</b>	<b>0.00</b>	<b>100.00</b>	<b>0.00</b>	<b>0.00</b>
<b>Total Public Shareholding (B) = (B)(1) + (B)(2)</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>
<b>C. Shares held by Custodian for GDRs &amp; ADRs</b>	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
<b>Grand Total (A + B + C)</b>	<b>98000000</b>	<b>-</b>	<b>98000000</b>	<b>100</b>	<b>98000000</b>	<b>-</b>	<b>98000000</b>	<b>100</b>	<b>No</b>



ii. Shareholding of promoters

Sr. No.	Shareholders Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% change in share holding during the year
		No of Shares	% of total shares of company	% of Shares Pledged / encumbered to total shares	No of Shares	% of total shares of company	% of Shares Pledged / encumbered to total shares	
1	Allahabad Bank	2,64,99,900	27.04	0.00	2,64,99,900	27.04	0.00	0.00
2	Andhra Bank	2,55,00,000	26.02	0.00	2,55,00,000	26.02	0.00	0.00
3	Bank of India	2,55,00,000	26.02	0.00	2,55,00,000	26.02	0.00	0.00
4	Indian Bank	1,10,00,000	11.22	0.00	1,10,00,000	11.22	0.00	0.00
5	Life Insurance Corporation of India	90,00,000	9.18	0.00	90,00,000	9.18	0.00	0.00
6	Deutsche Bank	5,00,000	0.51	0.00	5,00,000	0.51	0.00	0.00
	<b>Total</b>	<b>9,79,99,900</b>	<b>100.00</b>	<b>0.00</b>	<b>9,79,99,900</b>	<b>100.00</b>	<b>0.00</b>	<b>0.00</b>

\*Fraction is compensated by fraction of % shares of other investors.

iii. **Change in Promoter's Shareholdings (please specify, if there is no change)**

Specified Undertaking of Unit Trust of India (SUUTI)

Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
	No. of Shares	% of total shares of the company	No. of Shares	% of total shares of the company
At the beginning of the year	100	0.00	100	0.00
Date wise Increase/Decrease in Promoters Shareholding during the year specifying the reasons for increase /decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	(100)	0.00	(100)	0.00
At the End of the year	0	0.00	0	0.00

iv. **Shareholding Pattern of Top Ten Shareholders (Other than Directors, Promoters and Holders of GDRs and ADRs)**

For Each of the Top 10 Shareholders	Shareholding at the beginning of the year		Shareholding at the end of the year	
	No. of Shares	% of total shares of the company	No. of Shares	% of total shares of the company
NOT APPLICABLE				

v. **Shareholding of Directors and key managerial personnel:**

Shri Dhananjay Kumar Jain

For Each of the Directors and KMP	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
	No. of Shares	% of total shares of the company	No. of Shares	% of total shares of the company
At the beginning of the year	0	0.00	0	0.00
Date wise Increase /Decrease in Promoters Shareholding during the year specifying the reasons for increase /decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	100	0.00	100	0.00
At the End of the year	100	0.00	100	0.00

**V. INDEBTEDNESS (₹ Lakhs)**

Indebtedness of the Company including interest outstanding/accrued but not due for payment

	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
<b>Indebtedness at the beginning of the financial year</b>				
i) Principal Amount (Canara bank OD a/c)	4400.95	0.00	0.00	4400.95
ii) Interest due but not paid	0.00	0.00	0.00	0.00
iii) Interest accrued but not due	0.00	0.00	0.00	0.00
<b>Total (i+ii+iii)</b>	<b>4400.95</b>	<b>0.00</b>	<b>0.00</b>	<b>4400.95</b>
Change in Indebtedness during the financial year				
Addition	6751.63	0.00	0.00	6751.63
Reduction	(8662.02)	0.00	0.00	(8662.02)
Net Change	(1910.39)	0.00	0.00	(1910.39)
Indebtedness at the end of the financial year				
i) Principal Amount	2478.96	0.00	0.00	2478.96
ii) Interest due but not paid	11.60	0.00	0.00	11.60
iii) Interest accrued but not due	0.00	0.00	0.00	0.00
<b>Total (i+ ii+ iii)</b>	<b>2490.56</b>	<b>0.00</b>	<b>0.00</b>	<b>2490.56</b>

**VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL**

Sr. No.	Particulars of Remuneration	Shri Dhananjay Kumar Jain (MD & CEO)
<b>Gross salary</b>		
1	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	61,04,915
2	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	1,13,574
3	(c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961	-
4	Stock Option	-
5	Sweat Equity	-
6	Commission	-
	- as % of profit	-
	- others, specify...	-
	Others, please specify	-
	<b>Total (A)</b>	<b>62,18,489</b>

## B. Remuneration to other directors:

Sr. No.	Particulars of Remuneration	Shri. V K Shunglu	Prof. N L Mitra	Shri M M Chitale	Shri B A Prabhakar	Total Amount
1.	Independent Directors					
	• Fee for attending board/committee meetings	2,60,000	2,60,000	2,05,000	2,60,000	9,85,000
	• Commission	-	-	-	-	-
	• Others, please specify	-	-	-	-	-
	<b>Total (1)</b>	<b>2,60,000</b>	<b>2,60,000</b>	<b>2,05,000</b>	<b>2,60,000</b>	<b>9,85,000</b>
2.	Other Non-Executive Directors					
	• Fee for attending board / committee meetings	-	-	-	-	-
	• Commission	-	-	-	-	-
	• Others, please specify	-	-	-	-	-
	<b>Total (2)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
	<b>Total (B)=(1+2)</b>	<b>2,60,000</b>	<b>2,60,000</b>	<b>2,05,000</b>	<b>2,60,000</b>	<b>9,85,000</b>

## C. Remuneration To Key Managerial Personnel Other Than MD/Manager/WTD

Sr. No.	Particulars of Remuneration	Key Managerial Personnel		
		Company Secretary	CFO	Total
	Gross salary			
1	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	9,87,670	25,14,446	35,02,116
	(b) Value of perquisites u/s 17(2)			
2	Income-tax Act, 1961		-	
	(c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961			
3	Stock Option	-	-	-
4	Sweat Equity	-	-	-
5	Commission	-	-	-
	- as % of profit	-	-	-
	- others, specify...	-	-	-
7	Others, please specify	-	-	-
	<b>Total</b>	<b>9,87,670</b>	<b>25,14,446</b>	<b>35,02,116</b>

## VII. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES:

Type	Section of the Companies Act	Brief Description	Details of Penalty/ Punishment/ Compounding fees imposed	Authority (RD / NCLT/COURT)	Appeal made, if any (give Details)
<b>A. COMPANY</b>					
Penalty					
Punishment			None		
Compounding					
<b>B. DIRECTORS</b>					
Penalty					
Punishment			None		
Compounding					
<b>C. OTHER OFFICERS IN DEFAULT</b>					
Penalty					
Punishment			None		
Compounding					

## ANNEXURES III

### FORM NO. MR-3 SECRETARIAL AUDIT REPORT

for the year ended March 31st, 2019

[Pursuant to section 204(1) of the Companies Act, 2013 and Rule No.9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014]

To,  
The Members,  
Asrec (India) Limited

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by ASREC (India) Limited (hereinafter called the Company). Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conduct/statutory compliances and expressing our opinion thereon.

Based on our verification of Company's books, papers, minute books, forms and returns filed and other records maintained by the company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, we hereby report that in our opinion, the Company has, during the audit period covering the year ended March 31st, 2019, complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

We have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the year ended March 31st, 2019 according to the provisions of:

- (1) The Companies Act, 2013 (the Act) and the rules made there under;
- (2) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made there under; **(Not Applicable to the Company during the Audit Period);**
- (3) The Depositories Act, 1996 and the Regulations and Bye-laws framed there under; **(Not Applicable to the Company during the Audit Period);**
- (4) Foreign Exchange Management Act, 1999 and the rules and regulations made there under; **(Not Applicable to the Company during the Audit Period);**
- (5) The Securitization and Reconstruction of Financial Assets and Enforcement of Security Interest Act, 2002;
- (6) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):-
  - (a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011 **(Not Applicable to the Company during the Audit Period);**
  - (b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 1992 and The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015 as amended from time to time **(Not Applicable to the Company during the Audit Period);**
  - (c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009 **(Not Applicable to the Company during the Audit Period).**
  - (d) The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999 and The Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014 **(Not Applicable to the Company during the Audit Period);**
  - (e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008



**(Not Applicable to the Company during the Audit Period);**

- (f) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client **(Not Applicable to the Company during the Audit Period);**
- (g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009 **(Not Applicable to the Company during the Audit Period);and**
- (h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998 **(Not Applicable to the Company during the Audit Period);**

We have also examined compliance with the applicable clauses of the following:

- (i) Secretarial Standards issued by The Institute of Company Secretaries of India (SS - 1 and SS - 2);
- (ii) The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015; **(Not Applicable to the Company during the Audit Period);**

During the period under review, the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc. mentioned above and no observations were found.

**We further report that**

The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act.

Adequate notice is given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent at least seven days in advance, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.

During the period, all the decisions in the Board Meetings were carried unanimously and recorded in the minutes of the meetings of the Board of Directors or Committee of the Board, as the case may be.

We have relied on the representation made by the Company and its Officers for the systems and mechanism framed by the Company for compliances under other Acts, Laws and Regulations applicable to the Company.

**We further report that** there are adequate systems and processes in the company commensurate with the size and operations of the company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

**We further report that** during the audit period there were no specific events/actions having a major bearing on the Company's affairs.

**Pramod S. Shah & Associates**  
(Practising Company Secretaries)

Pramod S. Shah - Partner  
Pramod S. Shah & Associates  
FCS No.: 334  
C P No.: 3804

Place: Mumbai  
Date: 21st May 2019

# ANNEXURES IV

## Form No. AOC-2

(Pursuant to clause (h) of sub-section (3) of section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014)

**Form for disclosure of particulars of contracts / arrangements entered into by the company with related parties referred to in sub-section (1) of section 188 of the Companies Act, 2013 including certain arm's length transactions under third proviso thereto**

### 1. Details of contracts or arrangements or transactions not at arm's length basis

- (a) Name(s) of the related party and nature of relationship: NA
- (b) Nature of contracts/arrangements/transactions: NA
- (c) Duration of the contracts / arrangements / transactions: NA
- (d) Salient terms of the contracts or arrangements or transactions including the value, if any: NA
- (e) Justification for entering into such contracts or arrangements or transactions: NA
- (f) Date(s) of approval by the Board: NA
- (g) Amount paid as advances, if any: NA
- (h) Date on which the special resolution was passed in general meeting as required under first proviso to section 188: NA

### 2. Details of material contracts or arrangement or transactions at arm's length basis

- (a) Name(s) of the related party and nature of relationship:

Holding Co.	NIL
Investing Party	Bank of India, Andhra Bank & Allahabad Bank
Subsidiary	NIL
Fellow Subsidiary	NIL
Associates/ Joint Venture	NIL
Key Management Personnel	Shri Dhananjay Kumar Jain, Managing Director & Chief Executive Officer Shri Angad Kumar Roy, Chief Financial Officer (since April 01, 2018) Kum. Pallavi Parikh, Company Secretary (since December 24, 2018)
Relative of Key Management Personnel	NIL

- (b) Nature of contracts/arrangements/transactions:

(₹ In lakhs)

Type of Transactions	Investing Party		Key Management Personnel	
	Current Year	Previous Year	Current Year	Previous Year
Interest Income from FDs	3.44	4.82	-	-
Purchase of Financial Assets	271.00	1085.00	-	-
Remuneration	-	-	97.21	119.04
<b>Total</b>	<b>274.44</b>	<b>1089.82</b>	<b>97.21</b>	<b>119.04</b>

- (c) Duration of the contracts / arrangements / transactions: April 1, 2018 to March 31, 2019
- (d) Salient terms of the contracts or arrangements or transactions including the value, if any: NA
- (e) Date(s) of approval by the Board, if any: NA
- (f) Amount paid as advances, if any: NA

**For and on behalf of the Board**

V. K. Shunglu  
Chariman

Place: Mumbai  
Date: 12th June 2019

# CHOKSHI & CHOKSHI LLP

Chartered Accountants

## INDEPENDENT AUDITOR'S REPORT

To the Members of  
ASREC (India) LIMITED

### Report on the Audit of the Standalone Financial Statements

#### Opinion

1. We have audited the standalone financial statements of ASREC (India) Limited ("the Company"), which comprise the Balance Sheet as at 31st March 2019, and the statement of Profit and Loss (including Other Comprehensive Income), the statement of changes in equity and statement of cash flows for the year ended on that date, and notes to the financial statements, including the summary of significant accounting policies and other explanatory information (hereinafter referred to as "the standalone financial statements")

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 Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards specified under section 133 of the Act read with the Companies (Indian Accounting standards) Rules, 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March, 2019, the profit and the total comprehensive income, changes in equity and its cash flows for the year ended on that date.

#### Basis for Opinion

2. We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Act. Our responsibilities under those Standards are further described in the 'Auditor's Responsibilities for the Audit of the Standalone Financial Statements' section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India (ICAI) together with the ethical requirements that are relevant to our audit of the standalone financial statements under the provisions of the Act and the Rules made thereunder, and we have fulfilled our other ethical responsibilities in accordance

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

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

3. The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Management Discussion and Analysis, Board's Report including annexures to Board's Report, Secretarial Audit Report and Shareholder's information, but does not include the standalone financial statements and our auditor's report thereon.

Our opinion on the standalone financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

4. In connection with our audit of the standalone financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the standalone financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

#### Responsibilities of Management and Those Charged with Governance for the Standalone Financial Statements

5. The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act, with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance, total comprehensive income, changes in equity and cash flows of the

Company in accordance with the Ind AS and other accounting principles generally accepted in India. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and 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 standalone financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

6. In preparing the standalone financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors are also responsible for overseeing the company's financial reporting process.

#### **Auditor's Responsibilities for the Audit of the Standalone Financial Statements**

7. Our objectives are to obtain reasonable assurance about whether the standalone financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these standalone financial statements.

The description of the auditor's responsibilities for the audit of the financial statements is given in "Appendix I" to this report.

#### **Report on Other Legal and Regulatory Requirements**

8. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the "**Annexure A**" statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
9. The Comptroller and Auditor-General of India has issued directions indicating the areas to be examined in terms of sub-section (5) of section 143 of the Companies Act, 2013, the compliance of which is set out in "**Annexure-B**".
10. As required by Section 143(3) of the Act, based on our audit we report that:
  - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
  - b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
  - c) The Balance Sheet, the Statement of Profit and Loss, including Other Comprehensive Income, Statement of Changes in Equity and Statement of Cash Flow 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 Ind AS specified under Section 133 of the Act, read with the Companies (Indian Accounting Standards) Rules, 2015, as amended;
  - e) On the basis of the written representations received from the directors as on 31st March, 2019 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2019 from being appointed as a director in terms of Section 164(2) of the Act.
  - f) With respect to the existence of the internal financial controls with reference to financial statements of the Company and the operating effectiveness of such controls, refer to our separate Report in "**Annexure C**". Our report expresses an unmodified opinion on the existence and operating effectiveness of the internal financial control over financial reporting of the company.

- g) In our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the company to its directors during the year is within the limit laid down in section 197 of the Act.
- h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended, in our opinion and to the best of our information and according to the explanations given to us:
- i. The Company does not have any pending litigations which may have impact on its financial position in its standalone financial statements.
  - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
  - iii. There were no amounts which were required to be transferred, to the Investor Education and Protection Fund by the Company.

For **CHOKSHI & CHOKSHI LLP**  
Chartered Accountants  
Firm Reg. No: 101872W/W100045

**Hardik K. Chokshi**  
(Partner)  
Membership No: 115774

Place: Mumbai  
Date: 12th June 2019

# APPENDIX - I

## THE FURTHER DESCRIPTION OF THE AUDITOR'S RESPONSIBILITIES FOR THE AUDIT OF THE FINANCIAL STATEMENTS

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the standalone financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that

may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the standalone financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the standalone financial statements, including the disclosures, and whether the standalone financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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



## **ANNEXURES - A**

### **TO THE INDEPENDENT AUDITOR'S REPORT**

(Referred to in paragraph 8 under 'Report on Other Legal and Regulatory Requirements' section of our report to the members of ASREC (India) Limited of even date.)

- i. In respect of its fixed assets:
- (a) According to the information and explanations given to us, the Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
- (b) According to the information and explanations given to us, the fixed assets are being physically verified by the Management at all its offices in a phased manner at reasonable intervals which in our opinion is reasonable having regard to the size of the Company and nature of assets. According to the information and explanations given to us, no material discrepancies were noticed on such verification.
- (c) According to the information and explanations given to us, the title deeds of immovable properties are held in the name of the company.
- ii. In respect of inventories the Company's nature of operations does not require it to hold inventories. Consequently, clause 3(ii) of the order regarding physical verification of inventories and maintenance of records is not applicable.
- iii. According to the information and explanations given to us, the Company has not granted any loan secured or unsecured to any companies, firms or other parties that needs to be entered in the register maintained under section 189 of the Companies Act, 2013 and consequently provision of clause 3(iii)(a), 3(iii)(b) and 3(iii)(c) of the Order are not applicable to the company.
- iv. According to the information and explanations given to us, the Company has complied with the provisions of section 185 and 186 of the Companies Act, 2013 in respect of loans, investments, guarantees, and security.
- v. According to the information and explanations given to us, the Company has not accepted any deposits during the year from the public in contravention of Section 73 to 76 of the Companies Act, 2013 and rules made there under.
- vi. According to the information and explanations given to us, the Central Government has not prescribed maintenance of cost records under Section 148 (1) of the Companies Act, 2013.
- vii. (a) According to the information and explanations given to us and the records examined by us, the Company is generally regular in depositing the statutory dues with the appropriate authorities. According to the information and explanations given to us, no undisputed statutory dues is outstanding as at 31st March, 2019 for a period of more than six months from the date they became payable.
- (b) According to the information and explanations given to us, there are no statutory dues outstanding on account of any dispute as of 31st March, 2019.
- viii. According to the information and explanations given to us and the records examined by us, the Company has not defaulted in repayment of loan or borrowing to the financial institutions, banks, government or dues to debenture holders.
- ix. The Company has not raised money by way of initial public offer or further public offer (including debt instruments) and term loans during the financial year.
- x. According to the information and explanations given to us, no fraud on or by the Company was noticed or reported during the year.
- xi. Managerial Remuneration has been paid or provided in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Companies Act, 2013.
- xii. The Company is not a Nidhi Company; hence this clause is not applicable.

- xiii. According to the information and explanations given to us and the records examined by us, The Company has complied with the provisions of Section 177 and 188 of Companies Act, 2013 and has disclosed all transactions with related parties as required by the applicable Accounting standards.
- xiv. The Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review.
- xv. The Company has not entered into any non-cash transactions with directors or persons connected with him.
- xvi. According to the RBI Notification No.DNBS.3/CGM (OPA)- 2003 dated August 28, 2003; provisions of Sections 45-IA, 45-IB and 45-IC of the Reserve Bank of India Act, 1934 (2 of 1934) shall not apply to a non-banking financial company which is a securitization

company or reconstruction company registered with the Reserve Bank of India under Section 3 of the Securitization and Reconstruction of Financial Assets and Enforcement of Security Interest Act, 2002. Thus, the company is not required to be registered under section 45-IA of Reserve Bank of India Act, 1934.

For **CHOKSHI & CHOKSHI LLP**  
Chartered Accountants  
Firm Reg. No: 101872W/W100045

**Hardik K. Chokshi**  
(Partner)  
Membership No: 115774  
Place: Mumbai  
Date: 12th June 2019

## **ANNEXURES - B**

### **TO INDEPENDENT AUDITOR'S REPORT**

(Referred to in Paragraph 9 under 'Report on Other Legal and Regulatory Requirements' in the Independent Auditors' Report of even date to the Members of ASREC (India) Limited On the financial statements as on and for the period ended on 31st March 2019)

<b>Sr. No.</b>	<b>Directions</b>	<b>Auditor's Comments</b>
1	Whether the Company has system in place to process all the accounting transactions through IT system? If yes, the implications of processing of accounting transactions outside IT system on the integrity of the accounts along with the financial implications, if any, may be stated.	Yes, the Company is processing accounting transactions through IT system. The Company has not processed any transaction outside IT system.
2	Whether there is any restructuring of an existing loan or cases of waiver / write off of debts / loans / interest etc. made by a lender to the Company due to the Company's inability to repay the loan? If yes, the financial impact may be stated.	There were no case of restructuring of an existing loan or waiver / write off of debts / loans / interest etc. made by lenders to the Company during the period under audit.
3	Whether funds received / receivable for specific schemes from central / state agencies were properly accounted for / utilized as per its terms and conditions? List the cases of deviation.	The Company has not received funds from any central / state agencies during the period under audit.

# ANNEXURES - C

## TO INDEPENDENT AUDITOR'S REPORT

(Referred to in paragraph 10(f) under 'Report on Other Legal and Regulatory Requirements' section of our report to the members of ASREC (India) Limited of even date.)

Report on the Internal Financial Controls Over Financial Reporting under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ('the Act')

We have audited the internal financial controls over financial reporting of ASREC (INDIA) LIMITED ("the Company") as of 31st March 2019 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

### Management's Responsibility For Internal Financial Controls

The Company's Board of Directors is responsible for establishing and maintaining internal financial controls based on "the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India". These responsibilities include the design, implementation and maintenance of internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

### Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether existence of internal

financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the existence of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

### Meaning of Internal Financial Controls Over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that-

- i. pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;
- ii. provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and

- iii. provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

#### **Inherent Limitations of Internal Financial Controls Over Financial Reporting**

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

#### **Opinion**

In our opinion, to the best of our information and

according to the explanations given to us, the Company has, in all material respects, an existence of internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st March 2019, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For **CHOKSHI & CHOKSHI LLP**

Chartered Accountants

Firm Reg. No: 101872W/W100045

**Hardik K. Chokshi**

(Partner)

Membership No: 115774

Place: Mumbai

Date: 12th June 2019

### Extract of CAG comments

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**COMMENTS OF THE COMPTROLLER AND AUDITOR GENERAL OF INDIA UNDER SECTION 143(6) (b) OF THE COMPANIES ACT, 2013 ON THE FINANCIAL STATEMENTS OF ASREC (INDIA) LIMITED FOR THE YEAR ENDED 31st MARCH 2019**

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The preparation of financial statements of ASREC (India) Limited for the year ended 31st March, 2019 in accordance with the financial reporting framework prescribed under the Companies Act, 2013 (Act) is the responsibility of the management of the company. The statutory auditor appointed by the Comptroller and Auditor General of India under section 139(5) of the Act is responsible for expressing opinion on the financial statements under, section 143 of the Act based on independent audit in accordance with the standards on auditing prescribed under section 143(10) of the Act. This is stated to have been done by them vide their Audit Report dated 12.06.2019.

I, on behalf of the Comptroller and Auditor General of India, have decided not to conduct the supplementary audit of the financial statements of ASREC (India) Limited for the year ended 31st March 2019 under section 143(6)(a) of the Act.

For and on behalf of the  
Comptroller and Auditor General of India

Sd/-  
(Roop Rashi)  
Director General of Commercial Audit and  
ex-officio Member, Audit Board-I, Mumbai

Place : Mumbai  
Date : 27.08.2019

# STANDALONE BALANCE SHEET

as at March 31st, 2019

(₹ In lakhs)

PARTICULARS	Note	As on 31st March, 2019	As on 31st March, 2018	As on April 01st, 2017
<b>A ASSETS</b>				
<b>1 Financial Assets</b>				
(a) Cash and cash equivalents	2	1,218.28	2,388.98	4,406.99
(b) Bank balances other than (a) above	3	-	-	-
(c) Derivative financial instruments		-	-	-
(d) Receivables				
(i) Trade Receivables		-	-	-
(ii) Other Receivables	4	1,060.70	164.49	129.08
(e) Loans		-	-	-
(f) Investments	5	14,283.83	15,305.70	12,864.61
(g) Other Financial assets	6	6.25	5.73	6.45
<b>2 Non - Financial Assets</b>				
(a) Inventories		-	-	-
(b) Current tax assets (net)		91.01	-	68.48
(c) Deferred tax assets (net)	7	336.88	348.31	573.64
(d) Investment Property		-	-	-
(e) Biological assets other than bearer plants		-	-	-
(f) Property, Plant and Equipment	8	1,000.47	1,028.44	1,051.22
(g) Capital work- in- progress		-	-	-
(h) Intangible assets under development		-	-	-
(i) Goodwill		-	-	-
(j) Other Intangible assets		-	-	-
(k) Other non-financial assets	9	84.27	146.47	79.61
<b>Total Assets</b>		<b>18,081.70</b>	<b>19,388.12</b>	<b>19,180.08</b>
<b>B LIABILITIES AND EQUITY</b>				
<b>LIABILITIES</b>				
<b>1 Financial Liabilities</b>				
(a) Derivative financial instruments		-	-	-
(b) Payables				
(I) Trade Payables				
(i) total outstanding dues of micro enterprises and small enterprises		-	-	-
(ii) total outstanding dues of creditors other than micro enterprises and small enterprises		-	-	-
(II) Other Payables		16.84	10.38	39.19
(i) total outstanding dues of micro enterprises and small enterprises		-	-	-
(ii) total outstanding dues of creditors other than micro enterprises and small enterprises		-	-	-
(c) Debt Securities		-	-	-
(d) Borrowings (Other than Debt Securities)	10	2,490.56	4,400.95	4,507.19
(e) Deposits		-	-	-



# STANDALONE BALANCE SHEET

as at March 31st, 2019

(₹ In lakhs)

PARTICULARS	Note	As on 31st March, 2019	As on 31st March, 2018	As on April 01st, 2017
(f) Subordinated Liabilities		-	-	-
(g) Other financial liabilities	11	856.22	66.37	798.04
<b>2 Non - Financial Liabilities</b>				
(a) Current tax liabilities (Net)		1.87	71.70	-
(b) Provisions	12	36.41	53.85	47.94
(c) Deferred tax liabilities (Net)		-	-	-
(d) Other non - financial liabilities	13	78.96	97.14	44.20
<b>3 Equity</b>				
(a) Equity Share Capital	14	9,800.00	9,800.00	9,800.00
(b) Other Equity	15	4,800.84	4,887.73	3,943.52
<b>Total Liabilities and Equity</b>		<b>18,081.70</b>	<b>19,388.12</b>	<b>19,180.08</b>
See accompanying notes to the financial statements	1			

Notes referred to above form an integral part of the Consolidated Financial Statements.

As per our report of even date

For **CHOKSHI & CHOKSHI LLP**

Chartered Accountants

Firm Reg. No.: 101872W/W100045

For and on behalf of the Board of Directors

**Hardik K. Chokshi**

(Partner)

M.No: 115774

**V. K. Shunglu**

(Chairman)

DIN : 00032683

**M. M. Chitale**

(Director)

DIN : 00101004

**B. A. Prabhakar**

(Director)

02101808

**Place:** Mumbai

**Date:** June 12, 2019

**D. K. Jain**

(Managing Director & CEO)

DIN : 06940533

**Angad Kumar Roy**

(Chief Financial Officer)

**Pallavi Parikh**

(Co.Secretary)

# STANDALONE STATEMENT OF PROFIT AND LOSS

for the year ended on March 31st, 2019

(₹ In lakhs)

PARTICULARS	Note	Financial Year 2018-19	Financial Year 2017-18
<b>Revenue from operations</b>			
(i) Income From Investment in Financial Assets		644.33	1,023.81
(ii) Income From Investment in Security Receipts		65.41	277.60
(iii) Management Fee		1,286.26	1,217.77
(iv) Net Gain on Fair Value Changes		(431.94)	577.02
<b>I Total revenue from operations</b>		<b>1,564.06</b>	<b>3,096.20</b>
II Other Income (to be specified)	16	46.66	16.79
<b>III Total Income (I+II)</b>		<b>1,610.72</b>	<b>3,112.99</b>
<b>Expenses</b>			
(i) Finance Cost		156.10	142.85
(ii) Fees and commission expenses	17	116.45	86.92
(iii) Impairment of financial instruments		-	-
(iv) Employee benefits expenses	18	383.48	427.22
(v) Depreciation, amortisation and impairment		32.21	31.40
(vi) Other expenses	19	189.70	189.30
<b>IV Total Expenses (IV)</b>		<b>877.95</b>	<b>877.69</b>
V Profit/(Loss) before exceptional items and tax (III-IV)		732.78	2,235.30
VI Exceptional items		-	-
VII Profit/(Loss) before tax (V-VI)		732.78	2,235.30
VIII Tax expense:			
(1) Current Tax		212.27	476.32
(2) Short/ Excess Provisions for earlier years		1.55	1.66
(3) Deferred Tax		12.46	224.78
IX Profit/(Loss) for the period from continuing operations (VII-VIII)		506.49	1,532.54
X Profit/(Loss) from discontinued operations		-	-
XI Tax expenses of discontinued operations		-	-
XII Profit/(Loss) from discontinued operations after tax (X-XI)		-	-
<b>XIII Profit/(Loss) for the period</b>		<b>506.49</b>	<b>1,532.54</b>
<b>XIV Other Comprehensive Income</b>			
<b>A</b> (i) Items that will not be reclassified to profit or loss			
- Remeasurement of Employee Benefit Expenses		(3.68)	1.96
(ii) Income tax relating to items that will not be reclassified to profit or loss		1.02	(0.55)
<b>Subtotal A</b>		<b>(2.66)</b>	<b>1.42</b>
<b>B</b> (i) Items that will be reclassified to profit or loss		-	-
(ii) Income tax relating to items that will be reclassified to profit or loss		-	-
<b>Subtotal B</b>		<b>-</b>	<b>-</b>
<b>Total Other comprehensive income for the year (A+B)</b>		<b>(2.66)</b>	<b>1.42</b>
<b>XV Total Comprehensive Income for the period</b>		<b>503.83</b>	<b>1,533.96</b>
<b>XVI Earnings per equity share (for continuing operations)</b>	20		
Basic (Rs.)		0.52	1.56
Diluted (Rs.)		0.52	1.56

# STANDALONE STATEMENT OF PROFIT AND LOSS

for the year ended on March 31st, 2019

(₹ In lakhs)

PARTICULARS	Note	Financial Year 2018-19	Financial Year 2017-18
<b>XVII Earnings per equity share (for discontinued operations)</b>	20		
Basic (Rs.)		-	-
Diluted (Rs.)			
<b>XVIII Earnings per equity share (for continuing and discontinued operations)</b>			
Basic (Rs.)		0.52	1.56
Diluted (Rs.)		0.52	1.56
<b>See accompanying notes to the financial statements</b>	1		

Notes referred to above form an integral part of the Consolidated Financial Statements.

As per our report of even date

For **CHOKSHI & CHOKSHI LLP**

Chartered Accountants

Firm Reg. No.: 101872W/W100045

For and on behalf of the Board of Directors

**Hardik K. Chokshi**

(Partner)

M.No: 115774

**V. K. Shunglu**

(Chairman)

DIN : 00032683

**M. M. Chitale**

(Director)

DIN : 00101004

**B. A. Prabhakar**

(Director)

02101808

**Place:** Mumbai

**Date:** June 12, 2019

**D. K. Jain**

(Managing Director & CEO)

DIN : 06940533

**Angad Kumar Roy**

(Chief Financial Officer)

**Pallavi Parikh**

(Co.Secretary)

# STANDALONE STATEMENT OF CHANGES IN EQUITY

for the year ended on March 31st, 2019

## A. Equity Share Capital

(₹ In lakhs)

Balance as at 1st April, 2017	Changes in the Equity Share Capital during FY 2017-18	Balance as at 31st March, 2018	Changes in the Equity Share Capital during FY 2018-19	Balance as at 31st March, 2019
9,800.00	-	9,800.00	-	9,800.00

## B. Other Equity

(₹ In lakhs)

Particulars	31st March, 2019		
	Balance in Profit and Loss Account	Re-measurements of net defined benefit plans [Component of Other Comprehensive Income (OCI)]	Total
<b>Balance as at 1st April 2018</b>	<b>4,886.35</b>	<b>1.38</b>	<b>4887.73</b>
<b>Total Comprehensive Income for the year</b>	<b>506.49</b>	<b>(2.66)</b>	<b>503.83</b>
Dividend paid including dividend distribution tax	(590.72)	-	(590.72)
<b>Balance as on 31st March 2019</b>	<b>4,802.12</b>	<b>(1.28)</b>	<b>4,800.84</b>

(₹ In lakhs)

Particulars	31st March, 2018		
	Balance in Profit and Loss Account	Re-measurements of net defined benefit plans [Component of Other Comprehensive Income (OCI)]	Total
<b>Balance as at 1st April 2017</b>	<b>3,943.56</b>	<b>(0.03)</b>	<b>3,943.52</b>
<b>Total Comprehensive Income for the year</b>	<b>1,532.54</b>	<b>1.42</b>	<b>1,533.96</b>
Dividend paid including dividend distribution tax	(589.75)	-	(589.75)
<b>Balance as on 31st March 2018</b>	<b>4,886.35</b>	<b>1.38</b>	<b>4,887.73</b>

(₹ In lakhs)

Particulars	31st March, 2017		
	Balance in Profit and Loss Account	Re-measurements of net defined benefit plans [Component of Other Comprehensive Income (OCI)]	Total
<b>Balance as at 1st April 2017 as per previous GAAP</b>	<b>4,386.50</b>	-	<b>4,386.50</b>
Changes in accounting policy/prior period errors	-	-	-
<b>Restated balance at the beginning of the reporting period</b>	<b>4,386.50</b>	-	<b>4,386.50</b>
<b>Total Comprehensive Income for the year</b>	-	-	-
Transfer to/from retained earnings	-	-	-
Fair Value Change of Investment classified under FVTPL category on first time adoption of Ind AS	(613.71)	-	(613.71)

# STANDALONE STATEMENT OF CHANGES IN EQUITY

for the year ended on March 31st, 2019

(₹ In lakhs)

Particulars	31st March, 2017		
	Balance in Profit and Loss Account	Re-measurements of net defined benefit plans [Component of Other Comprehensive Income (OCI)]	Total
Changes in other comprehensive income on first time adoption of Ind AS	0.05	(0.05)	-
Less: Income Tax on changes arising on account of first time adoption of Ind AS	170.72	0.01	170.73
<b>Balance as on 1st April 2017 as per Ind AS</b>	<b>3,943.56</b>	<b>(0.03)</b>	<b>3,943.52</b>

Notes referred to above form an integral part of the Consolidated Financial Statements.

As per our report of even date

For **CHOKSHI & CHOKSHI LLP**

Chartered Accountants

Firm Reg. No.: 101872W/W100045

For and on behalf of the Board of Directors

**Hardik K. Chokshi**

(Partner)

M.No: 115774

**V. K. Shunglu**

(Chairman)

DIN : 00032683

**M. M. Chitale**

(Director)

DIN : 00101004

**B. A. Prabhakar**

(Director)

02101808

**Place:** Mumbai

**Date:** June 12, 2019

**D. K. Jain**

(Managing Director & CEO)

DIN : 06940533

**Angad Kumar Roy**

(Chief Financial Officer)

**Pallavi Parikh**

(Co.Secretary)

# STANDALONE CASH FLOW STATEMENT

for the year ended on March 31st, 2019

(₹ In lakhs)

PARTICULARS	FY 2018-19		FY 2017-18		
<b>A. CASH FLOW FROM OPERATING ACTIVITIES</b>					
<b>Net Profit before tax and extraordinary items</b>		<b>732.78</b>		<b>2,235.30</b>	
<b>Adjustments for non operating/ non-cash Items :</b>					
Finance Cost		156.10		142.85	
Depreciation, amortisation and impairment		32.21		31.40	
Gain or Loss on Sale of Fixed Assets		-		1.18	
Impairment of financial instruments		(431.94)		577.02	
Provision for Trust Expenses		3.08		27.70	
Implied interest on lease deposits		(0.53)		(0.59)	
Actuarial Gains or Losses on Employee Benefits		(3.68)		1.96	
Allocation of advance lease rental for the period		0.54	(244.21)	0.61	782.13
<b>Net Operating Profit before working Capital changes</b>		<b>488.57</b>		<b>3,017.43</b>	
<b>Adjustments for Working Capital Changes:</b>					
(Increase)/Decrease in Bank Balances other than Cash & Cash Equivalents		-		-	
(Increase)/Decrease in Other Receivables		(899.29)		(63.11)	
(Increase)/Decrease in Investments		1,453.81		(3,018.12)	
(Increase)/Decrease in Other Financial Assets		(0.00)		1.32	
(Increase)/Decrease in Other Non-Financial Assets		3.33		1.23	
(Increase)/Decrease in Other Payables		6.46		(28.81)	
(Increase)/Decrease in Borrowings		(1,910.39)		(106.25)	
(Increase)/Decrease in Other Financial Liabilities		789.85		(731.67)	
(Increase)/Decrease in Provisions		(17.44)		5.91	
(Increase)/Decrease in Other Non-Financial Liabilities		(18.18)	(591.84)	52.94	(3,886.55)
<b>Operating Profit after working Capital changes</b>		<b>(103.28)</b>		<b>(869.12)</b>	
Direct Taxes paid (Net of Refund)		316.35		406.49	
<b>Net Cash from Operating activities</b>	<b>A</b>	<b>(419.63)</b>		<b>(1,275.60)</b>	
<b>B CASH FLOW FROM INVESTING ACTIVITIES</b>					
Purchase of Fixed Assets		(4.25)		(14.43)	
Sale of Fixed Assets		-	(4.25)	4.63	(9.80)
<b>Net Cash from Investing Activities</b>	<b>B</b>	<b>(4.25)</b>		<b>(9.80)</b>	

# STANDALONE CASH FLOW STATEMENT

for the year ended on March 31st, 2019

(₹ In lakhs)

PARTICULARS	FY 2018-19		FY 2017-18	
<b>C CASH FLOW FROM FINANCING ACTIVITIES</b>				
Finance Cost	(156.10)		(142.85)	
Dividend paid including dividend distribution tax	(590.72)	(746.82)	(589.75)	(732.60)
<b>Net Cash used in financing activities</b>	<b>C</b>	<b>(746.82)</b>	<b>(732.60)</b>	
Net Increase in Cash & Cash Equivalents (A+B+C)		(1,170.70)		(2,018.00)
Cash & Cash Equivalents at the start of the year		2,388.98		4,406.99
Cash & Cash Equivalents as at the end of the year		1,218.28		2,388.98

Notes referred to above form an integral part of the Consolidated Financial Statements.

As per our report of even date

For **CHOKSHI & CHOKSHI LLP**

Chartered Accountants

Firm Reg. No.: 101872W/W100045

For and on behalf of the Board of Directors

**Hardik K. Chokshi**

(Partner)

M.No: 115774

**V. K. Shunglu**

(Chairman)

DIN : 00032683

**M. M. Chitale**

(Director)

DIN : 00101004

**B. A. Prabhakar**

(Director)

02101808

**Place:** Mumbai

**Date:** June 12, 2019

**D. K. Jain**

(Managing Director & CEO)

DIN : 06940533

**Angad Kumar Roy**

(Chief Financial Officer)

**Pallavi Parikh**

(Co.Secretary)



## NOTE - 1 SIGNIFICANT ACCOUNTING POLICIES & NOTES TO THE STANDALONE FINANCIAL STATEMENTS

### A. SIGNIFICANT ACCOUNTING POLICIES

#### i. Company Overview

ASREC (INDIA) LIMITED is an Asset Reconstruction Company registered with Reserve Bank of India (RBI) to carry on the business of Securitization of Assets and Reconstruction thereof under the provisions of Securitization and Reconstruction of Financial Assets and Enforcement of Security Interest Act, 2002 (SARFAESI Act) and the various guidelines issued by RBI from time to time. The Financial Assets are acquired from Banks and Financial Institutions either in the Trusts set up for the purpose or in its own books.

#### ii. Basis of preparation of Financial Statements

The financial statements of the Company have been prepared in all material aspects in accordance with Indian Accounting Standards (Ind AS) as per rule 4 of The Companies (Indian Accounting Standards) Rules, 2015 notified under section 133 of Companies Act, 2013 ('the Act') and other relevant Provisions of the Act and guidelines issued by the Reserve Bank of India (RBI) from time to time under SARFAESI Act.

The financial statements up to the year ended March 31st, 2018 were prepared in accordance with the requirement of Indian Generally Accepted Accounting Principles (IGAAP) which include the accounting standards notified under the Companies (accounting standards) Rules, 2006 (as amended) and other relevant provisions of the Companies Act, 2013.

These financial statements are the first financial statements of the company under Ind AS.

The financial statements have been prepared on an accrual basis and under the historical cost basis, except for the following assets and liabilities which have been measured at fair value or revalued amount wherever applicable:

- a. Financial assets measured at fair value; and
- b. Net defined benefit asset/liability at fair value of plan assets less present value of defined benefit obligations.

#### iii. Functional and Presentation Currency

The financial statements are presented in Indian Rupees (₹) which is the functional currency for the Company.

#### iv. Approval of Financial Statements

The financial statements were approved for issue by the Board of Directors on 12th June 2019.

#### v. Use of Estimates

The preparation of financial statement requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, the disclosure of contingent liabilities on the date of the financial statements and the reported amounts of revenues and expenses during the period reported. Actual results could differ from those estimates. Any revision to accounting estimates is recognized in accordance with the requirements of the respective accounting standards.

#### vi. Property, plant and equipment

Property, plant and equipment are stated at cost less accumulated depreciation and impairment loss, if any.

Cost includes cost of acquisition, installation, other direct expenses incurred to bring the assets to its working condition and finance costs incurred up to the date the asset is ready for its intended use and excludes CENVAT / value added tax / Goods and Service Tax (GST) eligible for credit / setoff.

Depreciation on the property, plant and equipment is provided on straight line method, over the useful life of the assets, as specified in Part C of Schedule II to the Companies Act, 2013. Property, plant and equipment which are added / disposed of during the year, depreciation is provided on pro-rata basis.

Gains or losses arising from derecognition of property, plant and equipment are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognised in the Statement of Profit & Loss when the asset is derecognised.

The assets' residual values, useful lives and methods of depreciation are reviewed at each financial year end and adjusted prospectively, if appropriate.

#### vii. Intangible Assets

Intangible assets are recognised when it is probable that the future economic benefits that are attributable to the assets will flow to the Company and the cost of the assets can be measured reliably.

Intangible assets are stated at cost of acquisition net of recoverable taxes, trade discount and rebates less accumulated amortisation and impairment loss, if any. Such cost includes cost of acquisition, installation, other direct expenses incurred to bring the assets to its working condition and finance costs incurred up to the date the asset is ready for its intended use and excludes CENVAT / value added tax / Goods and Service Tax (GST) eligible for credit / setoff.

As per amortisation policy of the Company, software is amortised over a period of 3 years on straight line basis from the date they are available for intended use, subject to impairment test. One-time licence fees paid for use of software are amortised over the period of the licence agreement or 10 years whichever is shorter.

Gains or losses arising from derecognition of an intangible asset are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognised in the statement of profit and loss when the asset is derecognised.

#### viii. Impairment of tangible and intangible assets

At the end of each reporting period, the Company reviews the carrying amounts of its tangible and intangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

Recoverable amount is the higher of fair value less costs of disposal and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market

assessments of the time value of money and the risks specific to the asset for which the estimates of future cash flows have not been adjusted.

If the recoverable amount of an asset is estimated to be less than its carrying amount, the carrying amount of the asset is reduced to its recoverable amount. An impairment loss is recognised immediately in the statement of profit or loss.

When an impairment loss subsequently reverses, the carrying amount of the asset is increased to the revised estimate of its recoverable amount, but so that the increased carrying amount does not exceed the carrying amount that would have been determined had no impairment loss been recognised for the asset in prior years. A reversal of an impairment loss is recognised immediately in profit or loss.

#### ix. Financial Instruments

Financial assets and financial liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through profit or loss) are added to or deducted from the fair value of the financial assets or financial liabilities, as appropriate, on initial recognition.

##### (a) Financial assets

##### Initial recognition and measurement

- Investments in credit impaired financial assets are initially recognized at cost. Subsequently, These investments in credit impaired financial assets are measured at fair value through profit or Loss.
- Investment in Security Receipts of Securitisation Trusts are initially recognised at cost. Subsequently, these investments in Security Receipts of Securitisation Trusts are measured at fair Value through profit or loss.

##### Financial assets at fair value through profit and loss (FVTPL)

At the end of each reporting period, the financial assets through FVTPL are measured at fair Value and any gains or losses arising on remeasurement are recognised in the Statement of profit or loss.

##### Investment in Equity Instruments

All equity investments covered within the scope of Ind-AS 109 are measured at fair Value and the changes in value are

recognised in the Statement of Profit and loss except For those equity instruments which the Company has chosen to recognise the value Changes in 'Other Comprehensive Income'. The classification of recognising the value Changes either through FVTPL or FVTOCI is made on initial recognition and is Irrevocable.

The income earned on equity instruments those are measured through FVTPL are recognised in Statement of Profit and loss.

### **Derecognition of financial assets**

The Company derecognizes a financial asset when the contractual rights to the cash Flows from the asset expire, or when it transfers the financial asset and substantially All the risks and rewards of ownership of the asset to another party or when it has Neither transferred nor retained substantially all the risks and rewards of the asset but Has transferred control of the asset.

### **Impairment of financial assets**

In accordance with Ind AS 109, the Company uses 'Expected Credit Loss' (ECL) model, For evaluating impairment of financial assets other than those measured at fair value Through profit and loss (FVTPL).

Expected credit losses are measured through a loss allowance at an amount equal to:

The 12-months expected credit losses (expected credit losses that result from those Default events on the financial instrument that are possible within 12 months after the Reporting date); or Full lifetime expected credit losses (expected credit losses that result From all possible default events over the life of the financial instrument).

At every reporting date the financial assets are tested for impairment. The Company uses historical default rates to determine impairment loss. The Company uses 12-month ECL to provide for impairment loss where there is no significant increase in credit risk. If there is significant increase in credit risk full lifetime ECL is used.

## **(b) Financial liabilities**

### **Initial recognition and measurement**

All financial liabilities are recognised initially at fair value and in the case of loans and Borrowings and payables, net of directly attributable transaction costs.

### **Subsequent measurement**

Financial liabilities are carried at amortised cost using effective interest rate method. For Trade and other

payables maturing within one year from the balance sheet date the Carrying amounts approximate fair value due to the short maturity of these instruments.

### **Classification as debt or equity**

Debt and equity instruments issued by the Company are classified as either financial Liabilities or as equity in accordance with the substance of the contractual arrangements and the definitions of a financial liability and an equity instrument.

### **Equity Instruments**

An equity instrument is any contract that evidences a residual interest in the assets of an Entity after deducting all of its liabilities. Equity instruments issued by the Company are recognised at the proceeds received, net of direct issue costs.

### **Financial liabilities at fair value through profit or loss (FVTPL)**

Financial liabilities at fair value through profit or loss include financial liabilities held for Trading and financial liabilities designated upon initial recognition as at FVTPL. Financial Liabilities are classified as held for trading if these are incurred for the purpose of repurchasing in the near term.

Financial liabilities at FVTPL are stated at fair value, with any gains or losses arising on remeasurement recognised in profit or loss. The net gain or loss recognised in profit or loss incorporates any interest paid on the financial liability.

### **Financial liabilities at amortised cost**

Financial liabilities that are not held-for-trading and are not designated as at FVTPL are measured at amortised cost at the end of subsequent accounting periods. The carrying amounts of financial liabilities that are subsequently measured at amortised cost are determined based on the effective interest method. Interest expense that is not capitalised as part of costs of an asset is included in the 'Finance costs' line item in profit or loss.

Trade and other payables are recognised at the transaction cost, which is its fair value, and subsequently measured at amortised cost. Similarly, interest bearing loans and borrowings are subsequently measured at amortised cost using effective interest method.

### **Derecognition of financial liabilities**

The Company derecognises financial liabilities when, and only when, the Company's obligations are discharged, cancelled or have expired. An exchange with a lender of

debt instruments with substantially different terms is accounted for as an extinguishment of the original financial liability and the recognition of a new financial liability. Similarly, a substantial modification of the terms of an existing financial liability is accounted for as an extinguishment of the original financial liability and the recognition of a new financial liability. The difference between the carrying amount of the financial liability derecognised and the consideration paid and payable is recognised in profit or loss.

**x. Cash and cash equivalents**

The Company considers all highly liquid financial instruments which are readily convertible into known amounts of cash that are subject to an insignificant risk of change in value and having original maturities of 3 months or less from the date of purchase to be cash equivalents. Cash and cash equivalents consist of bank balances which are unrestricted for withdrawal and usage.

**xi. Fair value measurement**

The Company measures investment in credit impaired financial assets as well as investment in security receipts of securitisation trusts, at fair value at each reporting date.

The Company uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximising the use of relevant observable inputs and minimising the use of unobservable inputs.

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorised within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

- Level 1 - Quoted (unadjusted) market prices in active markets for identical assets or liabilities
- Level 2 - Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable
- Level 3 - Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable

At each reporting date, the Management analyses the movements in the values of assets and liabilities which are required to be remeasured or re-assessed as per the Company's accounting policies.

For the purpose of fair value disclosures, the Company has determined classes of assets and liabilities on the basis of the nature, characteristics and risks of the asset or liability and the level of the fair value hierarchy as explained above.

**xii. 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 regardless of when the payment is made. Revenue is measured at the fair value of the consideration received or receivable, considering contractually defined terms of payment and excluding taxes or duties collected on behalf of the government.

**a. Income from investment in credit impaired financial assets**

Amount realized on resolution / realization of credit impaired financial assets is credited to respective assets till the value of that asset become nil. Amount realized from resolution subsequent to that is credited to the statement of profit or loss. Similarly, if the total amount realized from resolution is less than its cost, the short fall is treated as loss and debited to the statement of profit or loss Statement. In case of credit impaired financial assets acquired / resolved under policy for Acquisition of "Negotiated Financial Assets for Restructuring", interest on amount funded is recognized on actual realization.

**b. Income from investment in security receipts of securitisation trusts**

Income from Investment in security receipts of various securitisation trusts is recognized when SRs are redeemed by Trusts. Surplus arising from sale of unresolved Assets subsequent to redemption of all SRs is recognized, as and when distributed by respective trusts.

**c. Fair Value Gain or Loss**

Fair value of investment in credit impaired financial assets as well as investment in security receipts of

various securitisation trusts is assessed on each reporting date and gain or loss arising on such assessment is recognised in the statement of profit or loss.

**d. Other Income**

All other incomes are recognized on accrual basis. Revenue is recognized when it is earned, and no significant uncertainty exists as to its realization or collection. In case of recognition of Management fee, significant certainty shall be construed when the Management fee is received.

**xiii. Borrowing costs**

Borrowing Costs other than those directly attributable to Qualifying Assets are recognised as expenses in profit or loss in the period in which they are incurred.

Borrowing costs directly attributable to the acquisition, construction or production of qualifying assets are capitalised as part of the cost of the asset.

Interest income earned on the temporary investment of specific borrowings pending their expenditure on qualifying assets is deducted from the borrowing costs eligible for capitalisation.

**xiv. Employee benefits****(i) Short-term benefits**

Short term employee benefits including accumulating compensated absences are recognised at an undiscounted amount in the Statement of Profit or Loss for the year in which the related services are rendered. Payments made to State Bank of India towards emoluments of their employees who are on deputation to the Company are regarded as the Employees' Cost of the Company.

**(ii) Long term benefits:**

Other long-term employee benefits comprise of leave encashment and are provided for based on the independent actuarial valuation. The classifications between current and noncurrent liabilities are based on actuarial valuation. The actuarial valuation is done as per the projected unit credit method as at the reporting date.

**(iii) Post retirement benefits:****Gratuity:**

The gratuity liability of the company is funded through a Group Gratuity Scheme with Life Insurance Corporation of India (LIC) under which the annual contribution is paid to LIC. Gratuity liability is accrued on the basis of actuarial valuation at the year end.

Defined benefit costs in the nature of current and past service cost and net interest expense or income are recognized in the statement of profit and loss in the period in which they occur. Remeasurements, comprising of actuarial gains and losses, the effect of changes to the asset ceiling (excluding amounts included in net interest or the net defined benefit liability) and the return on plan assets (excluding amounts included in net interest on the net defined benefit liability) are recognised immediately in the balance sheet with corresponding debit or credit to retained earnings through OCI in the period in which it occurs. Remeasurement are not classified to profit and loss in subsequent periods. Past service cost is recognised in profit and loss in the period of a plan amendment.

**Leave encashment:**

The liability on account of Employees' Leave Encashment is provided on the basis of Actuarial Valuation and is not funded.

**Provident fund:**

The Company has a provident fund scheme which is a defined contribution Scheme. Defined contribution is charged to the Profit and Loss statement.

**xv. Leases**

Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee. All other leases are classified as operating leases.

Leased assets held under finance leases are initially recognised as assets of the company at their fair value at the inception of the lease, or if lower, at the present value of the minimum lease payments. The corresponding liability to the lessor is included in the balance sheet as a finance lease obligation.

Lease payments are apportioned between finance expenses and reduction of the lease obligation so as to achieve a constant rate of interest on remaining balance of liability. Finance expenses are recognised immediately in the Statement of profit and loss, unless they are directly attributable to



qualifying assets, in which case they are capitalised. Contingent rentals are recognised as expenses in the period in which they are incurred.

A leased asset is depreciated over the useful life of the asset. However, if there is no reasonable certainty that the Company will obtain ownership by the end of lease term, the asset is depreciated over the shorter of the estimated useful life of the asset and the lease term.

Rental expense from operating lease is generally recognised on a straight-line basis over the term of the relevant lease. Where the rentals are structured solely to increase in line with expected general inflation to compensate for the lessor's expected inflationary cost increases, such increases are recognised in the year in which such benefits accrue. Contingent rentals arising under operating leases are recognised as an expense in the period in which they are incurred.

#### **xvi. Taxes on Income**

Tax on Income comprises current tax and deferred tax. These are recognised in statement of profit and loss except to the extent that it relates to a business combination, or items recognised directly in equity or in other comprehensive income.

##### **Current tax**

Tax on income for the current period is determined on the basis on estimated taxable income and tax credits computed in accordance with the provisions of the relevant tax laws and based on the expected outcome of assessments / appeals. Current income tax assets and liabilities are measured at the amount expected to be recovered from or paid to the taxation authorities. The tax rates and tax laws used to compute the amount are those that are enacted or substantially enacted, at the reporting date.

The company offsets current tax assets and current tax liabilities, where it has a legally enforceable right to set off the recognised amounts and where it intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

##### **Deferred tax**

Deferred tax is recognised on temporary differences between carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit. Deferred tax relating

to items recognized outside the statement of profit and loss is recognized outside the statement of profit and loss, either in other comprehensive income or directly in equity. The carrying amount of deferred tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax asset to be utilised. Unrecognised deferred tax assets are re-assessed at each reporting date and are recognised to the extent that it has become probable that future taxable profits will allow the deferred tax assets to be recovered.

Deferred tax liabilities and assets are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realised, based on tax rates (and tax laws) that have been enacted or substantially enacted by the end of the reporting period.

Deferred tax assets and deferred tax liabilities are offset if a legally enforceable right exists to set off current tax assets against current tax liabilities.

#### **xvii. Earnings per share**

Basic earnings per share is computed by dividing the profit / (loss) after tax 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 as adjusted for the effects of dividend, interest and other charges relating to the dilutive potential equity shares by weighted average number of shares plus dilutive potential equity shares

#### **.xviii. Provisions, Contingent Liabilities and Contingent Assets**

Provisions are recognised when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. The amount recognized as a provision is the best estimate of the consideration required to settle the present obligation at the end of the reporting period, considering the risks and uncertainties surrounding the obligation. If the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that reflects, when appropriate, the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognised as a finance cost.

When the Company expects some or all of a provision to be reimbursed, for example, under an insurance contract, the reimbursement is recognised as a separate asset, but only when the reimbursement is virtually certain. The expense relating to a provision is presented in the statement of profit and loss net of any reimbursement.

Contingent liabilities may arise from litigation, taxation and other claims against the Company. Where it is management's assessment that the outcome is uncertain or cannot be reliably quantified, the claims are disclosed as contingent liabilities unless the likelihood of an adverse outcome is remote such contingent liabilities are disclosed in the notes but are not provided for in the financial statements.

Contingent assets are not recognised but are disclosed in the notes where an inflow of economic benefits is probable.

#### **xix. Financial Risk Management :**

The company's main business is of acquisition of financial assets (NPA's), Resolution thereof and investment of its surplus funds. The company has well defined board approved acquisition, resolution and investment policies along with delegation of power encompassing various risk mitigation measures.

#### **B. First Time Adoption of Ind AS**

The Company has adopted Ind AS with effect from 1st April 2018 with comparatives being Restated. Accordingly, the impact of transition has been provided in the Opening Reserves As at 1st April 2017. The figures for the previous period have been restated, regrouped and Reclassified wherever required to comply with the requirement of Ind AS and Schedule III.

**Set out below are the Ind AS 101 optional exemptions availed as applicable and Mandatory exceptions applied in the transition from previous GAAP to Ind AS.**

##### **i. Deemed Cost**

The Company has opted para D7 AA and accordingly considered the previous GAAP Carrying value of property, plant and equipment and intangible assets as deemed cost as at Transition date.

##### **ii. Leases**

Appendix C to Ind AS 17, Leases, requires an entity to assess whether a contract or Arrangement contains a lease. As per Ind AS 17, this assessment should be carried out at Inception of the contract or arrangement. However, the Company has used Ind AS 101 Exemption and assessed all arrangements based on conditions in place as at the date of Transition.

##### **iii. Classification and measurement of financial assets**

The company has classified the financial assets in accordance with Ind AS 109 on the basis of facts and circumstances that exist on the date of transition to Ind AS.

##### **iv. Investments**

Under the previous GAAP, investments in credit impaired financial assets and investments in security receipts of securitisation trusts were classified as current investments or non-current investments based on the intended holding period and realisability. Non current Investments were carried at cost less provision for other than temporary decline in the value of such investments. Current investments were carried at lower of cost and fair value. Under Ind AS, these investments are required to be measured at fair value. The resulting fair value Changes of these investments have been recognised in retained earnings.

##### **v. Deferred Tax**

Deferred tax under Ind AS has been recognised for temporary differences between tax base and the book base of the relevant assets and liabilities. Under IGAAP, the deferred tax was Accounted based on timing differences impacting the profit or loss for the period. Deferred Tax on aforesaid Ind AS adjustments has been created.

##### **vi. Re-measurements of post-employment benefit obligation**

Under Ind AS, re-measurements i.e. actuarial gains and losses and the return on plan assets, Excluding amounts included in the net interest expense on the net defined benefit liability Are recognised in other comprehensive income instead of Statement of Profit and Loss. Under the previous GAAP, these re-measurements were forming part of the Statement of Profit and Loss for the year.



## C. Other Notes to the financial statements

### (I) Contingent Liabilities and Commitments-

- Contingent liabilities: NIL, (Previous year- NIL)
- The Supreme Court has recently delivered its ruling on the composition of basic wages for the purpose of deduction and contribution to the employee provident and pension funds. As the management of the company does not envisage any significant impact, considering the materiality of liability arising out of said ruling, thereof in its financial statement for the year ended March 31st, 2019 therefore, no provision for the same has been made in its books of account.

### (ii) Operating Segments

Segment wise reporting as defined in Indian Accounting Standards (Ind AS - 108) is not Required, since the entire operation of the Company related to only one segment.

### (iii) Capital management

The Company's objectives when managing capital is to safeguard continuity, maintain a Strong credit rating and healthy capital ratios in order to support its business and provide Adequate return to shareholders through continuing growth. The Company's overall strategy Remains unchanged from previous year.

The funding requirements are met through a mixture of equity, internal fund generation and Other long-term borrowings. The Company's policy is to use short-term and long-term Borrowings to meet anticipated funding requirements.

### Capital Risk Adequacy Ratio (CRAR)

As on March 31st, 2019	As on March 31st, 2018	As on April 1st, 2017
90.23%	85.94%	93.05%

As per Reserve Bank of India Guidelines, the Capital Adequacy Ratio of the Company at the Year-end worked out at 90.23% as given below:

Particulars	(₹ In lakhs)	
	Current Year	Previous Year
(i) Shareholders' Fund minus (Deferred Tax Assets & Prepaid Expenses)	13419.24	13,662.02
(ii) Risk Weighted Assets	14871.67	15,897.54
(iii) Capital Adequacy Ratio	90.23%	85.94%

### (iv) Valuation

All financial instruments are initially recognised and subsequently re-measured at fair value as Described below:

- The fair value of investment in security receipts of securitisation trusts is arrived by applying the mid-value of rating scale under which the SRs of those particular trusts are rated by rating agencies.
- The fair value of investment in credit impaired financial assets is arrived at by applying the fair value model devised by the company for this purpose

### (v) Proposed Dividend

The Final Dividend proposed for the year is as follows: [on Equity Shares of INR 10 each]	Current Year	Previous Year
Amount of Dividend proposed (INR Lakh)	0.00	490.00
Tax on Dividend (INR Lakh)	0.00	100.72
Dividend (INR) per Equity Share	0.00	0.50

The Company has one class of equity shares having a par value of INR 10 per share. Each shareholder is eligible for one vote per share held. The Dividend proposed by the Board of Directors is subject to the approval of the Shareholders in the ensuing Annual General Meeting, except in case of Interim Dividend.

### (vi) EXPENDITURE ON CORPORATE SOCIAL RESPONSIBILITY (CSR)

The Company has spent an amount of INR 18.09 Lakh towards Corporate Social Responsibility (CSR) activities as per the provision of Section 135 of Companies Act 2013 and rules made there Under (as amended from time to time), and the same has been recognized as a separate line item As "CSR Expenditure" in the Statement of Profit and Loss.

The details of CSR Expenditures are as under:

- Gross amount required to be spent by the company during the year: INR 18.09 Lakh
- Amount spent during the year-

Particulars	(₹ In lakhs)		
	In cash	Yet to be paid in Cash	Total
i On Construction/ Acquisition of any asset	18.09	0.00	18.09
ii On purposes other than (i) above	0.00	0.00	0.00

### (viii) Recent accounting pronouncement

#### Standards issued but not yet effective

The ministry of corporate affairs in March 2019 has notified Ind AS 116, Leases. Earlier another Standard Ind AS 17 had been notified. Now, after notification of Ind AS 116, Ind AS 17 would be redundant. Ind AS 116 deals with recognition, measurement, presentation and disclosure of Leases. Ind AS 116 shall be applicable on or after 1st April 2019.

Lessees were hitherto required to screen and distinguish each of the lease arrangements as either an operating or finance lease. Ind AS 116 requires lessees to recognise a 'right-to-use asset' and a 'lease liability' for almost all of the leasing agreements. Optional exemption is available in respect of short-term leases (less than 12 months) and low-value assets.

#### a. Initial recognition and measurement

The new standard requires the lessees to initially recognise a lease liability for the obligation to make lease payments and a right-to-use asset for the right to use the underlying asset for the lease term. The lease liability is measured at the present value of the lease payments to be made over the lease term. The right to use asset is initially measured at the amount of the lease liability and adjusted for lease prepayments and the lessee's initial direct costs.

#### b. Subsequent measurement

Lessees accrete lease liability to reflect interest and reduce the liability to reflect lease payments made. The related right-to-use asset is depreciated in accordance with Ind AS 16 Property, Plant and Equipment. Right-to-use assets are subject to impairment testing under Ind AS 36 Impairment of Assets.

### c. Presentation

Right to use assets are either presented separately from other assets on the balance sheet or disclosed separately in the notes. Similarly, lease liabilities are either presented separately from other liabilities on the balance sheet or disclosed separately in the notes. Depreciation expense and interest expense cannot be combined in the statement of profit or loss.

### d. Impact on financial statements

Recognition of right-of-use asset and a corresponding lease liability would result in an increase in the amount recognised for financial liabilities and assets of the company.

Further, recognition of depreciation on right-to-use assets and unwinding of finance costs on lease liabilities would result in higher costs being recognised during the beginning of the lease term.

Lease payments would be presented as 'cash flow from financing activities' in the Statement of Cash Flows. It would have a favourable impact on cash flows from operations.

### (viii) Additional Disclosures pursuant to the RBI Guidelines has been given below.

The following additional disclosures have been made considering RBI guidelines in this regard

- a) Names and addresses of the banks/ financial institutions from whom financial assets were Acquired and the value at which such assets was acquired from each such bank / financial Institution:

Name	Address	Acquisition Price (INR Lakh), Cumulative as at year end	
		Current Year	Previous Year
<b>Sponsors</b>			
Allahabad Bank	2, Netaji Subhas Road, Kolkata - 700 001	16764.00	14452.00
Bank of India	Star House, C-5, G Block, Bandra Kurla Complex, Bandra (East), Mumbai - 400 051	8996.33	8996.33
Andhra Bank	Dr. Pathabhi Bhavan, 5-9-11 Saifabad, Hyderabad- 500 00	1552.00	1552.00
Indian Bank	254, Avvai Shanmugan Salai, Royapettah, Chennai - 600 014	3377.00	3377.00
<b>Sub Total (A)</b>		<b>30689.33</b>	<b>28377.33</b>
<b>Non Sponsors</b>			
Axis Bank	Trishul, 3rd Floor, Opp. Samaratheshwar Temple, Law Garden, Ellisbridge, Ahmedabad - 380 006, Gujarat.	4319.78	4319.78

Name	Address	Acquisition Price (INR Lakh), Cumulative as at year end	
		Current Year	Previous Year
Abhyudaya Co.Operative Bank Ltd	K.K.Tower, Abhyudaya Bank Lane. off G. D. Ambekar Marg, Parel Village, Mumbai - 400 012	419.30	419.30
Bank of Baroda	C-26, G-Block, Bandra Kurla Complex, Bandra (E), Mumbai - 400 051, Maharashtra	1258.00	1258.00
Bank of Maharashtra	Head Office, Lokmangal 1501, Shivanagar, Pune - 411005	3412.00	3412.00
Central Bank of India	Chander Mukhi, Nariman Point, Mumbai - 400 021, Maharashtra	5903.00	5903.00
Canara Bank	112, J C Road, Bangalore - 56002	951.31	679.31
Corporation Bank	Mangladevi Temple Road, Pandeshwar, Mangalore- 575001, Karnataka.	110.00	110.00
Dena Bank	Dena Corporate Centre, C-10, G-Block, Bandra-Kurla Complex, Bandra (E), Mumbai - 400 051, Maharashtra	1774.00	1653.00
Dombivali Nagar Sahkari Bank Ltd	"Madhukunj" P-52, M.I.D.C. KalyanShil Road, Sonarpada, Dombivli (East) - 421 204. Thane	2705.69	0.00
Federal Bank	Federal Towers, Head Office, Aluva, Ernakulam - 683 101, Kerala.	515.00	515.00
Indian Overseas Bank	763, Anna Salai, Chennai-600002	2269.54	2269.54
IFCI Limited	IFCI Tower, 61, Nehru Place, New Delhi - 110 019	2112.00	2112.00
ICICI	ICICI Bank Towers, Bandra Kurla Complex, Mumbai - 400051	395.00	395.00
Karnataka Bank	Kankanady, Mangalore, Karnataka - 575002	5605.54	5605.54
Karur Vysya Bank	Erode Road, Central Office, Karur, Tamil Nadu - 639002	4730.00	4730.00
Kotak Mahindra Bank Ltd	36-38A, Nariman Point, Mumbai - 21	695.00	695.00
Laxmi Vilas Bank	Kathaparai, Salem Main Road, Karur – 639 006	1076.00	1076.00
Oriental Bank of Commerce	Harsha Bhawan, E Block, Connaught Place, New Delhi, Delhi - 110001	1696.00	1696.00
Pune District Central Co Op Bank Ltd	4B B.J. Road, Pune - 411 001	812.00	812.00
Punjab & Sind Bank	Bank House, 21, Rajendra Plakhe, New Delhi - 110 008	328.85	328.85
Punjab National Bank	7, Bhikaji Cama Place, New Delhi - 110607	444.00	94.00
State Bank of India	Corporate Banking Group, Corporate Centre, Madam Cama Road, Mumbai - 400 021	14217.20	14136.20
State Bank of Hyderabad	Hybank Towers, Gunfoundry, Hyderabad - 500 001	13827.00	13827.00
State Bank of Mysore	Kempegowda Road, Bangalore - 560 009, Karnataka	312.00	312.00
State Bank of Bikaner & Jaipur	Tilak Marg, C Scheme, Jaipur - 302 005, Rajasthan	3844.00	3844.00
Standard Chartered Bank	90, Mahatma Gandhi Road, Mumbai - 400 001, Maharashtra	114.50	114.50
State Bank of Patiala	Head Office Building, 4th Floor, The Mall, Patiala - 147001.	3281.00	3281.00
State Bank of Travancore	Head Office Poojappura, Thiruvananthapuram - 695012	2995.00	2995.00
Syndicate Bank	Corporate Office, 2nd Floor, 2nd Cross, Gandhi Nagar, Bangalore - 560009	1873.70	1873.70

Name	Address	Acquisition Price (INR Lakh), Cumulative as at year end	
		Current Year	Previous Year
The Saraswat Bank Co-Operative Bank Ltd	Corporate Center, Saraswat Bank Bhawan, Plot No-753, Appasaheb Marathe Marg, Prabhadevi, Mumbai - 400025	284.00	284.00
The Royal Bank of Scotland	No-1 Krm Tower, Near Shoppers Stop, Harington Road, Chetpet, Chennai - 600031	500.00	500.00
The Karad Janata Sahakari Bank Ltd	100/101, Shivaji Nagar, Karad, Satara - 415110, Marashtra	160.00	160.00
The Shamrao Vittal Co-Operative Bank Ltd	SVC Tower, Nehru Road, Vakola Santacruz (E), Mumbai - 400055	238.67	238.67
The Thane District Central Co-Operative Bank Ltd	TJSB House, Plot no-5B, Road no-2, Wagle Ind. estate, Thane (W) - 400604	289.29	289.29
The Mumbai District Central Co-Operative Bank Ltd	Mumbai Bank Bhawan, 207, Dr. D.N Road, Fort, Mumbai - 400001	751.33	751.33
United Bank of India	11, Hemanta Basu Sarani, Kolkata - 700 001	5040.00	5040.00
UCO Bank	10, BTM Sarani, Kolkata - 700 001	16645.00	16645.00
Vijaya Bank	41/2. M. G. Road, Trinity Circle, Bangalore.	1559.00	1559.00
Tata Capital Ltd	11th Floor, Tower A, Peninsula Business Park, Ganpatrao Kadam Marg, Lower Parel, Mumbai - 400013.	250.00	250.00
Kalyan Janta Sahkari Bank Ltd	"Kalyanam_astu", Om Vijaykrishna Apt., Adharwadi, Kalyan (W)	750.00	750.00
<b>Sub Total (B)</b>		<b>108463.70</b>	<b>104934.01</b>
<b>Grand Total (A + B)</b>		<b>139153.03</b>	<b>133311.34</b>

b) Dispersion of various financial assets industry-wise and sponsor-wise:

Industry	No. of cases	Acquisition Price (INR Lakh)	Percentage (%) to total acquisition price
<b>Sponsor</b>			
Agro Products	4	155.00	0.11
Aluminium	1	225.00	0.16
Auto Ancillary	1	103.00	0.07
Cement	4	170.00	0.12
Chemical	3	375.00	0.27
Construction	3	2713.00	1.95
Consumer Products	5	84.80	0.06
Edible Oil	4	2092.00	1.50
Electronics	11	273.00	0.20
Engineering	5	558.00	0.40
Financial Services	2	52.00	0.04
Food Industry	10	588.10	0.42
Hospitality	2	841.00	0.60
Iron and Steel	15	808.00	0.58
Leather	3	375.00	0.27
Non-Ferrous metal	1	1530.00	1.10

Industry	No. of cases	Acquisition Price (INR Lakh)	Percentage (%) to total acquisition price
Others	96	12139.83	8.72
Petrochemicals	1	410.00	0.29
Pharma	5	1112.00	0.80
Plastic	5	255.00	0.18
Tea	10	719.00	0.52
Textiles	19	3928.00	2.82
Trading	21	1121.60	0.81
Logistics	1	0.00	0.00
Paper	1	61.00	0.04
<b>Sponsor Total (A)</b>	<b>233</b>	<b>30689.33</b>	<b>22.05</b>
<b>Non-Sponsor</b>			
Agro Products	21	3496.85	2.51
Aluminium	1	390.00	0.28
Animal Husbandry	7	855.25	0.61
Auto Ancillary	8	676.00	0.49
Cement	1	21.14	0.02
Chemical	8	1038.48	0.75
Construction	12	5562.50	4.00
Consumer Products	11	1347.02	0.97
Educational	1	2064.24	1.48
Edible Oil	15	1623.08	1.17
Electronics	11	3800.71	2.73
Engineering	12	4328.90	3.11
Entertainment	1	225.29	0.16
Financial Services	6	92.98	0.07
Food Industry	17	3401.42	2.44
Hospitality	1	50.00	0.04
Iron and Steel	31	9859.69	7.09
Jewellery	14	5721.00	4.11
Leather	11	1138.00	0.82
Others	173	25727.91	18.49
Petrochemicals	2	42.00	0.03
Pharma	17	4096.10	2.94
Plastic	6	151.10	0.11
Steel	15	3026.20	2.17
Tea	37	2649.20	1.90
Textiles	53	17178.30	12.34
Trading	61	9900.34	7.11
<b>Non-Sponsor - Total (B)</b>	<b>553</b>	<b>108463.70</b>	<b>77.95</b>
<b>Grand Total (A+B)</b>	<b>786</b>	<b>139153.03</b>	<b>100.00</b>

**\*Industry-wise and Sponsor-wise dispersion of financial assets have been identified by the Management and relied upon by the auditors.**

## c) Statement of migration of financial assets from standard to non-performing:

(₹ In lakhs)

Bank	No of Accounts	Outstanding Acquisition Price as on 31-03-2019
Allahabad Bank	2	613.00
United Bank of India	1	28.00
ICICI Bank	1	226.52
<b>Grand Total</b>		<b>867.52</b>

## d) Value of financial assets acquired (acquisition price) during the financial year either on its own books or in the books of the trusts:

(₹ In lakhs)

Name of the Banks / Financial Institutions	Name of the Trusts/ Company	Value of financial assets acquired during the financial year
Allahabad Bank	ASREC	271.00
	02/2018-19 Trust	320.00
	03/2018-19 Trust	591.00
	04/2018-19 Trust	1130.00
Canara Bank	ASREC	272.00
Dena Bank	01/2018-19 Trust	121.00
Dombivali Nagar Sahkari Bank Ltd	05/2018-19 Trust	2705.69
Punjab National Bank	ASREC	350.00
State Bank of India	ASREC	81.00
<b>Grand Total</b>		<b>5841.69</b>

## e) Value of Financial Assets realized during the current financial year.

Name of the Banks / Financial Institutions	Name of the Trusts	(₹ In lakhs)
Abhyudaya Cooperative Bank Ltd	ASREC	28.00
Allahabad Bank	ASREC	397.00
	06/2009-10 Trust	47.00
	14/2015-16 Trust	244.00
	01/2017-18 Trust	34.00
	02/2017-18 Trust	15.00
	03/2017-18 Trust	331.00
	04/2017-18 Trust	349.00
	05/2017-18 Trust	214.00
	06/2017-18 Trust	66.00
	07/2017-18 Trust	100.00
	10/2017-18 Trust	192.00
	02/2018-19 Trust	50.00
	03/2018-19 Trust	75.00
Axis Bank	ASREC	264.00
Bank of Baroda	05/2009-10 Trust	73.00
Bank of India	ASREC	134.00
Bank of Maharashtra	15/2014-15 Trust	25.00
	30/2014-15 Trust	8.00

<b>Name of the Banks / Financial Institutions</b>	<b>Name of the Trusts</b>	<b>(₹ In lakhs)</b>
	07/2015-16 Trust	612.00
Central Bank of India	ASREC	4.00
	06/2015-16 Trust	290.00
Indian Bank	05/2013-14 Trust	374.00
Indian Overseas Bank	ASREC	5.00
	10/2014-15 Trust	53.00
Karnataka Bank	03/2016-17 Trust	2874.00
Karur Vysya Bank	06/2014-15 Trust	1331.00
	12/2014-15 Trust	322.00
Kalyan Janta Sahkari Bank Ltd	11/2017-18 Trust	10.00
Oriental Bank of Commerce	01/2014-15 Trust	280.00
State Bank of Bikaner and Jaipur	02/2014-15 Trust	41.00
	04/2015-16 Trust	257.00
State Bank of Hyderabad	17/2014-15 Trust	52.00
	18/2014-15 Trust	960.00
	27/2014-15 Trust	532.00
	29/2014-15 Trust	17.00
	02/2015-16 Trust	376.00
	11/2015-16 Trust	80.00
	12/2015-16 Trust	254.00
	13/2015-16 Trust	33.00
State Bank of India	ASREC	153.00
	07/2014-15 Trust	210.00
	16/2014-15 Trust	188.00
	19/2014-15 Trust	17.00
	21/2014-15 Trust	79.00
	24/2014-15 Trust	580.00
	26/2014-15 Trust	4.00
State Bank of Patiala	08/2014-15 Trust	28.00
	03/2015-16 Trust	400.00
State Bank of Travancore	09/2014-15 Trust	31.00
	20/2014-15 Trust	75.00
State Bank of Mysore	14/2014-15 Trust	70.00
Syndicate Bank	11/2014-15 Trust	65.00
Tata Capital Ltd	ASREC	270.00
UCO Bank	ASREC	4.00
	02/2009-10 Trust	2.00
	07/2009-10 Trust	24.00
	02/2013-14 Trust	735.00
	31/2014-15 Trust	500.00
United Bank of India	03/2008-09 Trust	502.00
	03/2009-10 Trust	4.00
	01/2012-13 Trust	142.00
	04/2012-13 Trust	2.00
<b>Total</b>		<b>15488.00</b>



f) Value of financial assets outstanding for realisation as at the end of the current financial year:

Particulars	(₹ In lakhs)
Value of financial assets outstanding for realization as at 31st March, 2019	53,250 <sup>1</sup>

<sup>1</sup> Trusts: 47086, ASREC: 6164 (INR Lakh)

g) Value of Security Receipts redeemed partially, and the Security Receipts redeemed fully during the current financial year:

#### SECURITY RECEIPTS REDEEMED FULLY:

Name of the Trust	Name of Seller Bank / FIs	Value of Security Receipt (₹ In lakhs)
03/2008-09 Trust	United Bank of India	232.00
01/2012-13 Trust	United Bank of India	32.00
02/2015-16 Trust	State Bank of Hyderabad	347.00
04/2017-18 Trust	Allahabad Bank	23.00
07/2017-18 Trust	Allahabad Bank	56.00
<b>Total</b>		<b>690.00</b>

#### SECURITY RECEIPTS REDEEMED PARTIALLY:

Name of the Trust	Name of Bank / FIs	Value of Security Receipt (₹ In lakhs)
02/2013-14 Trust	UCO Bank	603.00
05/2013-14 Trust	Indian Bank	270.00
01/2014-15 Trust	Oriental Bank	257.00
06/2014-15 Trust	Karur Vysya Bank	1257.00
07/2014-15 Trust	State Bank of India	135.00
10/2014-15 Trust	India Overseas Bank	40.00
11/2014-15 Trust	Syndicate Bank	52.00
12/2014-15 Trust	Karur Vysya Bank	292.00
14/2014-15 Trust	State Bank of Mysore	66.00
16/2014-15 Trust	State Bank of India	87.00
18/2014-15 Trust	State Bank of Hyderabad	894.00
20/2014-15 Trust	State Bank of Travancore	35.00
24/2014-15 Trust	State Bank of India	570.00
27/2014-15 Trust	State Bank of Hyderabad	406.00
31/2014-15 Trust	UCO Bank	490.00
03/2015-16 Trust	State Bank of Patiala	352.00
04/2015-16 Trust	State Bank of Bikaner & Jaipur	130.00
06/2015-16 Trust	Central Bank	260.00
07/2015-16 Trust	Bank of Maharashtra	576.00
11/2015-16 Trust	State Bank of Hyderabad	20.00
12/2015-16 Trust	State Bank of Hyderabad	173.00
14/2015-16 Trust	Allahabad Bank	200.00
01/2016-17 Trust	Dena Bank	172.00
03/2016-17 Trust	Karnataka Bank Ltd	2460.00
03/2017-18 Trust	Allahabad Bank	284.00
05/2017-18 Trust	Allahabad Bank	223.50

Name of the Trust	Name of Bank / FIs	Value of Security Receipt (₹ In lakhs)
06/2017-18 Trust	Allahabad Bank	79.40
10/2017-18 Trust	Allahabad Bank	115.00
02/2018-19 Trust	Omkara ARCs	47.00
03/2018-19 Trust	Allahabad Bank	60.00
<b>Total</b>		<b>10605.90</b>

h) Value of Security Receipts pending redemption as at the end of the Current financial year:

Name of the Trust	Name of Seller Bank / Fis	Value of Security Receipts pending redemption as at 31st March 2019 (₹ Lakh)
03/2007-08 Trust	UCO Bank	360.00
05/2007-08 Trust	UCO Bank	120.00
02/2008-09 Trust	United Bank of India	242.00
01/2009-10 Trust	UCO Bank	79.00
04/2009-10 Trust	United Bank of India	152.00
04/2012-13 Trust	United Bank of India	90.00
05/2012-13 Trust	United Bank of India	141.00
06/2012-13 Trust	United Bank of India	400.00
07/2012-13 Trust	United Bank of India	175.00
02/2013-14 Trust	UCO Bank	4595.00
03/2013-14 Trust	Bank of Baroda	566.00
04/2013-14 Trust	Vijaya Bank	950.00
05/2013-14 Trust	Indian Bank	665.00
01/2014-15 Trust	Oriental Bank of Commerce	215.00
02/2014-15 Trust	State Bank of Bikaner & Jaipur	900.00
03/2014-15 Trust	Indian Bank	1825.00
04/2014-15 Trust	Vijaya Bank	274.00
05/2014-15 Trust	Uco Bank	216.00
06/2014-15 Trust	Karur Vysya Bank	2405.00
07/2014-15 Trust	State Bank of India	445.00
08/2014-15 Trust	State Bank of Patiala	538.00
09/2014-15 Trust	State Bank of Travancore	340.00
10/2014-15 Trust	Indian overseas Bank	101.00
11/2014-15 Trust	Syndicate Bank	884.00
12/2014-15 Trust	Karur Vysya Bank	494.00
13/2014-15 Trust	State Bank of Patiala	265.00
14/2014-15 Trust	State Bank of Mysore	6.00
15/2014-15 Trust	Bank of Maharashtra	1222.00
16/2014-15 Trust	State Bank of India	1595.00
17/2014-15 Trust	State Bank of Hyderabad	1520.00
18/2014-15 Trust	State Bank of Hyderabad	486.00
20/2014-15 Trust	State Bank of Travancore	515.00
23/2014-15 Trust	State Bank of Travancore	326.00
24/2014-15 Trust	State Bank of India	412.00
25/2014-15 Trust	Bank of India	165.00
26/2014-15 Trust	State Bank of India	758.00

Name of the Trust	Name of Seller Bank / Fis	Value of Security Receipts pending redemption as at 31st March 2019 (₹ Lakh)
27/2014-15 Trust	State Bank of Hyderabad	2179.00
28/2014-15 Trust	State Bank of India	33.00
29/2014-15 Trust	State Bank of Hyderabad	474.00
30/2014-15 Trust	Bank of Maharashtra	396.00
31/2014-15 Trust	UCO Bank	343.00
01/2015-16 Trust	UCO Bank	223.00
03/2015-16 Trust	State Bank of Patiala	1260.00
04/2015-16 Trust	State Bank of Bikaner & Jaipur	783.00
05/2015-16 Trust	State Bank of India	782.00
06/2015-16 Trust	Central Bank of India	276.00
07/2015-16 Trust	Bank of Maharashtra	324.00
08/2015-16 Trust	State Bank of Travancore	602.00
09/2015-16 Trust	Oriental Bank of Commerce	400.00
10/2015-16 Trust	Indian overseas Bank	235.00
11/2015-16 Trust	State Bank of Hyderabad	2073.00
12/2015-16 Trust	State Bank of Hyderabad	847.00
13/2015-16 Trust	State Bank of Hyderabad	700.00
14/2015-16 Trust	Allahabad Bank	1240.00
16/2015-16 Trust	State Bank of Travancore	137.00
17/2015-16 Trust	State Bank of Travancore	334.00
18/2015-16 Trust	State Bank of Bikaner & Jaipur	285.00
01/2016-17 Trust	Dena Bank	126.00
02/2016-17 Trust	State Bank of Bikaner & Jaipur	335.00
03/2016-17 Trust	Karnataka Bank	2550.00
05/2016-17 Trust	Indian Bank	502.00
01/2017-18 Trust	Allahabad Bank	2320.00
02/2017-18 Trust	Allahabad Bank	765.00
03/2017-18 Trust	Allahabad Bank	524.00
05/2017-18 Trust	Allahabad Bank	496.50
06/2017-18 Trust	Allahabad Bank	334.60
08/2017-18 Trust	Andhra Bank	185.00
09/2017-18 Trust	Allahabad Bank	575.00
10/2017-18 Trust	Allahabad Bank	1330.00
11/2017-18 Trust	Kalyan Janta Sahakari Bank Ltd	750.00
01/2018-19 Trust	Omkara ARCs	121.00
02/2018-19 Trust	Omkara ARCs	273.00
03/2018-19 Trust	Allahabad Bank	531.00
04/2018-19 Trust	Omkara ARCs	1130.00
05/2018-19 Trust	Dombivali Nagarik Sahkari Bank	2705.69
INVENT/1011/S4 TRUST	Federal Bank	860.00
<b>Total</b>		<b>54781.79</b>

- i) Value of Security Receipts which could not be redeemed as a result of non-realization of the financial assets as per the policy formulated by the Asset Reconstruction company under Paragraph 7(6)(ii) or 7(6)(iii)

Name of the Trust	Name of Seller Bank / FIs	Value of Security Receipts pending redemption as at 31st March 2019 (₹ Lakh)
03/2007-08 Trust	UCO Bank	360.00
05/2007-08 Trust	UCO Bank	120.00
02/2008-09 Trust	United Bank of India	242.00
01/2009-10 Trust	UCO Bank	79.00
04/2009-10 Trust	United Bank of India	152.00
<b>Total</b>		<b>953.00</b>

- j) Value of land and/or building acquired in ordinary course of business of reconstruction of assets (year wise)

Nil

- k) The basis of valuation of assets if the acquisition value of the assets is more than the Book Value.

Nil

- l) The details of the assets disposed of (either by write off or by realisation) during the year at a discount of more than 20% of valuation as on the previous year end and the reasons there for.

NIL

- m) The detail of the assets where the value of the SRs has declined more than 20% below the acquisition value:

Name of the Trust/ Assets	Seller Bank/Financial Institution	Rating (Recovery)	Face Value of SRs (INR)	Net Asset Value as on 31st March 2019 (₹)
03/2007-08 Trust	UCO Bank	Not applicable	1,00,000	0
05/2007-08 Trust	UCO Bank	Not applicable	1,00,000	0
02/2008-09 Trust	United Bank of India	Not applicable	1,00,000	0
01/2009-10 Trust	UCO Bank	Not applicable	1,00,000	0
04/2009-10 Trust	United Bank of India	Not applicable	1,00,000	0
07/2012-13 Trust	United Bank of India	NR-5 (25-50%)	1,00,000	37,500
03/2013-14 Trust	Bank of Baroda	NR-4 (50-75%)	1,00,000	62,500
05/2013-14 Trust	Indian Bank	NR-4 (50-75%)	1,00,000	62,500
05/2014-15 Trust	UCO Bank	NR-5 (25-50%)	1,00,000	37,500
08/2014-15 Trust	State Bank of Patiala	NR-4 (50-75%)	1,00,000	62,500
09/2014-15 Trust	State Bank of Travancore	NR-4 (50-75%)	1,00,000	62,500
12/2014-15 Trust	Karur Vysya Bank	NR-4 (50-75%)	1,00,000	62,500
13/2015-16 Trust	State Bank of Hyderabad	NR-4 (50-75%)	1,00,000	62,500

- (ix) The Company has not received any intimation from suppliers regarding their status under the Micro, Small and Medium Enterprises Development Act, 2006 and hence disclosures, if any, relating to amounts unpaid as at the year end together with interest paid/ payable as required under the said act have not been given.

- (x) Previous year's figures have been re-grouped and/ or re-arranged wherever considered necessary to conform to current year's presentation.

**Note - 2 Cash and Cash Equivalents**

(₹ In lakhs)

Particulars	As on March 31st, 2019	As on March 31st, 2018	As on April 1st, 2017
i. Cash on hand	0.42	0.54	0.54
ii. Balances with Banks			
(a) In Current Accounts	744.63	1,926.74	4,144.15
(b) in Other deposit accounts	473.23	461.70	262.30
<b>Subtotal (a and b)</b>	<b>1,217.86</b>	<b>2,388.44</b>	<b>4,406.45</b>
<b>Total (i and ii)</b>	<b>1,218.28</b>	<b>2,388.98</b>	<b>4,406.99</b>

**Note - 3 Bank Balances other than above**

(₹ In lakhs)

Particulars	As on March 31st, 2019	As on March 31st, 2018	As on April 1st, 2017
Balances with other Banks			
(a) in Current Accounts (Others)	-	-	-
(b) In Dividend Account	-	-	-
(c) in Other deposit accounts	-	-	-
<b>Subtotal (a, b and c)</b>	<b>-</b>	<b>-</b>	<b>-</b>
Balances in India	-	-	-
Balances outside India	-	-	-
<b>Total</b>	<b>-</b>	<b>-</b>	<b>-</b>

**Note - 4 Other Receivables**

(₹ In lakhs)

Particulars	As on March 31st, 2019	As on March 31st, 2018	As on April 1st, 2017
<b>Receivable from trusts</b>	<b>106.40</b>	<b>164.05</b>	<b>128.64</b>
Receivables considered good - Secured			
Receivables considered good - Unsecured			
Receivables which have significant increase in Credit Risk			
Receivables - credit impaired			
<b>Other Receivables</b>	<b>954.30</b>	<b>0.44</b>	<b>0.44</b>
<b>Total</b>	<b>1,060.70</b>	<b>164.49</b>	<b>129.08</b>

**Note - 5 Investment**

(₹ In lakhs)

Particulars	As on March 31st, 2019			As on March 31st, 2018			As on April 1st, 2017		
	Fair Value Through Profit or Loss	Other	Total	Fair Value Through Profit or Loss	Other	Total	Fair Value Through Profit or Loss	Other	Total
<b>Investment in Subsidiaries</b>									
Investment in controlled SPEs	9,614.87	-	9,614.87	9,873.14	-	9,873.14	7,008.04	-	7,008.04
<b>Investment in Associates</b>									
Investment in the SR of Trust formed by Other ARC	-	-	-	429.99	-	429.99	773.98	-	773.98
<b>Other Investments</b>									
Financial Assets acquired from various Banks and Financial Institutions	4,668.96	-	4,668.96	5,002.58	-	5,002.58	5,082.58	-	5,082.58
<b>Total Gross (A)</b>	<b>14,283.83</b>	<b>-</b>	<b>14,283.83</b>	<b>15,305.70</b>	<b>-</b>	<b>15,305.70</b>	<b>12,864.61</b>	<b>-</b>	<b>12,864.61</b>
Overseas investments	-	-	-	-	-	-	-	-	-
Investments in India	14,283.83	-	14,283.83	15,305.70	-	15,305.70	12,864.61	-	12,864.61
<b>Total Gross (B)</b>	<b>14,283.83</b>	<b>-</b>	<b>14,283.83</b>	<b>15,305.70</b>	<b>-</b>	<b>15,305.70</b>	<b>12,864.61</b>	<b>-</b>	<b>12,864.61</b>
Less: Allowance for Impairment loss (C)	-	-	-	-	-	-	-	-	-
<b>Total Net</b>	<b>14,283.83</b>	<b>-</b>	<b>14,283.83</b>	<b>15,305.70</b>	<b>-</b>	<b>15,305.70</b>	<b>12,864.61</b>	<b>-</b>	<b>12,864.61</b>

**Note - 6 Other Financial Assets**

(₹ In lakhs)

Particulars	As on March 31st, 2019	As on March 31st, 2018	As on April 1st, 2017
Lease Deposits	5.68	5.15	5.40
Other Deposits	0.57	0.57	1.05
<b>Total</b>	<b>6.25</b>	<b>5.73</b>	<b>6.45</b>

**Note - 7 Deferred Tax Assets (Net)**

(₹ In lakhs)

Particulars	As on March 31st, 2019	As on March 31st, 2018	As on April 1st, 2017
Deferred Tax adjustments made till last reporting date	(187.89)	170.73	-
Provision for Impairment	713.62	676.64	565.53
Provision for Other Expenses	3.97	8.19	8.01
Depreciation	(147.88)	(147.46)	(168.54)
Prepaid Expenses	-	(1.16)	(2.09)
Fair Value Adjustment on Investments	(44.95)	(358.63)	170.73
Re-measurements of net defined benefit plans (OCI)	(1.02)	0.55	(0.01)
Re-measurements of net defined benefit plans (SOPL)	1.02	(0.55)	0.01
Deferred Tax Liability on implied interest on lease deposits	(0.18)	(0.20)	-
Deferred Tax Asset on allocation of advance lease rental for the period	0.19	0.21	-
<b>Total</b>	<b>336.88</b>	<b>348.31</b>	<b>573.64</b>



**Note - 8 Tangible Assets**

(₹ In lakhs)

Particulars	Gross Block					Depreciation					Net Block				
	As at April 1, 2017	Addition	Sale/ Deduction	As at March 31, 2018	As at March 31, 2019	Up to April 1, 2017	During the year	on Sale/ deduction	Up to March 31, 2018	During the year	on Sale/ deduction	Up to March 31, 2019	As at March 31, 2018	As at March 31, 2019	As at April 1, 2017
Building	1,141.36	-	-	1,141.36	1,141.36	131.83	19.05	-	150.88	19.05	-	169.94	971.42	990.47	1,009.52
Motor Cars	12.74	14.43	12.74	14.43	14.43	5.91	1.87	6.93	0.85	1.80	-	2.65	11.78	13.58	6.84
Computer	43.14	-	0.34	42.79	46.54	38.48	2.24	0.34	40.38	3.08	-	43.47	3.07	2.41	4.65
Office Equipment	4.90	-	-	4.90	4.90	4.10	0.16	-	4.26	0.16	-	4.43	0.47	0.63	0.79
Electrical Equipments	11.14	-	-	11.14	11.64	6.51	1.50	-	8.01	1.53	-	9.54	2.10	3.13	4.63
Furniture & Fixtures	54.53	-	-	54.53	54.53	30.37	6.53	-	36.90	6.53	-	43.43	11.09	17.63	24.16
Air Conditioner	0.68	-	-	0.68	0.68	0.05	0.05	-	0.10	0.05	-	0.14	0.54	0.58	0.63
<b>Total</b>	<b>1,268.48</b>	<b>14.43</b>	<b>13.08</b>	<b>1,269.82</b>	<b>1,274.07</b>	<b>217.25</b>	<b>31.40</b>	<b>7.27</b>	<b>241.39</b>	<b>32.21</b>	<b>-</b>	<b>273.60</b>	<b>1,000.47</b>	<b>1,028.44</b>	<b>1,051.22</b>

**Note - 9 Other Non-Financial Assets**

(₹ In lakhs)

Particulars	As on March 31st, 2019	As on March 31st, 2018	As on April 1st, 2017
Prepaid expenses	3.53	8.86	11.53
Input Tax Credit	4.19	2.19	1.04
Income Tax Refund	75.92	134.25	65.55
Advance Lease Rentals	0.63	1.17	1.49
<b>Total</b>	<b>84.27</b>	<b>146.47</b>	<b>79.61</b>

**Note - 10 Borrowings**

(₹ In lakhs)

Particulars	As on 31st March, 2019	As on 31st March, 2018	As on 01st April, 2017
<b>Measured at Amortised Cost</b>			
<b>Loans repayable on demand</b>			
Canara Bank OD A/c	2,490.56	4,400.95	4,507.19
<b>Total</b>	<b>2,490.56</b>	<b>4,400.95</b>	<b>4,507.19</b>

**Note - 11 Other financial liabilities**

(₹ In lakhs)

Particulars	As on 31st March, 2019	As on 31st March, 2018	As on 01st April, 2017
EMD Payable	-	-	0.30
Balance in No Lien Account	816.50	-	700.57
Salary Payable	39.72	66.37	97.17
<b>Total</b>	<b>856.22</b>	<b>66.37</b>	<b>798.04</b>

**Note - 12 Provisions**

(₹ In lakhs)

Particulars	As on 31st March, 2019	As on 31st March, 2018	As on 01st April, 2017
Gratuity	(4.39)	1.31	2.15
Leave Encashment & compensated leave	18.64	27.07	21.01
Provision for expenses	22.15	25.47	24.78
<b>Total</b>	<b>36.41</b>	<b>53.85</b>	<b>47.94</b>

**Note - 13 Other non-financial liabilities**

(₹ In lakhs)

Particulars	As on 31st March, 2019	As on 31st March, 2018	As on 01st April, 2017
GST Payable	44.76	64.46	-
Service Tax Payable	-	-	12.50
PF Payable	19.07	19.02	18.98
Profession Tax Payable	0.06	0.06	0.05
TDS payable	14.60	12.65	12.66
TCS Payable	0.49	0.96	-
<b>Total</b>	<b>78.96</b>	<b>97.14</b>	<b>44.20</b>

## Note - 14 Equity Share Capital

(₹ In lakhs)

Particulars	As on	As on	As on
	31st March, 2019	31st March, 2018	01st April, 2017
<b>Authorised Share Capital:</b>			
12,50,00,000 Equity Shares of Rs 10/-each. (Previous year -12,50,00,000 Equity Shares of Rs 10/-each)	12,500.00	12,500.00	12,500.00
<b>Issued, Subscribed and Paid-up:</b>			
9,80,00,000 Equity Shares of Rs 10/-each, fully paidup. (Previous year - 9,80,00,000 Equity Shares of Rs 10/-each).	9,800.00	9,800.00	9,800.00
<b>Total</b>	<b>9,800.00</b>	<b>9,800.00</b>	<b>9,800.00</b>

### Details of shareholders holding more than 5% shares:

Name of Shareholders	As on	As on	As on	As on
	31.03.2019	31.03.2019	01.04.2017	01.04.2017
	No. of Shares	% held	No. of Shares	% held
Allahabad Bank	2,64,99,900	27.04%	2,64,99,900	27.04%
Bank of India	2,55,00,000	26.02%	2,55,00,000	26.02%
Andhra Bank	2,55,00,000	26.02%	2,55,00,000	26.02%
Indian Bank	1,10,00,000	11.22%	1,10,00,000	11.22%
Life Insurance Corporation of India	90,00,000	9.18%	90,00,000	9.18%
<b>Total</b>	<b>9,74,99,900</b>	<b>99.49%</b>	<b>9,74,99,900</b>	<b>99.49%</b>

### Notes :

1. There is no change in the number of shares outstanding hence reconciliation not required.
2. The Company has not issued any bonus shares or shares for consideration other than cash and has not bought back any shares during the last five years.

**Note - 15 Other Equity**

(₹ In lakhs)

Particulars	March 31st, 2019		
	Balance in Profit and Loss Account	Re-measurements of net defined benefit plans [Component of Other Comprehensive Income (OCI)]	Total
<b>Balance as at 1st April 2018</b>	<b>4,886.35</b>	<b>1.38</b>	<b>4,887.73</b>
<b>Total Comprehensive Income for the year</b>	<b>506.49</b>	<b>(2.66)</b>	<b>503.83</b>
Dividend paid including dividend distribution tax	(590.72)	-	(590.72)
<b>Balance as on 31st March 2019</b>	<b>4,802.12</b>	<b>(1.28)</b>	<b>4,800.84</b>

(₹ In lakhs)

Particulars	March 31st, 2018		
	Balance in Profit and Loss Account	Re-measurements of net defined benefit plans [Component of Other Comprehensive Income (OCI)]	Total
<b>Balance as at 1st April 2017 as per previous GAAP</b>	<b>3,943.56</b>	<b>(0.03)</b>	<b>3,943.52</b>
<b>Total Comprehensive Income for the year</b>	<b>1,532.54</b>	<b>1.42</b>	<b>1,533.96</b>
Dividend paid including dividend distribution tax	(589.75)	-	(589.75)
<b>Balance as on 31st March 2018 as per Ind AS</b>	<b>4,886.35</b>	<b>1.38</b>	<b>4,887.73</b>

(₹ In lakhs)

Particulars	April 1st, 2017		
	Balance in Profit and Loss Account	Re-measurements of net defined benefit plans [Component of Other Comprehensive Income (OCI)]	Total
<b>Balance as at 1st April 2017 as per previous GAAP</b>	<b>4,386.50</b>	-	<b>4,386.50</b>
Changes in accounting policy/prior period errors	-	-	-
<b>Restated balance at the beginning of the reporting period</b>	<b>4,386.50</b>	-	<b>4,386.50</b>
<b>Total Comprehensive Income for the year</b>			-
Transfer to/from retained earnings	-	-	-
Fair Value Change of Investment classified under FVTPL category on first time adoption of Ind AS	(613.71)	-	(613.71)
Changes in other comprehensive income on first time adoption of Ind AS	0.05	(0.05)	-
Less: Income Tax on changes arising on account of first time adoption of Ind AS	170.72	0.01	170.73
<b>Balance as at 1st April 2017 as per Ind AS</b>	<b>3,943.56</b>	<b>(0.03)</b>	<b>3,943.52</b>

## Note - 16 Other Income

(₹ In lakhs)

Particulars	FY 2018-19	FY 2017-18
Interest Income	46.11	14.41
Processing Fee	-	1.74
Profit on Sale of Fixed Assets	-	0.03
Miscellaneous Income	0.02	0.02
Implied interest on lease deposits	0.53	0.59
<b>Total</b>	<b>46.66</b>	<b>16.79</b>

## Note - 17 Fees and commission expenses

(₹ In lakhs)

Particulars	FY 2018-19	FY 2017-18
Legal Expenses	7.12	12.75
Professional Fees	103.78	65.90
Resolution Fees	3.65	6.43
Valuation and Due Diligence Expenses	1.90	1.84
<b>Total</b>	<b>116.45</b>	<b>86.92</b>

## Note - 18 Employee Benefits Expenses

(₹ In lakhs)

Particulars	FY 2018-19	FY 2017-18
Salary	333.82	365.80
Contribution to provident fund	7.99	7.80
Staff welfare Expenses	32.27	38.19
Gratuity Expenses	2.72	3.37
Leave Encashment	6.68	12.06
<b>Total</b>	<b>383.48</b>	<b>427.22</b>

## Note - 19 Other Expenses

(₹ In lakhs)

Particulars	FY 2018-19	FY 2017-18
Payments to the auditor		
-Audit Fees	7.87	7.49
-Tax Audit Fees	1.26	1.20
-For re-imbursment of Expenditure	0.43	0.26
Lease Rental	24.64	22.82
Bank Charges	1.22	1.19
Business Devlopment Expenses	1.40	1.20
Demat Charges	0.05	0.06
Director Sitting Fees	10.74	8.15
Meeting Expenses	0.08	-
Electricity Charges	10.36	11.31
Housekeeping, Security & Runner	38.66	35.19
Insurance	3.31	4.05
Internet and Web Site Expenses	6.94	7.29
Membership & Subscription	6.43	3.81
Newspaper, Books and periodicals	0.47	0.53
Postage and Courier Expenses	1.96	2.07
Printing and Stationery	6.39	7.16
Registration Fees	6.50	6.54
Repairs and Maintenance	6.02	5.43
Telephone, Fax & Mobile Expenses	3.98	7.52
Traveling and Conveyance	22.41	24.20
Rate and Taxes	7.68	7.81
CSR Expenditure (Refer Note -31)	18.09	21.24
Miscellaneous Expenses	2.80	2.76
<b>Total</b>	<b>189.70</b>	<b>189.30</b>

## Note - 20 Earning Per Share (EPS)

(₹ In lakhs)

Particulars	31st March, 2019	31st March, 2018
<b>Face Value Per Equity Share (Rs.)</b>	<b>10.00</b>	<b>10.00</b>
<b>Basic Earnings Per Share (Rs.)</b>	<b>0.52</b>	<b>1.56</b>
Net Profit After Tax as per Statement of Profit or Loss attributable to Equity Shareholders (Rs. In Lakhs)	506.49	1,532.54
Weighted Average Number of Equity Shares used as denominator for calculating Basic EPS	9,80,00,000.00	9,80,00,000.00
<b>Diluted Earnings Per Share (Rs.)</b>	<b>0.52</b>	<b>1.56</b>
Net Profit After Tax as per Statement of Profit or Loss attributable to Equity Shareholders (Rs. In Lakhs)	506.49	1,532.54
Weighted Average Number of Equity Shares used as denominator for calculating Diluted EPS	9,80,00,000.00	9,80,00,000.00
<b>Reconciliation of weighted average number of shares outstanding</b>		
Weighted Average Number of Equity Shares used as denominator for calculating Basic EPS	9,80,00,000.00	9,80,00,000.00
Total Weighted Average Potential Equity Shares	-	-
Weighted Average Number of Equity Shares used as denominator for calculating Diluted EPS	9,80,00,000.00	9,80,00,000.00

## Note - 21 Fair Value Measurement

(a) The carrying value of financial instruments by categories as of 31st March 2019 is as follows:

(₹ In lakhs)

Particulars	Fair Value through Profit or Loss	Amortised Cost	Fair Value through Other Comprehensive Income	Designated at fair value through Other Comprehensive income	Total
<b>Financial Assets</b>					
Cash and cash equivalents	-	1,218.28	-	-	1,218.28
Bank balances other than cash and cash equivalents	-	-	-	-	-
Other Receivables	-	1,060.70	-	-	1,060.70
Investment in controlled SPEs	9,614.87	-	-	-	9,614.87
Investment in the SR of Trust formed by Other ARC	-	-	-	-	-
Financial Assets acquired from various Banks and Financial Institutions	4,668.96	-	-	-	4,668.96
Other Financial Assets	-	6.25	-	-	6.25
<b>Total</b>	<b>14,283.83</b>	<b>2,285.23</b>	<b>-</b>	<b>-</b>	<b>16,569.06</b>
<b>Financial Liabilities</b>					
Other Payables	-	16.84	-	-	16.84
Borrowings	-	2,490.56	-	-	2,490.56
Other Financial Liabilities	-	856.22	-	-	856.22
<b>Total</b>	<b>-</b>	<b>3,363.62</b>	<b>-</b>	<b>-</b>	<b>3,363.62</b>



(b) The carrying value of financial instruments by categories as of 31st March 2018 is as follows:

(₹ In lakhs)

Particulars	Fair Value through Profit or Loss	Amortised Cost	Fair Value through Other Comprehensive Income	Designated at fair value through Other Comprehensive income	Total
<b>Financial Assets</b>					
Cash and cash equivalents	-	2,388.98	-	-	2,388.98
Bank balances other than cash and cash equivalents	-	-	-	-	-
Other Receivables	-	164.49	-	-	164.49
Investment in controlled SPEs	9,873.14	-	-	-	9,873.14
Investment in the SR of Trust formed by Other ARC	429.99	-	-	-	429.99
Financial Assets acquired from various Banks and Financial Institutions	5,002.58	-	-	-	5,002.58
Other Financial Assets	-	5.73	-	-	5.73
<b>Total</b>	<b>15,305.70</b>	<b>2,559.20</b>	<b>-</b>	<b>-</b>	<b>17,864.90</b>
<b>Financial Liabilities</b>					
Other Payables	-	10.38	-	-	10.38
Borrowings	-	4,400.95	-	-	4,400.95
Other Financial Liabilities	-	66.37	-	-	66.37
<b>Total</b>	<b>-</b>	<b>4,477.70</b>	<b>-</b>	<b>-</b>	<b>4,477.70</b>

(c) The carrying value of financial instruments by categories as of 1st April 2017 is as follows:

(₹ In lakhs)

Particulars	Fair Value through Profit or Loss	Amortised Cost	Fair Value through Other Comprehensive Income	Designated at fair value through Other Comprehensive income	Total
<b>Financial Assets</b>					
Cash and cash equivalents	-	4,406.99	-	-	4,406.99
Bank balances other than cash and cash equivalents	-	-	-	-	-
Other Receivables	-	129.08	-	-	129.08
Investment in controlled SPEs	7,008.04	-	-	-	7,008.04
Investment in the SR of Trust formed by Other ARC	773.98	-	-	-	773.98
Financial Assets acquired from various Banks and Financial Institutions	5,082.58	-	-	-	5,082.58
Other Financial Assets	-	6.45	-	-	6.45
<b>Total</b>	<b>12,864.61</b>	<b>4,542.52</b>	<b>-</b>	<b>-</b>	<b>17,407.13</b>
<b>Financial Liabilities</b>					
Other Payables	-	39.19	-	-	39.19
Borrowings	-	4,507.19	-	-	4,507.19
Other Financial Liabilities	-	798.04	-	-	798.04
<b>Total</b>	<b>-</b>	<b>5,344.42</b>	<b>-</b>	<b>-</b>	<b>5,344.42</b>

## Note - 22 Fair Value Hierarchy

(₹ In lakhs)

Particulars	As at 31st March, 2019			
	Carrying Amount	Level 1	Level 2	Level 3
<b>(A) Financial Assets</b>				
<b>At Amortised Cost</b>				
Cash and cash equivalents	1,218.28	-	-	-
Bank balances other than cash and cash equivalents	-	-	-	-
Other Receivables	1,060.70	-	-	-
Other Financial Assets	6.25	-	-	-
<b>Sub-total (A)</b>	<b>2,285.23</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>(B) Fair Value through Profit or Loss</b>				
Investment in controlled SPEs	9,614.87	-	-	9,614.87
Investment in the SR of Trust formed by Other ARC	-	-	-	-
Financial Assets acquired from various Banks and Financial Institutions	4,668.96	-	-	4,668.96
<b>Sub-total (B)</b>	<b>14,283.83</b>	<b>-</b>	<b>-</b>	<b>14,283.83</b>
<b>Total [Financial Assets]</b>	<b>16,569.06</b>	<b>-</b>	<b>-</b>	<b>14,283.83</b>
<b>(C) Financial Liabilities</b>				
<b>At Amortised Cost</b>				
Other Payables	16.84	-	-	-
Borrowings	2,490.56	-	-	-
Other Financial Liabilities	856.22	-	-	-
<b>Sub-total ©</b>	<b>3,363.62</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total [Financial Liabilities]</b>	<b>3,363.62</b>	<b>-</b>	<b>-</b>	<b>-</b>

(₹ In lakhs)

Particulars	As at 31st March, 2018			
	Carrying Amount	Level 1	Level 2	Level 3
<b>(A) Financial Assets</b>				
<b>At Amortised Cost</b>				
Cash and cash equivalents	2,388.98	-	-	-
Bank balances other than cash and cash equivalents	-	-	-	-
Other Receivables	164.49	-	-	-
Other Financial Assets	5.73	-	-	-
<b>Sub-total (A)</b>	<b>2,559.20</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>(B) Fair Value through Profit or Loss</b>				
Investment in controlled SPEs	9,873.14	-	-	9,873.14
Investment in the SR of Trust formed by Other ARC	429.99	-	-	429.99
Financial Assets acquired from various Banks and Financial Institutions	5,002.58	-	-	5,002.58
<b>Sub-total (B)</b>	<b>15,305.70</b>	<b>-</b>	<b>-</b>	<b>15,305.70</b>
<b>Total [Financial Assets]</b>	<b>17,864.90</b>	<b>-</b>	<b>-</b>	<b>15,305.70</b>

(₹ In lakhs)

Particulars	As at 31st March, 2018			
	Carrying Amount	Level 1	Level 2	Level 3
<b>(C) Financial Liabilities</b>				
<b>At Amortised Cost</b>				
Other Payables	10.38	-	-	-
Borrowings	4,400.95	-	-	-
Other Financial Liabilities	66.37	-	-	-
<b>Sub-total (C)</b>	<b>4,477.70</b>	-	-	-
<b>Total [Financial Liabilities]</b>	<b>4,477.70</b>	-	-	-

(₹ In lakhs)

Particulars	As at 1st April, 2017			
	Carrying Amount	Level 1	Level 2	Level 3
<b>(A) Financial Assets</b>				
<b>At Amortised Cost</b>				
Cash and cash equivalents	4,406.99	-	-	-
Bank balances other than cash and cash equivalents	-	-	-	-
Other Receivables	129.08	-	-	-
Other Financial Assets	6.45	-	-	-
<b>Sub-total (A)</b>	<b>4,542.52</b>	-	-	-
<b>(B) Fair Value through Profit or Loss</b>				
Investment in controlled SPEs	7,008.04	-	-	7,008.04
Investment in the SR of Trust formed by Other ARC	773.98	-	-	773.98
Financial Assets acquired from various Banks and Financial Institutions	5,082.58	-	-	5,082.58
<b>Sub-total (B)</b>	<b>12,864.61</b>	-	-	<b>12,864.61</b>
<b>Total [Financial Assets]</b>	<b>17,407.13</b>	-	-	<b>12,864.61</b>
<b>(C) Financial Liabilities</b>				
<b>At Amortised Cost</b>				
Other Payables	39.19	-	-	-
Borrowings	4,507.19	-	-	-
Other Financial Liabilities	798.04	-	-	-
<b>Sub-total (C)</b>	<b>5,344.42</b>	-	-	-
<b>Total [Financial Liabilities]</b>	<b>5,344.42</b>	-	-	-

**Note - 23 First Time Ind AS Adoption Reconciliations**

23.1 Reconciliation of equity as previously reported under Previous GAAP to Ind AS

(₹ In lakhs)

Particulars	As on 31st March, 2018			As on 01st April, 2017		
	Amount as Per IGAAP	GAAP Adjustment(s)	Amount as Per IND AS	Amount as Per IGAAP	GAAP Adjustment(s)	Amount as Per IND AS
<b>A ASSETS</b>						
<b>1 Financial Assets</b>						
(a) Cash and cash equivalents	2,388.98	-	2,388.98	4,406.99	-	4,406.99
(b) Bank balances other than (a) above	-	-	-	-	-	-
(c) Derivative financial instruments	-	-	-	-	-	-
(d) Receivables						
(i) Trade Receivables	-	-	-	-	-	-
(ii) Other Receivables	164.49	-	164.49	129.08	-	129.08
(e) Loans	-	-	-	-	-	-
(f) Investments	14,630.30	675.41	15,305.70	13,478.31	(613.71)	12,864.61
(g) Other Financial assets	6.91	(1.19)	5.73	7.94	(1.49)	6.45
<b>2 Non - Financial Assets</b>						
(a) Inventories	-	-	-	-	-	-
(b) Current tax assets (net)	-	-	-	68.48	-	68.48
(c) Deferred tax assets (net)	536.21	(187.89)	348.31	402.91	170.73	573.64
(d) Investment Property	-	-	-	-	-	-
(e) Biological assets other than bearer plants	-	-	-	-	-	-
(f) Property, Plant and Equipment	1,028.44	0.00	1,028.44	1,051.22	-	1,051.22
(g) Capital work- in- progress	-	-	-	-	-	-
(h) Intangible assets under development	-	-	-	-	-	-
(i) Goodwill	-	-	-	-	-	-
(j) Other Intangible assets	-	-	-	-	-	-
(k) Other non-financial assets	145.30	1.17	146.47	78.13	1.49	79.61
<b>Total Assets</b>	<b>18,900.62</b>	<b>487.50</b>	<b>19,388.12</b>	<b>19,623.06</b>	<b>(442.97)</b>	<b>19,180.08</b>
<b>B LIABILITIES AND EQUITY</b>						
<b>LIABILITIES</b>						
<b>1 Financial Liabilities</b>						
(a) Derivative financial instruments	-	-	-	-	-	-

23.2 Reconciliation of equity as previously reported under Previous GAAP to Ind AS

(₹ In lakhs)

Particulars	As on 31st March, 2018			As on 01st April, 2017		
	Amount as Per IGAAP	GAAP Adjustment(s)	Amount as Per IND AS	Amount as Per IGAAP	GAAP Adjustment(s)	Amount as Per IND AS
(b) Payables						
(i) Trade Payables						
(i) total outstanding dues of micro enterprises and small enterprises	-	-	-	-	-	-
(ii) total outstanding dues of creditors other than micro enterprises and small enterprises	-	-	-	-	-	-
(II) Other Payables	10.38	-	10.38	39.19	-	39.19
(i) total outstanding dues of micro enterprises and small enterprises						
(ii) total outstanding dues of creditors other than micro enterprises and small enterprises						
(c) Debt Securities	-	-	-	-	-	-
(d) Borrowings (Other than Debt Securities)	4,400.95	-	4,400.95	4,507.19	-	4,507.19
(e) Deposits	-	-	-	-	-	-
(f) Subordinated Liabilities	-	-	-	-	-	-
(g) Other financial liabilities	66.37	-	66.37	798.04	-	798.04
	-	-	-	-	-	-
<b>2 Non - Financial Liabilities</b>	-	-	-	-	-	-
(a) Current tax liabilities (Net)	71.70	-	71.70	-	-	-
(b) Provisions	53.85	-	53.85	47.94	-	47.94
(c) Deferred tax liabilities (Net)	-	-	-	-	-	-
(d) Other non - financial liabilities	97.14	-	97.14	44.20	-	44.20
<b>3 Equity</b>						
(a) Equity Share Capital	9,800.00	-	9,800.00	9,800.00	-	9,800.00
(b) Other Equity	4,400.23	487.50	4,887.73	4,386.50	(442.97)	3,943.52
<b>Total Liabilities and Equity</b>	<b>18,900.62</b>	<b>487.50</b>	<b>19,388.12</b>	<b>19,623.06</b>	<b>(442.97)</b>	<b>19,180.08</b>

See accompanying notes to the financial statements

23.2 Reconciliation Statement of Profit and Loss as previously reported under Previous GAAP and Ind AS for the year ended 31st March 2018

(₹ In lakhs)

Sr. No.	Particulars	Note No.	Net Profit		Other Equity	
			Year ended 31st March, 2018	31st March, 2018	As at 01st April, 2017	As at 01st April, 2017
	<b>Net Profit/Other Equity as per previous GAAP</b>		<b>603.48</b>	<b>4,400.23</b>	<b>4,386.50</b>	
1	Fair Valuation of Financial Assets	I	1,289.11	675.41	(613.71)	
2	Others	II	(1.98)	(0.01)	-	
3	Deferred Tax	III	(358.08)	(187.89)	170.73	
	<b>Total</b>		<b>929.06</b>	<b>487.50</b>	<b>(442.97)</b>	
	<b>Net Profit before OCI/Other Equity as per Ind AS</b>		<b>1,532.54</b>	<b>4,887.73</b>	<b>3,943.52</b>	

**Notes:**

**I Fair Valuation of Financial Instruments:**

**(a) Investment in Credit Impaired Financial Assets**

Under previous GAAP, the investments in financial assets were recognised in the books of accounts at the acquisition cost (agreed price) plus any expenses incurred for acquisition. The amount recovered from the borrowers was first adjusted against the cost of investment as mentioned above and remainder, if any was recognised in profit or loss. Further, the provision was made for impairment in line with the circular issued by RBI in this respect.

Purchased credit impaired assets does not fulfil the condition of cash flow characteristics stipulated in para 4.1.2(b) and 4.1.2A(b) of Ind AS 109, and hence, the same cannot be classified either under Amortised Cost (AC) or Fair Value through Other Comprehensive Income (FVOCI). Accordingly, the same is classified under Fair Value through Profit or Loss (FVTPL) as explained in para 4.1.4 of the standard.

Accordingly, under Ind AS, at initial recognition, the investment in credit impaired financial assets is recognised at the price paid to selling bank or financial institutions for acquiring those assets. Transaction charges, if any incurred by the entity in respect of purchase of credit impaired financial assets shall be recognised separately in SOPL. Further, the company evaluates the fair value of investments on each reporting date and recognise the amount of fair value gain or loss on such periodic assessment in the statement of profit or loss by adjusting the carrying value of investments in the books of accounts.

**(b) Investment in Security Receipts of Securitisation Trusts**

Under previous GAAP, the investments in security receipts of securitisation trusts were recognised in the books of accounts at the acquisition cost (agreed price) plus any expenses incurred for acquisition. Thereafter, credit rating was obtained for all investments in Security Receipts of securitisation trusts in accordance with RBI guidelines in this respect. Impairment on investment was made based on the basis of credit rating in case, the recoverability range indicated by rating agencies was below 100%. However, upward valuation, if any, in case the recoverability range indicated by rating agencies was more than 100% was ignored on conservative basis.

Since, the principal of conservatism does not hold good under Ind AS and both downward and upward valuations need to be reflected in the books of account based on periodic fair valuation, upward valuation, if any, in case the recoverability range of any particular security receipt is more than 100% is also given effect to in the books of accounts.

**II Other adjustments primarily comprises of:**

- (a) Lease deposits are fair valued as on the date of transition to Ind AS and as on every subsequent reporting date by discounting the same by the incremental borrowing cost which may change from year to year. The difference between the amount of lease deposit paid and its fair value as on each reporting date is recorded as advance lease rental which is allocated over the remaining period of lease on the straight line basis as required under Ind AS 17 Leases. Accrued interest

on fair value of lease deposits is calculated by applying the discount rate (incremental borrowing cost) as on each reporting date and is recorded as income in the statement of profit or loss (SOPL).

- (b) Under Ind AS, re-measurements i.e. actuarial gains and losses and the return on plan assets, excluding amounts included in the net interest expense on the net defined benefit liability are recognised in other comprehensive income instead of Statement of Profit and Loss. Under the previous GAAP, these re-measurements were forming part of the Statement of Profit and Loss for the year.

### III Deferred Tax:

Deferred tax under Ind AS has been recognised for temporary differences between tax base and the carrying value of the relevant assets and liabilities. Under IGAAP, the deferred tax was accounted based on timing differences impacting the profit or loss for the period. Deferred Tax on aforesaid Ind AS adjustments has been created. The impact of transition adjustments for computation of deferred taxes has resulted in charge to the reserves on the date of transition, with consequential impact to the Statement of Profit or Loss or Other Comprehensive Income as the case may be.

### 23.3 Effect of Ind AS adoption on the Statement of Profit and Loss for the year ended 31st March 2018

(₹ In lakhs)

Particulars	FY 2017-18		
	Amount as per IGAAP	GAAP Adjustment(s)	Amount as per IND AS
<b>Revenue from operations</b>			
(i) Income From Investment in Financial Assets	1,023.81	-	1,023.81
(ii) Income From Investment in Security Receipts	277.60	-	277.60
(iii) Management Fee	1,217.77	-	1,217.77
(iv) Net Gain on Fair Value Changes	-	577.02	577.02
<b>I Total revenue from operations</b>	<b>2,519.18</b>	<b>577.02</b>	<b>3,096.20</b>
II Other Income (to be specified)	16.20	0.59	16.79
<b>III Total Income (I+II)</b>	<b>2,535.38</b>	<b>577.61</b>	<b>3,112.99</b>
<b>Expenses</b>			
(i) Finance Cost	142.85	-	142.85
(ii) Fees and commission expenses	86.92	-	86.92
(iii) Impairment of financial instruments	712.09	(712.09)	-
(iv) Employee benefits expenses	425.26	1.96	427.22
(v) Depreciation, amortisation and impairment	31.40	-	31.40
(vi) Other expenses	188.69	0.61	189.30
<b>IV Total Expenses</b>	<b>1,587.21</b>	<b>(709.53)</b>	<b>877.69</b>
V Profit/(Loss) before exceptional items and tax (III-IV)	948.16	1,287.14	2,235.30
VI Exceptional items	-	-	-
VII Profit/(Loss) before tax (V-VI)	948.16	1,287.14	2,235.30
VIII Tax expense:			
(1) Current Tax	476.32	-	476.32
(2) Short/ Excess Provisions for earlier years	1.66	-	1.66
(3) Deferred Tax	(133.30)	358.08	224.78
IX Profit/(Loss) for the period from continuing operations (VII-VIII)	603.48	929.06	1,532.54
X Profit/(Loss) from discontinued operations	-	-	-
XI Tax expenses of discontinued operations	-	-	-
XII Profit/(Loss) from discontinued operations after tax (X-XI)	-	-	-
<b>XIII Profit/(Loss) for the period</b>	<b>603.48</b>	<b>929.06</b>	<b>1,532.54</b>



## Note - 24 Related Party Disclosures

### a) List of Related Party Relationships

Sr. No.	Name of the Related Party	Relationship
1	Bank of India	Investor - holding more than 20% of Equity Shares in the Company
2	Andhra Bank	Investor - holding more than 20% of Equity Shares in the Company
3	Allahabad Bank	Investor - holding more than 20% of Equity Shares in the Company
4	Mr. Dhananjay Kumar Jain	Key Management Personnel - Managing Director & Chief Executive Officer
5	Mr. Angad Kumar Roy	Key Management Personnel - Chief Financial Officer
6	Ms. Pallavi Parikh	Key Management Personnel - Company Secretary
7	ASREC PS 01/06 TRUST	Subsidiary - Controlled Special Purpose Entity (Securitisation Trust)
8	ASREC PS 02/06 TRUST	Subsidiary - Controlled Special Purpose Entity (Securitisation Trust)
9	ASREC PS 04/06 TRUST	Subsidiary - Controlled Special Purpose Entity (Securitisation Trust)
10	ASREC PS 05/06 TRUST	Subsidiary - Controlled Special Purpose Entity (Securitisation Trust)
11	ASREC PS 07/06 TRUST	Subsidiary - Controlled Special Purpose Entity (Securitisation Trust)
12	ASREC PS 01/2007-08 TRUST	Subsidiary - Controlled Special Purpose Entity (Securitisation Trust)
13	ASREC PS 02/2007-08 TRUST	Subsidiary - Controlled Special Purpose Entity (Securitisation Trust)
14	ASREC PS 03/2007-08 TRUST	Subsidiary - Controlled Special Purpose Entity (Securitisation Trust)
15	ASREC PS 04/2007-08 TRUST	Subsidiary - Controlled Special Purpose Entity (Securitisation Trust)
16	ASREC PS 05/2007-08 TRUST	Subsidiary - Controlled Special Purpose Entity (Securitisation Trust)
17	ASREC PS 01/2008-09 TRUST	Subsidiary - Controlled Special Purpose Entity (Securitisation Trust)
18	ASREC PS 02/2008-09 TRUST	Subsidiary - Controlled Special Purpose Entity (Securitisation Trust)
19	ASREC PS 03/2008-09 TRUST	Subsidiary - Controlled Special Purpose Entity (Securitisation Trust)
20	ASREC PS 04/2008-09 TRUST	Subsidiary - Controlled Special Purpose Entity (Securitisation Trust)
21	ASREC PS 01/2009-10 TRUST	Subsidiary - Controlled Special Purpose Entity (Securitisation Trust)
22	ASREC PS 02/2009-10 TRUST	Subsidiary - Controlled Special Purpose Entity (Securitisation Trust)
23	ASREC PS 03/2009-10 TRUST	Subsidiary - Controlled Special Purpose Entity (Securitisation Trust)
24	ASREC PS 04/2009-10 TRUST	Subsidiary - Controlled Special Purpose Entity (Securitisation Trust)
25	ASREC PS 05/2009-10 TRUST	Subsidiary - Controlled Special Purpose Entity (Securitisation Trust)
26	ASREC PS 06/2009-10 TRUST	Subsidiary - Controlled Special Purpose Entity (Securitisation Trust)
27	ASREC PS 07/2009-10 TRUST	Subsidiary - Controlled Special Purpose Entity (Securitisation Trust)
28	ASREC PS 01/2012-13 TRUST	Subsidiary - Controlled Special Purpose Entity (Securitisation Trust)
29	ASREC PS 02/2012-13 TRUST	Subsidiary - Controlled Special Purpose Entity (Securitisation Trust)
30	ASREC PS 03/2012-13 TRUST	Subsidiary - Controlled Special Purpose Entity (Securitisation Trust)
31	ASREC PS 04/2012-13 TRUST	Subsidiary - Controlled Special Purpose Entity (Securitisation Trust)
32	ASREC PS 05/2012-13 TRUST	Subsidiary - Controlled Special Purpose Entity (Securitisation Trust)
33	ASREC PS 06/2012-13 TRUST	Subsidiary - Controlled Special Purpose Entity (Securitisation Trust)
34	ASREC PS 07/2012-13 TRUST	Subsidiary - Controlled Special Purpose Entity (Securitisation Trust)
35	ASREC PS 01/2013-14 TRUST	Subsidiary - Controlled Special Purpose Entity (Securitisation Trust)
36	ASREC PS 02/2013-14 TRUST	Subsidiary - Controlled Special Purpose Entity (Securitisation Trust)
37	ASREC PS 03/2013-14 TRUST	Subsidiary - Controlled Special Purpose Entity (Securitisation Trust)
38	ASREC PS 04/2013-14 TRUST	Subsidiary - Controlled Special Purpose Entity (Securitisation Trust)
39	ASREC PS 05/2013-14 TRUST	Subsidiary - Controlled Special Purpose Entity (Securitisation Trust)
40	ASREC PS 01/2014-15 TRUST	Subsidiary - Controlled Special Purpose Entity (Securitisation Trust)
41	ASREC PS 02/2014-15 TRUST	Subsidiary - Controlled Special Purpose Entity (Securitisation Trust)
42	ASREC PS 03/2014-15 TRUST	Subsidiary - Controlled Special Purpose Entity (Securitisation Trust)
43	ASREC PS 04/2014-15 TRUST	Subsidiary - Controlled Special Purpose Entity (Securitisation Trust)



Sr. No.	Name of the Related Party	Relationship
90	ASREC PS 02/2016-17 TRUST	Subsidiary - Controlled Special Purpose Entity (Securitisation Trust)
91	ASREC PS 03/2016-17 TRUST	Subsidiary - Controlled Special Purpose Entity (Securitisation Trust)
92	ASREC PS 05/2016-17 TRUST	Subsidiary - Controlled Special Purpose Entity (Securitisation Trust)
93	ASREC PS 01/2017-18 TRUST	Subsidiary - Controlled Special Purpose Entity (Securitisation Trust)
94	ASREC PS 02/2017-18 TRUST	Subsidiary - Controlled Special Purpose Entity (Securitisation Trust)
95	ASREC PS 03/2017-18 TRUST	Subsidiary - Controlled Special Purpose Entity (Securitisation Trust)
96	ASREC PS 04/2017-18 TRUST	Subsidiary - Controlled Special Purpose Entity (Securitisation Trust)
97	ASREC PS 05/2017-18 TRUST	Subsidiary - Controlled Special Purpose Entity (Securitisation Trust)
98	ASREC PS 06/2017-18 TRUST	Subsidiary - Controlled Special Purpose Entity (Securitisation Trust)
99	ASREC PS 07/2017-18 TRUST	Subsidiary - Controlled Special Purpose Entity (Securitisation Trust)
100	ASREC PS 08/2017-18 TRUST	Subsidiary - Controlled Special Purpose Entity (Securitisation Trust)
101	ASREC PS 09/2017-18 TRUST	Subsidiary - Controlled Special Purpose Entity (Securitisation Trust)
102	ASREC PS 10/2017-18 TRUST	Subsidiary - Controlled Special Purpose Entity (Securitisation Trust)
103	ASREC PS 11/2017-18 TRUST	Subsidiary - Controlled Special Purpose Entity (Securitisation Trust)
104	ASREC PS 01/2018-19 TRUST	Subsidiary - Controlled Special Purpose Entity (Securitisation Trust)
105	ASREC PS 02/2018-19 TRUST	Subsidiary - Controlled Special Purpose Entity (Securitisation Trust)
106	ASREC PS 03/2018-19 TRUST	Subsidiary - Controlled Special Purpose Entity (Securitisation Trust)
107	ASREC PS 04/2018-19 TRUST	Subsidiary - Controlled Special Purpose Entity (Securitisation Trust)
108	ASREC PS 05/2018-19 TRUST	Subsidiary - Controlled Special Purpose Entity (Securitisation Trust)
109	INVENT/1011/S4 TRUST	Associate - Special Purpose Entity (Securitisation Trust) in which the company holds 50% of the capital.

b) Transactions with Related Parties

(₹ In lakhs)

Type of Transaction	Investors		Key Management Personnel		Subsidiaries	
	FY 2018-19	FY 2017-18	FY 2018-19	FY 2017-18	FY 2018-19	FY 2017-18
Interest Income on Fixed Deposits	3.44	4.82	-	-	-	-
Purchase of Credit Impaired Financial Assets	271.00	1,085.00	-	-	-	-
Remuneration	-	-	97.21	119.04	-	-
Income From Investment in Security Receipts	-	-	-	-	65.41	277.60
Interest Income	-	-	-	-	20.47	9.60
Management Fee	-	-	-	-	1,286.26	1,217.77
<b>Total</b>	<b>274.44</b>	<b>1,089.82</b>	<b>97.21</b>	<b>119.04</b>	<b>1,372.15</b>	<b>1,504.96</b>

c) Balances with Related Parties

(₹ in lakhs)

Nature of Balances	Investors		Subsidiaries		Associates	
	31/03/2019	31/03/2018	31/03/2019	31/03/2018	31/03/2019	31/03/2018
		01/04/2017		01/04/2017		01/04/2017
Bank Deposits	848.98	1,184.95	1,837.87	-	-	-
Investment	-	-	-	9,873.14	7,008.04	773.98
Receivables	-	-	-	164.05	128.64	-
<b>Total</b>	<b>848.98</b>	<b>1,184.95</b>	<b>1,837.87</b>	<b>10,037.18</b>	<b>7,136.68</b>	<b>773.98</b>

## Note - 25 Employee Benefits

### Defined Contribution Plans

Contribution to defined contribution plans, recognised as expense for the year as under:

(₹ In lakhs)

Particulars	As at 31st March, 2019	As at 31st March, 2018
Employer's Contribution to Provident Fund	7.99	7.79

### Defined Benefit Plans

#### a) Reconciliation of opening and closing balances of Defined Benefit Obligations

(₹ In lakhs)

Particulars	Gratuity (Funded)		Leave Encashment (unfunded)	
	As at 31st March, 2019	As at 31st March, 2018	As at 31st March, 2019	As at 31st March, 2018
Defined benefit obligation at beginning of the period	12.70	10.78	27.07	21.01
Net Current Service Cost	2.58	2.65	5.04	4.95
Interest Cost on DBO	1.04	0.84	2.29	1.72
Actuarial (Gains)/Losses	3.23	(2.17)	(0.66)	5.38
Benefits Paid	(5.60)	-	(15.11)	(6.00)
Past Service Cost	-	0.60	-	-
Defined benefit obligation at end of the period	13.96	12.70	18.64	27.07

#### b) Reconciliation of opening and closing balances of Fair Value of Plan Assets

(₹ In lakhs)

Particulars	Gratuity (Funded)		Leave Encashment (unfunded)	
	As at 31st March, 2019	As at 31st March, 2018	As at 31st March, 2019	As at 31st March, 2018
Fair value of plan assets at beginning of the period	11.39	8.63	-	-
Interest Income Plan Assets	0.90	0.72	-	-
Actual Company Contributions	12.10	2.25	-	-
Actuarial Gains (Losses)	(0.45)	(0.21)	-	-
Benefits Paid	(5.60)	-	-	-
Fair value of plan assets at end of the period	18.34	11.39	-	-

#### c) Reconciliation of Fair Value of Assets and Obligations

(₹ In lakhs)

Particulars	Gratuity (Funded)		Leave Encashment (unfunded)	
	As at 31st March, 2019	As at 31st March, 2018	As at 31st March, 2019	As at 31st March, 2018
Fair Value of Plan Assets	18.34	11.39	-	-
Present Value of Obligation	13.96	12.70	18.64	27.07
Amount recognised in Balance Sheet [Surplus/ (Deficit)]	4.39	(1.31)	(18.64)	(27.07)

**d) Expense recognised during the period**

(₹ In lakhs)

Particulars	Gratuity (Funded)		Leave Encashment (unfunded)	
	As at 31st March, 2019	As at 31st March, 2018	As at 31st March, 2019	As at 31st March, 2018
<b>In statement of profit or loss</b>				
Current service cost	5.04	4.95	2.58	2.65
Interest cost	2.29	1.72	0.14	0.11
Past service cost	-	-	-	0.60
Remeasurements	(0.66)	5.38	-	-
Net cost	6.68	12.06	2.72	3.37
<b>In other comprehensive income</b>				
Actuarial Gain or Loss	3.23	(2.17)	-	-
Return on plant asset (excluding interest)	0.45	0.21	-	-
Net (income)/expense for the year recognised in OCI	3.68	(1.96)	-	-

**e) Investment details**

Particulars	Gratuity (Funded)			Gratuity (Funded)		
	As at 31st March 2019			As at 31st March 2018		
	Quoted Value	Unquoted Value	Total	Quoted Value	Unquoted Value	Total
Government of India Securities (Central and State)	0%	0%	0%	0%	0%	0%
High quality corporate bonds (including Public Sector Bonds)	0%	0%	0%	0%	0%	0%
Equity shares of the Company	0%	0%	0%	0%	0%	0%
Insurer Managed Funds & T-bills	100%	0%	100%	100%	0%	100%
Cash (including Bank Balance, Special Deposit Scheme)	0%	0%	0%	0%	0%	0%
Others	0%	0%	0%	0%	0%	0%
<b>Total</b>	<b>100%</b>	<b>0%</b>	<b>100%</b>	<b>100%</b>	<b>0%</b>	<b>100%</b>

**f) Actuarial assumptions**

Particulars	Gratuity (Funded)		Leave Encashment (unfunded)	
	As at 31st March, 2019	As at 31st March, 2018	As at 31st March, 2019	As at 31st March, 2018
<b>Economic assumptions</b>				
Discount Rate	7.78%	7.87%	7.78%	7.87%
Salary Escalation Rate	6.50%	6.50%	6.50%	6.50%
Expected Return on Plan Assets	7.78%	7.87%	N.A.	N.A.
<b>Demographic Assumptions</b>				
Mortality	IALM (2012-14) Ultimate	IALM (2006-08) Ultimate	IALM (2012-14) Ultimate	IALM (2006-08) Ultimate
Employee Turnover/Withdrawal Rate	1.00%	1.00%	N.A.	N.A.
Leave Availment Ratio	N.A.	N.A.	2.00%	2.00%
Retirement Age	65 years	65 years	65 years	65 years

## g) Sensitivity analysis

Significant Actuarial Assumptions for the determination of the defined benefit obligation are discount rate, salary escalation rate and employee turnover/withdrawal rate. The sensitivity analysis below, have been determined based on reasonably possible changes of the assumptions occurring at end of the reporting period, while holding all other assumptions constant. The result of Sensitivity analysis is given below:

Particulars	Gratuity (Funded)	
	As at March 31, 2019	
	Decrease	Increase
Change in discount rate (delta effect of +/- 100 basis points)	(1.60)	1.73
Change in salary escalation rate (delta effect of +/- 100 basis points)	0.50	(0.48)
Change in withdrawal rate (delta effect of +/- 100 basis points)	0.34	(0.44)

### These plans typically expose the company to actuarial risks such as: Investment Risk, Interest risk, Longevity Risk and Salary Risk

**Investment Risk:** The present value of the defined benefit plan liability is calculated using a discount rate which is determined by reference to market yields at the end of the reporting period on government bonds.

**Interest Risk:** A decrease in the bond interest rate will increase the plan liability; however, this will be partially offset by an increase in the return on the plan debt investments.

**Longevity Risk:** The present value of the defined benefit plan liability is calculated by reference to the best estimate of the mortality of plan participants both during and after their employment. An increase in the life expectancy of the plan participants will increase the plan's liability.

**Salary Risk:** The present value of the defined plan liability is calculated by reference to the future salaries of plan participants. As such, an increase in the salary of the plan participants will increase the plan's liability.

**Note - 26 Significant investment in subsidiaries and associates as required by Ind AS 27 - 'Separate Financial Statements'**

Trust	Relationship	Principal Place of Business	Proportion of Ownership Interest	Method used for accounting of Investment
ASREC PS 01/06 TRUST	Subsidiary	Solitaire Corporate Park, Building No.2, Unit No. 201-202A & 200-202 B, Gr Floor, Andheri Ghatkopar Link Road, Chakala, Andheri (E), Mumbai 400093.	100.00%	Fair Value through Profit or Loss in accordance with Ind AS 109
ASREC PS 02/06 TRUST	Subsidiary	Solitaire Corporate Park, Building No.2, Unit No. 201-202A & 200-202 B, Gr Floor, Andheri Ghatkopar Link Road, Chakala, Andheri (E), Mumbai 400093.	5.00%	Fair Value through Profit or Loss in accordance with Ind AS 109
ASREC PS 04/06 TRUST	Subsidiary	Solitaire Corporate Park, Building No.2, Unit No. 201-202A & 200-202 B, Gr Floor, Andheri Ghatkopar Link Road, Chakala, Andheri (E), Mumbai 400093.	100.00%	Fair Value through Profit or Loss in accordance with Ind AS 109
ASREC PS 05/06 TRUST	Subsidiary	Solitaire Corporate Park, Building No.2, Unit No. 201-202A & 200-202 B, Gr Floor, Andheri Ghatkopar Link Road, Chakala, Andheri (E), Mumbai 400093.	100.00%	Fair Value through Profit or Loss in accordance with Ind AS 109
ASREC PS 07/06 TRUST	Subsidiary	Solitaire Corporate Park, Building No.2, Unit No. 201-202A & 200-202 B, Gr Floor, Andheri Ghatkopar Link Road, Chakala, Andheri (E), Mumbai 400093.	100.00%	Fair Value through Profit or Loss in accordance with Ind AS 109
ASREC PS 01/2007-08 TRUST	Subsidiary	Solitaire Corporate Park, Building No.2, Unit No. 201-202A & 200-202 B, Gr Floor, Andheri Ghatkopar Link Road, Chakala, Andheri (E), Mumbai 400093.	100.00%	Fair Value through Profit or Loss in accordance with Ind AS 109
ASREC PS 02/2007-08 TRUST	Subsidiary	Solitaire Corporate Park, Building No.2, Unit No. 201-202A & 200-202 B, Gr Floor, Andheri Ghatkopar Link Road, Chakala, Andheri (E), Mumbai 400093.	100.00%	Fair Value through Profit or Loss in accordance with Ind AS 109
ASREC PS 03/2007-08 TRUST	Subsidiary	Solitaire Corporate Park, Building No.2, Unit No. 201-202A & 200-202 B, Gr Floor, Andheri Ghatkopar Link Road, Chakala, Andheri (E), Mumbai 400093.	5.00%	Fair Value through Profit or Loss in accordance with Ind AS 109
ASREC PS 04/2007-08 TRUST	Subsidiary	Solitaire Corporate Park, Building No.2, Unit No. 201-202A & 200-202 B, Gr Floor, Andheri Ghatkopar Link Road, Chakala, Andheri (E), Mumbai 400093.	100.00%	Fair Value through Profit or Loss in accordance with Ind AS 109
ASREC PS 05/2007-08 TRUST		Solitaire Corporate Park, Building No.2, Unit No. 201-202A & 200-202 B, Gr Floor, Andheri Ghatkopar Link Road, Chakala, Andheri (E), Mumbai 400093.	5.00%	Fair Value through Profit or Loss in accordance with Ind AS 109



Trust	Relationship	Principal Place of Business	Proportion of Ownership Interest	Method used for accounting of Investment
ASREC PS 01/2008-09 TRUST	Subsidiary	Solitaire Corporate Park, Building No.2, Unit No. 201-202A & 200-202 B, Gr Floor, Andheri Ghatkopar Link Road, Chakala, Andheri (E), Mumbai 400093.	100.00%	Fair Value through Profit or Loss in accordance with Ind AS 109
ASREC PS 02/2008-09 TRUST	Subsidiary	Solitaire Corporate Park, Building No.2, Unit No. 201-202A & 200-202 B, Gr Floor, Andheri Ghatkopar Link Road, Chakala, Andheri (E), Mumbai 400093.	100.00%	Fair Value through Profit or Loss in accordance with Ind AS 109
ASREC PS 03/2008-09 TRUST	Subsidiary	Solitaire Corporate Park, Building No.2, Unit No. 201-202A & 200-202 B, Gr Floor, Andheri Ghatkopar Link Road, Chakala, Andheri (E), Mumbai 400093.	5.00%	Fair Value through Profit or Loss in accordance with Ind AS 109
ASREC PS 04/2008-09 TRUST	Subsidiary	Solitaire Corporate Park, Building No.2, Unit No. 201-202A & 200-202 B, Gr Floor, Andheri Ghatkopar Link Road, Chakala, Andheri (E), Mumbai 400093.	100.00%	Fair Value through Profit or Loss in accordance with Ind AS 109
ASREC PS 01/2009-10 TRUST	Subsidiary	Solitaire Corporate Park, Building No.2, Unit No. 201-202A & 200-202 B, Gr Floor, Andheri Ghatkopar Link Road, Chakala, Andheri (E), Mumbai 400093.	5.00%	Fair Value through Profit or Loss in accordance with Ind AS 109
ASREC PS 02/2009-10 TRUST	Subsidiary	Solitaire Corporate Park, Building No.2, Unit No. 201-202A & 200-202 B, Gr Floor, Andheri Ghatkopar Link Road, Chakala, Andheri (E), Mumbai 400093.	100.00%	Fair Value through Profit or Loss in accordance with Ind AS 109
ASREC PS 03/2009-10 TRUST	Subsidiary	Solitaire Corporate Park, Building No.2, Unit No. 201-202A & 200-202 B, Gr Floor, Andheri Ghatkopar Link Road, Chakala, Andheri (E), Mumbai 400093.	100.00%	Fair Value through Profit or Loss in accordance with Ind AS 109
ASREC PS 04/2009-10 TRUST	Subsidiary	Solitaire Corporate Park, Building No.2, Unit No. 201-202A & 200-202 B, Gr Floor, Andheri Ghatkopar Link Road, Chakala, Andheri (E), Mumbai 400093.	5.00%	Fair Value through Profit or Loss in accordance with Ind AS 109
ASREC PS 05/2009-10 TRUST	Subsidiary	Solitaire Corporate Park, Building No.2, Unit No. 201-202A & 200-202 B, Gr Floor, Andheri Ghatkopar Link Road, Chakala, Andheri (E), Mumbai 400093.	100.00%	Fair Value through Profit or Loss in accordance with Ind AS 109
ASREC PS 06/2009-10 TRUST	Subsidiary	Solitaire Corporate Park, Building No.2, Unit No. 201-202A & 200-202 B, Gr Floor, Andheri Ghatkopar Link Road, Chakala, Andheri (E), Mumbai 400093.	100.00%	Fair Value through Profit or Loss in accordance with Ind AS 109

Trust	Relationship	Principal Place of Business	Proportion of Ownership Interest	Method used for accounting of Investment
ASREC PS 07/2009-10 TRUST	Subsidiary	Solitaire Corporate Park, Building No.2, Unit No. 201-202A & 200-202 B, Gr Floor, Andheri Ghatkopar Link Road, Chakala, Andheri (E), Mumbai 400093.	100.00%	Fair Value through Profit or Loss in accordance with Ind AS 109
ASREC PS 01/2012-13 TRUST	Subsidiary	Solitaire Corporate Park, Building No.2, Unit No. 201-202A & 200-202 B, Gr Floor, Andheri Ghatkopar Link Road, Chakala, Andheri (E), Mumbai 400093.	20.00%	Fair Value through Profit or Loss in accordance with Ind AS 109
ASREC PS 02/2012-13 TRUST	Subsidiary	Solitaire Corporate Park, Building No.2, Unit No. 201-202A & 200-202 B, Gr Floor, Andheri Ghatkopar Link Road, Chakala, Andheri (E), Mumbai 400093.	20.00%	Fair Value through Profit or Loss in accordance with Ind AS 109
ASREC PS 03/2012-13 TRUST	Subsidiary	Solitaire Corporate Park, Building No.2, Unit No. 201-202A & 200-202 B, Gr Floor, Andheri Ghatkopar Link Road, Chakala, Andheri (E), Mumbai 400093.	20.00%	Fair Value through Profit or Loss in accordance with Ind AS 109
ASREC PS 04/2012-13 TRUST	Subsidiary	Solitaire Corporate Park, Building No.2, Unit No. 201-202A & 200-202 B, Gr Floor, Andheri Ghatkopar Link Road, Chakala, Andheri (E), Mumbai 400093.	20.00%	Fair Value through Profit or Loss in accordance with Ind AS 109
ASREC PS 05/2012-13 TRUST	Subsidiary	Solitaire Corporate Park, Building No.2, Unit No. 201-202A & 200-202 B, Gr Floor, Andheri Ghatkopar Link Road, Chakala, Andheri (E), Mumbai 400093.	20.00%	Fair Value through Profit or Loss in accordance with Ind AS 109
ASREC PS 06/2012-13 TRUST	Subsidiary	Solitaire Corporate Park, Building No.2, Unit No. 201-202A & 200-202 B, Gr Floor, Andheri Ghatkopar Link Road, Chakala, Andheri (E), Mumbai 400093.	20.00%	Fair Value through Profit or Loss in accordance with Ind AS 109
ASREC PS 07/2012-13 TRUST	Subsidiary	Solitaire Corporate Park, Building No.2, Unit No. 201-202A & 200-202 B, Gr Floor, Andheri Ghatkopar Link Road, Chakala, Andheri (E), Mumbai 400093.	20.00%	Fair Value through Profit or Loss in accordance with Ind AS 109
ASREC PS 01/2013-14 TRUST	Subsidiary	Solitaire Corporate Park, Building No.2, Unit No. 201-202A & 200-202 B, Gr Floor, Andheri Ghatkopar Link Road, Chakala, Andheri (E), Mumbai 400093.	5.00%	Fair Value through Profit or Loss in accordance with Ind AS 109
ASREC PS 02/2013-14 TRUST	Subsidiary	Solitaire Corporate Park, Building No.2, Unit No. 201-202A & 200-202 B, Gr Floor, Andheri Ghatkopar Link Road, Chakala, Andheri (E), Mumbai 400093.	5.00%	Fair Value through Profit or Loss in accordance with Ind AS 109

Trust	Relationship	Principal Place of Business	Proportion of Ownership Interest	Method used for accounting of Investment
ASREC PS 03/2013-14 TRUST	Subsidiary	Solitaire Corporate Park, Building No.2, Unit No. 201-202A & 200-202 B, Gr Floor, Andheri Ghatkopar Link Road, Chakala, Andheri (E), Mumbai 400093.	5.00%	Fair Value through Profit or Loss in accordance with Ind AS 109
ASREC PS 04/2013-14 TRUST	Subsidiary	Solitaire Corporate Park, Building No.2, Unit No. 201-202A & 200-202 B, Gr Floor, Andheri Ghatkopar Link Road, Chakala, Andheri (E), Mumbai 400093.	5.00%	Fair Value through Profit or Loss in accordance with Ind AS 109
ASREC PS 05/2013-14 TRUST	Subsidiary	Solitaire Corporate Park, Building No.2, Unit No. 201-202A & 200-202 B, Gr Floor, Andheri Ghatkopar Link Road, Chakala, Andheri (E), Mumbai 400093.	5.00%	Fair Value through Profit or Loss in accordance with Ind AS 109
ASREC PS 01/2014-15 TRUST	Subsidiary	Solitaire Corporate Park, Building No.2, Unit No. 201-202A & 200-202 B, Gr Floor, Andheri Ghatkopar Link Road, Chakala, Andheri (E), Mumbai 400093.	5.00%	Fair Value through Profit or Loss in accordance with Ind AS 109
ASREC PS 02/2014-15 TRUST	Subsidiary	Solitaire Corporate Park, Building No.2, Unit No. 201-202A & 200-202 B, Gr Floor, Andheri Ghatkopar Link Road, Chakala, Andheri (E), Mumbai 400093.	5.00%	Fair Value through Profit or Loss in accordance with Ind AS 109
ASREC PS 03/2014-15 TRUST	Subsidiary	Solitaire Corporate Park, Building No.2, Unit No. 201-202A & 200-202 B, Gr Floor, Andheri Ghatkopar Link Road, Chakala, Andheri (E), Mumbai 400093.	6.65%	Fair Value through Profit or Loss in accordance with Ind AS 109
ASREC PS 04/2014-15 TRUST	Subsidiary	Solitaire Corporate Park, Building No.2, Unit No. 201-202A & 200-202 B, Gr Floor, Andheri Ghatkopar Link Road, Chakala, Andheri (E), Mumbai 400093.	10.00%	Fair Value through Profit or Loss in accordance with Ind AS 109
ASREC PS 05/2014-15 TRUST	Subsidiary	Solitaire Corporate Park, Building No.2, Unit No. 201-202A & 200-202 B, Gr Floor, Andheri Ghatkopar Link Road, Chakala, Andheri (E), Mumbai 400093.	5.00%	Fair Value through Profit or Loss in accordance with Ind AS 109
ASREC PS 06/2014-15 TRUST	Subsidiary	Solitaire Corporate Park, Building No.2, Unit No. 201-202A & 200-202 B, Gr Floor, Andheri Ghatkopar Link Road, Chakala, Andheri (E), Mumbai 400093.	5.00%	Fair Value through Profit or Loss in accordance with Ind AS 109
ASREC PS 07/2014-15 TRUST	Subsidiary	Solitaire Corporate Park, Building No.2, Unit No. 201-202A & 200-202 B, Gr Floor, Andheri Ghatkopar Link Road, Chakala, Andheri (E), Mumbai 400093.	15.00%	Fair Value through Profit or Loss in accordance with Ind AS 109
ASREC PS 08/2014-15 TRUST	Subsidiary	Solitaire Corporate Park, Building No.2, Unit No. 201-202A & 200-202 B, Gr Floor, Andheri Ghatkopar Link Road, Chakala, Andheri (E), Mumbai 400093.	15.00%	Fair Value through Profit or Loss in accordance with Ind AS 109

Trust	Relationship	Principal Place of Business	Proportion of Ownership Interest	Method used for accounting of Investment
ASREC PS 09/2014-15 TRUST	Subsidiary	Solitaire Corporate Park, Building No.2, Unit No. 201-202A & 200-202 B, Gr Floor, Andheri Ghatkopar Link Road, Chakala, Andheri (E), Mumbai 400093.	15.00%	Fair Value through Profit or Loss in accordance with Ind AS 109
ASREC PS 10/2014-15 TRUST	Subsidiary	Solitaire Corporate Park, Building No.2, Unit No. 201-202A & 200-202 B, Gr Floor, Andheri Ghatkopar Link Road, Chakala, Andheri (E), Mumbai 400093.	15.00%	Fair Value through Profit or Loss in accordance with Ind AS 109
ASREC PS 11/2014-15 TRUST	Subsidiary	Solitaire Corporate Park, Building No.2, Unit No. 201-202A & 200-202 B, Gr Floor, Andheri Ghatkopar Link Road, Chakala, Andheri (E), Mumbai 400093.	15.00%	Fair Value through Profit or Loss in accordance with Ind AS 109
ASREC PS 12/2014-15 TRUST	Subsidiary	Solitaire Corporate Park, Building No.2, Unit No. 201-202A & 200-202 B, Gr Floor, Andheri Ghatkopar Link Road, Chakala, Andheri (E), Mumbai 400093.	15.00%	Fair Value through Profit or Loss in accordance with Ind AS 109
ASREC PS 13/2014-15 TRUST	Subsidiary	Solitaire Corporate Park, Building No.2, Unit No. 201-202A & 200-202 B, Gr Floor, Andheri Ghatkopar Link Road, Chakala, Andheri (E), Mumbai 400093.	15.00%	Fair Value through Profit or Loss in accordance with Ind AS 109
ASREC PS 14/2014-15 TRUST	Subsidiary	Solitaire Corporate Park, Building No.2, Unit No. 201-202A & 200-202 B, Gr Floor, Andheri Ghatkopar Link Road, Chakala, Andheri (E), Mumbai 400093.	15.00%	Fair Value through Profit or Loss in accordance with Ind AS 109
ASREC PS 15/2014-15 TRUST	Subsidiary	Solitaire Corporate Park, Building No.2, Unit No. 201-202A & 200-202 B, Gr Floor, Andheri Ghatkopar Link Road, Chakala, Andheri (E), Mumbai 400093.	15.00%	Fair Value through Profit or Loss in accordance with Ind AS 109
ASREC PS 16/2014-15 TRUST	Subsidiary	Solitaire Corporate Park, Building No.2, Unit No. 201-202A & 200-202 B, Gr Floor, Andheri Ghatkopar Link Road, Chakala, Andheri (E), Mumbai 400093.	15.00%	Fair Value through Profit or Loss in accordance with Ind AS 109
ASREC PS 17/2014-15 TRUST	Subsidiary	Solitaire Corporate Park, Building No.2, Unit No. 201-202A & 200-202 B, Gr Floor, Andheri Ghatkopar Link Road, Chakala, Andheri (E), Mumbai 400093.	15.00%	Fair Value through Profit or Loss in accordance with Ind AS 109
ASREC PS 18/2014-15 TRUST	Subsidiary	Solitaire Corporate Park, Building No.2, Unit No. 201-202A & 200-202 B, Gr Floor, Andheri Ghatkopar Link Road, Chakala, Andheri (E), Mumbai 400093.	15.00%	Fair Value through Profit or Loss in accordance with Ind AS 109

Trust	Relationship	Principal Place of Business	Proportion of Ownership Interest	Method used for accounting of Investment
ASREC PS 19/2014-15 TRUST	Subsidiary	Solitaire Corporate Park, Building No.2, Unit No. 201-202A & 200-202 B, Gr Floor, Andheri Ghatkopar Link Road, Chakala, Andheri (E), Mumbai 400093.	15.00%	Fair Value through Profit or Loss in accordance with Ind AS 109
ASREC PS 20/2014-15 TRUST	Subsidiary	Solitaire Corporate Park, Building No.2, Unit No. 201-202A & 200-202 B, Gr Floor, Andheri Ghatkopar Link Road, Chakala, Andheri (E), Mumbai 400093.	15.00%	Fair Value through Profit or Loss in accordance with Ind AS 109
ASREC PS 21/2014-15 TRUST	Subsidiary	Solitaire Corporate Park, Building No.2, Unit No. 201-202A & 200-202 B, Gr Floor, Andheri Ghatkopar Link Road, Chakala, Andheri (E), Mumbai 400093.	15.00%	Fair Value through Profit or Loss in accordance with Ind AS 109
ASREC PS 22/2014-15 TRUST	Subsidiary	Solitaire Corporate Park, Building No.2, Unit No. 201-202A & 200-202 B, Gr Floor, Andheri Ghatkopar Link Road, Chakala, Andheri (E), Mumbai 400093.	15.00%	Fair Value through Profit or Loss in accordance with Ind AS 109
ASREC PS 23/2014-15 TRUST	Subsidiary	Solitaire Corporate Park, Building No.2, Unit No. 201-202A & 200-202 B, Gr Floor, Andheri Ghatkopar Link Road, Chakala, Andheri (E), Mumbai 400093.	15.00%	Fair Value through Profit or Loss in accordance with Ind AS 109
ASREC PS 24/2014-15 TRUST	Subsidiary	Solitaire Corporate Park, Building No.2, Unit No. 201-202A & 200-202 B, Gr Floor, Andheri Ghatkopar Link Road, Chakala, Andheri (E), Mumbai 400093.	15.00%	Fair Value through Profit or Loss in accordance with Ind AS 109
ASREC PS 25/2014-15 TRUST	Subsidiary	Solitaire Corporate Park, Building No.2, Unit No. 201-202A & 200-202 B, Gr Floor, Andheri Ghatkopar Link Road, Chakala, Andheri (E), Mumbai 400093.	15.00%	Fair Value through Profit or Loss in accordance with Ind AS 109
ASREC PS 26/2014-15 TRUST	Subsidiary	Solitaire Corporate Park, Building No.2, Unit No. 201-202A & 200-202 B, Gr Floor, Andheri Ghatkopar Link Road, Chakala, Andheri (E), Mumbai 400093.	15.00%	Fair Value through Profit or Loss in accordance with Ind AS 109
ASREC PS 27/2014-15 TRUST	Subsidiary	Solitaire Corporate Park, Building No.2, Unit No. 201-202A & 200-202 B, Gr Floor, Andheri Ghatkopar Link Road, Chakala, Andheri (E), Mumbai 400093.	15.00%	Fair Value through Profit or Loss in accordance with Ind AS 109
ASREC PS 28/2014-15 TRUST	Subsidiary	Solitaire Corporate Park, Building No.2, Unit No. 201-202A & 200-202 B, Gr Floor, Andheri Ghatkopar Link Road, Chakala, Andheri (E), Mumbai 400093.	15.00%	Fair Value through Profit or Loss in accordance with Ind AS 109
ASREC PS 29/2014-15 TRUST	Subsidiary	Solitaire Corporate Park, Building No.2, Unit No. 201-202A & 200-202 B, Gr Floor, Andheri Ghatkopar Link Road, Chakala, Andheri (E), Mumbai 400093.	15.00%	Fair Value through Profit or Loss in accordance with Ind AS 109

Trust	Relationship	Principal Place of Business	Proportion of Ownership Interest	Method used for accounting of Investment
ASREC PS 30/2014-15 TRUST	Subsidiary	Solitaire Corporate Park, Building No.2, Unit No. 201-202A & 200-202 B, Gr Floor, Andheri Ghatkopar Link Road, Chakala, Andheri (E), Mumbai 400093.	15.00%	Fair Value through Profit or Loss in accordance with Ind AS 109
ASREC PS 31/2014-15 TRUST	Subsidiary	Solitaire Corporate Park, Building No.2, Unit No. 201-202A & 200-202 B, Gr Floor, Andheri Ghatkopar Link Road, Chakala, Andheri (E), Mumbai 400093.	15.00%	Fair Value through Profit or Loss in accordance with Ind AS 109
ASREC PS 01/2015-16 TRUST	Subsidiary	Solitaire Corporate Park, Building No.2, Unit No. 201-202A & 200-202 B, Gr Floor, Andheri Ghatkopar Link Road, Chakala, Andheri (E), Mumbai 400093.	15.00%	Fair Value through Profit or Loss in accordance with Ind AS 109
ASREC PS 02/2015-16 TRUST	Subsidiary	Solitaire Corporate Park, Building No.2, Unit No. 201-202A & 200-202 B, Gr Floor, Andheri Ghatkopar Link Road, Chakala, Andheri (E), Mumbai 400093.	15.00%	Fair Value through Profit or Loss in accordance with Ind AS 109
ASREC PS 03/2015-16 TRUST	Subsidiary	Solitaire Corporate Park, Building No.2, Unit No. 201-202A & 200-202 B, Gr Floor, Andheri Ghatkopar Link Road, Chakala, Andheri (E), Mumbai 400093.	15.00%	Fair Value through Profit or Loss in accordance with Ind AS 109
ASREC PS 04/2015-16 TRUST	Subsidiary	Solitaire Corporate Park, Building No.2, Unit No. 201-202A & 200-202 B, Gr Floor, Andheri Ghatkopar Link Road, Chakala, Andheri (E), Mumbai 400093.	15.00%	Fair Value through Profit or Loss in accordance with Ind AS 109
ASREC PS 05/2015-16 TRUST	Subsidiary	Solitaire Corporate Park, Building No.2, Unit No. 201-202A & 200-202 B, Gr Floor, Andheri Ghatkopar Link Road, Chakala, Andheri (E), Mumbai 400093.	15.00%	Fair Value through Profit or Loss in accordance with Ind AS 109
ASREC PS 06/2015-16 TRUST	Subsidiary	Solitaire Corporate Park, Building No.2, Unit No. 201-202A & 200-202 B, Gr Floor, Andheri Ghatkopar Link Road, Chakala, Andheri (E), Mumbai 400093.	15.00%	Fair Value through Profit or Loss in accordance with Ind AS 109
ASREC PS 07/2015-16 TRUST	Subsidiary	Solitaire Corporate Park, Building No.2, Unit No. 201-202A & 200-202 B, Gr Floor, Andheri Ghatkopar Link Road, Chakala, Andheri (E), Mumbai 400093.	15.00%	Fair Value through Profit or Loss in accordance with Ind AS 109
ASREC PS 08/2015-16 TRUST	Subsidiary	Solitaire Corporate Park, Building No.2, Unit No. 201-202A & 200-202 B, Gr Floor, Andheri Ghatkopar Link Road, Chakala, Andheri (E), Mumbai 400093.	15.00%	Fair Value through Profit or Loss in accordance with Ind AS 109

Trust	Relationship	Principal Place of Business	Proportion of Ownership Interest	Method used for accounting of Investment
ASREC PS 09/2015-16 TRUST	Subsidiary	Solitaire Corporate Park, Building No.2, Unit No. 201-202A & 200-202 B, Gr Floor, Andheri Ghatkopar Link Road, Chakala, Andheri (E), Mumbai 400093.	15.00%	Fair Value through Profit or Loss in accordance with Ind AS 109
ASREC PS 10/2015-16 TRUST	Subsidiary	Solitaire Corporate Park, Building No.2, Unit No. 201-202A & 200-202 B, Gr Floor, Andheri Ghatkopar Link Road, Chakala, Andheri (E), Mumbai 400093.	15.00%	Fair Value through Profit or Loss in accordance with Ind AS 109
ASREC PS 11/2015-16 TRUST	Subsidiary	Solitaire Corporate Park, Building No.2, Unit No. 201-202A & 200-202 B, Gr Floor, Andheri Ghatkopar Link Road, Chakala, Andheri (E), Mumbai 400093.	15.00%	Fair Value through Profit or Loss in accordance with Ind AS 109
ASREC PS 12/2015-16 TRUST	Subsidiary	Solitaire Corporate Park, Building No.2, Unit No. 201-202A & 200-202 B, Gr Floor, Andheri Ghatkopar Link Road, Chakala, Andheri (E), Mumbai 400093.	15.00%	Fair Value through Profit or Loss in accordance with Ind AS 109
ASREC PS 13/2015-16 TRUST	Subsidiary	Solitaire Corporate Park, Building No.2, Unit No. 201-202A & 200-202 B, Gr Floor, Andheri Ghatkopar Link Road, Chakala, Andheri (E), Mumbai 400093.	15.00%	Fair Value through Profit or Loss in accordance with Ind AS 109
ASREC PS 14/2015-16 TRUST	Subsidiary	Solitaire Corporate Park, Building No.2, Unit No. 201-202A & 200-202 B, Gr Floor, Andheri Ghatkopar Link Road, Chakala, Andheri (E), Mumbai 400093.	15.00%	Fair Value through Profit or Loss in accordance with Ind AS 109
ASREC PS 16/2015-16 TRUST	Subsidiary	Solitaire Corporate Park, Building No.2, Unit No. 201-202A & 200-202 B, Gr Floor, Andheri Ghatkopar Link Road, Chakala, Andheri (E), Mumbai 400093.	15.00%	Fair Value through Profit or Loss in accordance with Ind AS 109
ASREC PS 17/2015-16 TRUST	Subsidiary	Solitaire Corporate Park, Building No.2, Unit No. 201-202A & 200-202 B, Gr Floor, Andheri Ghatkopar Link Road, Chakala, Andheri (E), Mumbai 400093.	15.00%	Fair Value through Profit or Loss in accordance with Ind AS 109
ASREC PS 18/2015-16 TRUST	Subsidiary	Solitaire Corporate Park, Building No.2, Unit No. 201-202A & 200-202 B, Gr Floor, Andheri Ghatkopar Link Road, Chakala, Andheri (E), Mumbai 400093.	15.00%	Fair Value through Profit or Loss in accordance with Ind AS 109
ASREC PS 01/2016-17 TRUST	Subsidiary	Solitaire Corporate Park, Building No.2, Unit No. 201-202A & 200-202 B, Gr Floor, Andheri Ghatkopar Link Road, Chakala, Andheri (E), Mumbai 400093.	15.00%	Fair Value through Profit or Loss in accordance with Ind AS 109
ASREC PS 02/2016-17 TRUST	Subsidiary	Solitaire Corporate Park, Building No.2, Unit No. 201-202A & 200-202 B, Gr Floor, Andheri Ghatkopar Link Road, Chakala, Andheri (E), Mumbai 400093.	15.00%	Fair Value through Profit or Loss in accordance with Ind AS 109



Trust	Relationship	Principal Place of Business	Proportion of Ownership Interest	Method used for accounting of Investment
ASREC PS 03/2016-17 TRUST	Subsidiary	Solitaire Corporate Park, Building No.2, Unit No. 201-202A & 200-202 B, Gr Floor, Andheri Ghatkopar Link Road, Chakala, Andheri (E), Mumbai 400093.	15.00%	Fair Value through Profit or Loss in accordance with Ind AS 109
ASREC PS 05/2016-17 TRUST	Subsidiary	Solitaire Corporate Park, Building No.2, Unit No. 201-202A & 200-202 B, Gr Floor, Andheri Ghatkopar Link Road, Chakala, Andheri (E), Mumbai 400093.	15.00%	Fair Value through Profit or Loss in accordance with Ind AS 109
ASREC PS 01/2017-18 TRUST	Subsidiary	Solitaire Corporate Park, Building No.2, Unit No. 201-202A & 200-202 B, Gr Floor, Andheri Ghatkopar Link Road, Chakala, Andheri (E), Mumbai 400093.	16.00%	Fair Value through Profit or Loss in accordance with Ind AS 109
ASREC PS 02/2017-18 TRUST	Subsidiary	Solitaire Corporate Park, Building No.2, Unit No. 201-202A & 200-202 B, Gr Floor, Andheri Ghatkopar Link Road, Chakala, Andheri (E), Mumbai 400093.	16.00%	Fair Value through Profit or Loss in accordance with Ind AS 109
ASREC PS 03/2017-18 TRUST	Subsidiary	Solitaire Corporate Park, Building No.2, Unit No. 201-202A & 200-202 B, Gr Floor, Andheri Ghatkopar Link Road, Chakala, Andheri (E), Mumbai 400093.	15.00%	Fair Value through Profit or Loss in accordance with Ind AS 109
ASREC PS 04/2017-18 TRUST	Subsidiary	Solitaire Corporate Park, Building No.2, Unit No. 201-202A & 200-202 B, Gr Floor, Andheri Ghatkopar Link Road, Chakala, Andheri (E), Mumbai 400093.	100.00%	Fair Value through Profit or Loss in accordance with Ind AS 109
ASREC PS 05/2017-18 TRUST	Subsidiary	Solitaire Corporate Park, Building No.2, Unit No. 201-202A & 200-202 B, Gr Floor, Andheri Ghatkopar Link Road, Chakala, Andheri (E), Mumbai 400093.	100.00%	Fair Value through Profit or Loss in accordance with Ind AS 109
ASREC PS 06/2017-18 TRUST	Subsidiary	Solitaire Corporate Park, Building No.2, Unit No. 201-202A & 200-202 B, Gr Floor, Andheri Ghatkopar Link Road, Chakala, Andheri (E), Mumbai 400093.	100.00%	Fair Value through Profit or Loss in accordance with Ind AS 109
ASREC PS 07/2017-18 TRUST	Subsidiary	Solitaire Corporate Park, Building No.2, Unit No. 201-202A & 200-202 B, Gr Floor, Andheri Ghatkopar Link Road, Chakala, Andheri (E), Mumbai 400093.	100.00%	Fair Value through Profit or Loss in accordance with Ind AS 109
ASREC PS 08/2017-18 TRUST	Subsidiary	Solitaire Corporate Park, Building No.2, Unit No. 201-202A & 200-202 B, Gr Floor, Andheri Ghatkopar Link Road, Chakala, Andheri (E), Mumbai 400093.	15.00%	Fair Value through Profit or Loss in accordance with Ind AS 109



<b>Trust</b>	<b>Relationship</b>	<b>Principal Place of Business</b>	<b>Proportion of Ownership Interest</b>	<b>Method used for accounting of Investment</b>
ASREC PS 09/2017-18 TRUST	Subsidiary	Solitaire Corporate Park, Building No.2, Unit No. 201-202A & 200-202 B, Gr Floor, Andheri Ghatkopar Link Road, Chakala, Andheri (E), Mumbai 400093.	15.00%	Fair Value through Profit or Loss in accordance with Ind AS 109
ASREC PS 10/2017-18 TRUST	Subsidiary	Solitaire Corporate Park, Building No.2, Unit No. 201-202A & 200-202 B, Gr Floor, Andheri Ghatkopar Link Road, Chakala, Andheri (E), Mumbai 400093.	51.00%	Fair Value through Profit or Loss in accordance with Ind AS 109
ASREC PS 11/2017-18 TRUST	Subsidiary	Solitaire Corporate Park, Building No.2, Unit No. 201-202A & 200-202 B, Gr Floor, Andheri Ghatkopar Link Road, Chakala, Andheri (E), Mumbai 400093.	15.00%	Fair Value through Profit or Loss in accordance with Ind AS 109
ASREC-PS 01/2018-19 TRUST	Subsidiary	Solitaire Corporate Park, Building No.2, Unit No. 201-202A & 200-202 B, Gr Floor, Andheri Ghatkopar Link Road, Chakala, Andheri (E), Mumbai 400093.	50.00%	Fair Value through Profit or Loss in accordance with Ind AS 109
ASREC PS 02/2018-19 TRUST	Subsidiary	Solitaire Corporate Park, Building No.2, Unit No. 201-202A & 200-202 B, Gr Floor, Andheri Ghatkopar Link Road, Chakala, Andheri (E), Mumbai 400093.	50.00%	Fair Value through Profit or Loss in accordance with Ind AS 109
ASREC PS 03/2018-19 TRUST	Subsidiary	Solitaire Corporate Park, Building No.2, Unit No. 201-202A & 200-202 B, Gr Floor, Andheri Ghatkopar Link Road, Chakala, Andheri (E), Mumbai 400093.	40.00%	Fair Value through Profit or Loss in accordance with Ind AS 109
ASREC PS 04/2018-19 TRUST	Subsidiary	Solitaire Corporate Park, Building No.2, Unit No. 201-202A & 200-202 B, Gr Floor, Andheri Ghatkopar Link Road, Chakala, Andheri (E), Mumbai 400093.	44.00%	Fair Value through Profit or Loss in accordance with Ind AS 109
ASREC PS 05/2018-19 TRUST	Subsidiary	Solitaire Corporate Park, Building No.2, Unit No. 201-202A & 200-202 B, Gr Floor, Andheri Ghatkopar Link Road, Chakala, Andheri (E), Mumbai 400093.	15.00%	Fair Value through Profit or Loss in accordance with Ind AS 109
INVENT/1011/S4 TRUST	Subsidiary	Solitaire Corporate Park, Building No.2, Unit No. 201-202A & 200-202 B, Gr Floor, Andheri Ghatkopar Link Road, Chakala, Andheri (E), Mumbai 400093.	100.00%	Fair Value through Profit or Loss in accordance with Ind AS 109

Notes referred to above form an integral part of the Standalone Financial Statements.

As per our report of even date  
For **CHOKSHI & CHOKSHI LLP**  
Chartered Accountants  
Firm Reg. No.: 101872W/W100045

For and on behalf of the Board of Directors

**Hardik K. Chokshi**  
(Partner)  
M.No: 115774

**V. K. Shunglu**  
(Chairman)  
DIN : 00032683

**M. M. Chitale**  
(Director)  
DIN : 00101004

**B. A. Prabhakar**  
(Director)  
02101808

**Place:** Mumbai  
**Date:** June 12, 2019

**D. K. Jain**  
(Managing Director & CEO)  
DIN : 06940533

**Angad Kumar Roy**  
(Chief Financial Officer)

**Pallavi Parikh**  
(Co.Secretary)

# CHOKSHI & CHOKSHI LLP

Chartered Accountants

## INDEPENDENT AUDITOR'S REPORT

To the Members of  
ASREC (INDIA) LIMITED

### Report on the Audit of the Consolidated Financial Statements

#### Opinion

1. We have audited the accompanying consolidated financial statements of ASREC (India) Limited ("the Company") and its associate trusts, which comprise the consolidated Balance Sheet as at 31st March 2019, and the consolidated statement of Profit and Loss (including Other Comprehensive Income), the consolidated statement of changes in equity and consolidated statement of cash flows for the year ended on that date, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information (hereinafter referred to as "the consolidated financial statements")

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid consolidated financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards specified under section 133 of the Act read with the Companies (Indian Accounting standards) Rules, 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India, of the consolidated state of affairs of the Company as at 31st March, 2019, the consolidated profit and consolidated total comprehensive income, consolidated changes in equity and its consolidated cash flows for the year ended on that date.

#### Basis for Opinion

2. We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Act. Our responsibilities under those Standards are further described in the 'Auditor's Responsibilities for the Audit of the Consolidated Financial Statements' section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India (ICAI) together with the ethical requirements that are relevant to our audit of the consolidated financial statements under the provisions of the Act and the Rules made thereunder,

and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on the consolidated financial statements.

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

3. The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Management Discussion and Analysis, Board's Report including annexures to Board's Report, Secretarial Audit Report and Shareholder's information, but does not include the consolidated financial statements and our auditor's report thereon.

Our opinion on the consolidated financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

4. In connection with our audit of the consolidated financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the consolidated financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

#### Responsibilities of Management and Those Charged with Governance for the Consolidated Financial Statements

5. The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act, with respect to the preparation of these consolidated financial statements that give a true and fair view of the consolidated financial position, consolidated financial performance, consolidated total comprehensive income, consolidated changes in

equity and consolidated cash flows of the Company in accordance with the Ind AS and other accounting principles generally accepted in India. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and 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 consolidated financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

6. In preparing the consolidated financial statements, the respective Board of Directors of the Company and Board of Trustees of the Trusts included in the consolidation, are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The respective Board of Directors and Board of Trustees are also responsible for overseeing the company's financial reporting process.

#### **Auditor's Responsibilities for the Audit of the Consolidated Financial Statements**

7. Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial statements.

The description of the auditor's responsibilities for the audit of the consolidated financial statements is given in "Appendix I" to this report.

#### **Other Matter**

8. We did not audit the financial statements of 101 trusts whose financial statements reflect total assets of Rs. 52,188.04 lakhs as at 31st March 2019, total revenue of Rs. 2,055.51 lakhs and net cash inflow of Rs. 641.97 lakhs for the year ended 31st March 2019. The consolidated financial statements have been prepared by the management of the Company based on the financial statements as approved by the respective Board of Trustees of these Trusts which have been furnished to us by the management of the Company and our opinion on the consolidated financial statements in so far as it relates to the amounts included in respect of these Trusts is based solely on such board approved financial statements.

Our opinion on the consolidated financial statements and our report on Other Legal and Regulatory Requirements below, is not modified in respect of our reliance on the financial statements / financial information approved by the Board.

#### **Report on Other Legal and Regulatory Requirements**

9. As required by Section 143(3) of the Act, based on our audit we report that:
  - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit of the aforesaid consolidated financial statements.
  - b) In our opinion, proper books of account as required by law relating to preparation of the aforesaid consolidated financial statements have been kept by the Company so far as it appears from our examination of those books.
  - c) The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss, including Other Comprehensive Income, Consolidated Statement of Changes in Equity and Consolidated Statement of Cash Flows dealt with by this Report are in agreement with the books of account maintained for the purpose of preparation of the consolidated financial statements.
  - d) In our opinion, the aforesaid consolidated financial statements comply with the Ind AS specified under Section 133 of the Act, read with the Companies (Indian Accounting Standards) Rules, 2015, as amended;

- e) On the basis of the written representations received from the directors as on 31st March, 2019 taken on record by the Board of Directors and Board of Trustees of the respective trusts, none of the directors / trustees is disqualified as on 31st March, 2019 from being appointed as a director / trustee in terms of Section 164(2) of the Act.
- f) With respect to the existence of the internal financial controls with reference to financial statements of the Company and the operating effectiveness of such controls, refer to our separate Report in "**Annexure A**". Our report expresses an unmodified opinion on the existence and operating effectiveness of the internal financial control over financial reporting of those company and trusts.
- g) In our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the company to its directors during the year is within the limit laid down in section 197 of the Act.
- h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended, in our opinion and to the best of our information and according to the explanations given to us:
- i. The Company and Trusts included in the consolidation do not have any pending litigations which may have impact on consolidated financial position in the consolidated financial statements.
- ii. The Company and Trusts included in the consolidation did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
- iii. There were no amounts which were required to be transferred, to the Investor Education and Protection Fund by the Company.

For **CHOKSHI & CHOKSHI LLP**  
Chartered Accountants  
Firm Reg. No: 101872W/W100045

**Hardik K. Chokshi**  
(Partner)  
Membership No: 115774

Place: Mumbai  
Date: 12th June 2019

## APPENDIX - I

### THE FURTHER DESCRIPTION OF THE AUDITOR'S RESPONSIBILITIES FOR THE AUDIT OF THE FINANCIAL STATEMENTS

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company and Trusts included in the consolidation have internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material

uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

# ANNEXURES - A

## TO INDEPENDENT AUDITOR'S REPORT

(Referred to in paragraph 8(f) under 'Report on Other Legal and Regulatory Requirements' section of our report to the members of ASREC (India) Limited of even date.)

Report on the Internal Financial Controls Over Financial Reporting under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ('the Act')

We have audited the internal financial controls over financial reporting of ASREC (INDIA) LIMITED ("the Company") as of 31st March 2019 in conjunction with our audit of the consolidated financial statements of the Company for the year ended on that date.

### Management's Responsibility For Internal Financial Controls

The Company's Board of Directors and Board of Trustees of Trusts included in the consolidation are responsible for establishing and maintaining internal financial controls based on "the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India". These responsibilities include the design, implementation and maintenance of internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

### Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting of the Company and Trusts included in the consolidation based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical

requirements and plan and perform the audit to obtain reasonable assurance about whether existence of internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the existence of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the internal financial controls system over financial reporting of the Company and Trusts included in the consolidation.

### Meaning of Internal Financial Controls Over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that-

- i. pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;
- ii. provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company and Trusts included in the



consolidation are being made only in accordance with authorizations of management and directors of the company; and

- iii. provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

#### **Inherent Limitations of Internal Financial Controls Over Financial Reporting**

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

#### **Opinion**

In our opinion, to the best of our information and according to the explanations given to us, the Company and Trusts included in the consolidation have, in all material respects, an existence of internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st March 2019, based on the internal control over financial reporting criteria established by the Company and respective trusts, considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For **CHOKSHI & CHOKSHI LLP**  
Chartered Accountants  
Firm Reg. No: 101872W/W100045

**Hardik K. Chokshi**  
(Partner)  
Membership No: 115774  
Place: Mumbai  
Date: 12th June 2019



### Extract of CAG comments

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**COMMENTS OF THE COMPTROLLER AND AUDITOR GENERAL OF INDIA UNDER SECTION 143(6) (b) READ WITH SECTION 129 (4) OF THE COMPANIES ACT, 2013 ON THE CONSOLIDATED FINANCIAL STATEMENTS OF ASREC (INDIA) LIMITED FOR THE YEAR ENDED 31st MARCH 2019**

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The preparation of consolidated financial statements of ASREC (India) Limited for the year ended 31st March, 2019 in accordance with the financial reporting framework prescribed under the Companies Act, 2013 (Act) is the responsibility of the management of the company. The statutory auditor appointed by the Comptroller and Auditor General of India under section 139(5) read with section 129 (4) of the Act is responsible for expressing opinion on the financial statements under, section 143 read with section 129 (4) of the Act based on independent audit in accordance with the standards on auditing prescribed under section 143(10) of the Act. This is stated to have been done by them vide their Audit Report dated 12.06.2019.

I, on behalf of the Comptroller and Auditor General of India, have decided not to conduct the supplementary audit of the consolidated financial statements of ASREC (India) Limited for the year ended 31st March 2019 under section 143(6)(a) read with section 129 (4) of the Act.

For and on behalf of the  
Comptroller and Auditor General of India

Sd/-  
(Roop Rashi)  
Director General of Commercial Audit and  
ex-officio Member, Audit Board-I, Mumbai

Place : Mumbai  
Date : 27.08.2019

# CONSOLIDATED BALANCE SHEET

as at March 31st, 2019

(₹ In lakhs)

Particulars		As on March 31st, 2019	As on March 31st, 2018	As on April 1st, 2017
<b>A ASSETS</b>				
<b>1 Financial Assets</b>				
(a) Cash and cash equivalents	2	2,707.75	3,236.48	4,939.65
(b) Bank balances other than (a) above	3	1,977.46	-	-
(c) Derivative financial instruments		-	-	-
(d) Receivables				
(i) Trade Receivables				
(ii) Other Receivables	4	954.30	0.44	0.55
(e) Loans		-	-	-
(f) Investments	5	53,356.98	61,625.32	59,915.68
(g) Other Financial assets	6	6.25	5.73	6.45
<b>2 Non - Financial Assets</b>				
(a) Inventories		-	-	-
(b) Current tax assets (net)		116.58	28.48	89.92
(c) Deferred tax assets (net)	7	336.88	348.31	573.64
(d) Investment Property		-	-	-
(e) Biological assets other than bearer plants		-	-	-
(f) Property, Plant and Equipment	8	1,000.47	1,028.44	1,051.22
(g) Capital work- in- progress		-	-	-
(h) Intangible assets under development		-	-	-
(i) Goodwill		-	-	-
(j) Other Intangible assets		-	-	-
(k) Other non-financial assets	9	91.79	157.22	87.87
<b>Total Assets</b>		<b>60,548.46</b>	<b>66,430.43</b>	<b>66,664.98</b>
<b>B LIABILITIES AND EQUITY</b>				
<b>LIABILITIES</b>				
<b>1 Financial Liabilities</b>				
(a) Derivative financial instruments		-	-	-
(b) Payables				
(I) Trade Payables				
(i) total outstanding dues of micro enterprises and small enterprises		-	-	-
(ii) total outstanding dues of creditors other than micro enterprises and small enterprises		-	-	-
(II) Other Payables		18.07	11.11	43.55
(i) total outstanding dues of micro enterprises and small enterprises		-	-	-
(ii) total outstanding dues of creditors other than micro enterprises and small enterprises		-	-	-
(c) Debt Securities		-	-	-
(d) Borrowings (Other than Debt Securities)	10	2,490.56	4,400.95	4,507.19
(e) Deposits		-	-	-

# CONSOLIDATED BALANCE SHEET

as at March 31st, 2019

(₹ In lakhs)

Particulars		As on March 31st, 2019	As on March 31st, 2018	As on April 1st, 2017
(f) Subordinated Liabilities		-	-	-
(g) Other financial liabilities	11	3,801.60	377.88	887.80
<b>2 Non - Financial Liabilities</b>				
(a) Current tax liabilities (Net)		1.87	71.70	-
(b) Provisions	12	153.69	139.47	70.45
(c) Deferred tax liabilities (Net)		-	-	-
(d) Other non - financial liabilities	13	109.39	156.03	180.63
<b>3 Equity</b>				
(a) Equity Share Capital	14	9,800.00	9,800.00	9,800.00
(b) Other Equity	15	4,094.55	4,472.98	3,691.80
(c) Non-Controlling Interest		40,078.74	47,000.31	47,483.56
<b>Total Liabilities and Equity</b>		<b>60,548.46</b>	<b>66,430.43</b>	<b>66,664.98</b>
See accompanying notes to the financial statements	1			

Notes referred to above form an integral part of the Consolidated Financial Statements.

As per our report of even date

For **CHOKSHI & CHOKSHI LLP**

Chartered Accountants

Firm Reg. No.: 101872W/W100045

For and on behalf of the Board of Directors

**Hardik K. Chokshi**

(Partner)

M.No: 115774

**V. K. Shunglu**

(Chairman)

DIN : 00032683

**M. M. Chitale**

(Director)

DIN : 00101004

**B. A. Prabhakar**

(Director)

02101808

**Place:** Mumbai

**Date:** June 12, 2019

**D. K. Jain**

(Managing Director & CEO)

DIN : 06940533

**Angad Kumar Roy**

(Chief Financial Officer)

**Pallavi Parikh**

(Co.Secretary)

# CONSOLIDATED STATEMENT OF PROFIT AND LOSS

for the year ended on March 31st, 2019

(₹ In lakhs)

	Note	Financial Year 2018-19	Financial Year 2017-18
<b>Revenue from operations</b>			
(i) Income From Investment in Financial Assets		1,864.37	1,818.05
(ii) Income From Investment in Security Receipts		-	-
(iii) Management Fee		-	-
(iv) Net Gain on Fair Value Changes		(834.79)	1,800.98
<b>I Total revenue from operations</b>		<b>1,029.58</b>	<b>3,619.03</b>
II Other Income (to be specified)	16	1,055.16	666.31
<b>III Total Income (I+II)</b>		<b>2,084.74</b>	<b>4,285.34</b>
<b>Expenses</b>			
(i) Finance Cost		156.10	142.85
(ii) Fees and commission expenses	17	710.77	631.58
(iii) Impairment of financial instruments		-	-
(iv) Employee benefits expenses	18	383.48	427.22
(v) Depreciation, amortisation and impairment		32.21	31.40
(vi) Other expenses	19	524.66	410.74
<b>IV Total Expenses</b>		<b>1,807.24</b>	<b>1,643.79</b>
V Profit/(Loss) before exceptional items and tax (III-IV)		277.51	2,641.55
VI Exceptional items		-	-
VII Profit/(Loss) before tax (V-VI)		277.51	2,641.55
VIII Tax expense:			
(1) Current Tax		212.27	476.32
(2) Short/ Excess Provisions for earlier years		1.55	1.66
(3) Deferred Tax		12.46	224.78
IX Profit/(Loss) for the period from continuing operations (VII-VIII)		51.22	1,938.79
X Profit/(Loss) from discontinued operations		-	-
XI Tax expenses of discontinued operations		-	-
XII Profit/(Loss) from discontinued operations after tax (X-XI)		-	-
<b>XIII Profit/(Loss) for the period</b>		<b>51.22</b>	<b>1,938.79</b>
- Non-controlling interest		(647.78)	582.82
- Attributable to the owners of the parent		699.00	1,355.97
<b>XIV Other Comprehensive Income</b>			
A (i) Items that will not be reclassified to profit or loss			
- Remeasurement of Employee Benefit Expenses		(3.68)	1.96
(ii) Income tax relating to items that will not be reclassified to profit or loss		1.02	(0.55)
<b>Subtotal A</b>		<b>(2.66)</b>	<b>1.42</b>
B (i) Items that will be reclassified to profit or loss		-	-
(ii) Income tax relating to items that will be reclassified to profit or loss		-	-
<b>Subtotal B</b>		<b>-</b>	<b>-</b>
<b>Other comprehensive income for the year (A+B)</b>		<b>(2.66)</b>	<b>1.42</b>
- Non-controlling interest		-	-
- Attributable to the owners of the parent		(2.66)	1.42

# CONSOLIDATED STATEMENT OF PROFIT AND LOSS

for the year ended on March 31st, 2019

(₹ In lakhs)

	Note	Financial Year 2018-19	Financial Year 2017-18
<b>XV Total Comprehensive Income for the period</b>		<b>48.56</b>	<b>1,940.21</b>
- Non-controlling interest		(647.78)	582.82
- Attributable to the owners of the parent		696.34	1,357.38
<b>XVI Earnings per equity share (for continuing operations)</b>	20		
Basic (Rs.)		0.71	1.38
Diluted (Rs.)		0.71	1.38
<b>XVII Earnings per equity share (for discontinued operations)</b>			
Basic (Rs.)		-	-
Diluted (Rs.)		-	-
<b>XVIII Earnings per equity share (for continuing and discontinued operations)</b>			
Basic (Rs.)		0.71	1.38
Diluted (Rs.)		0.71	1.38
<b>See accompanying notes to the financial statements</b>	1		

Notes referred to above form an integral part of the Consolidated Financial Statements.

As per our report of even date

For **CHOKSHI & CHOKSHI LLP**

Chartered Accountants

Firm Reg. No.: 101872W/W100045

For and on behalf of the Board of Directors

**Hardik K. Chokshi**

(Partner)

M.No: 115774

**V. K. Shunglu**

(Chairman)

DIN : 00032683

**M. M. Chitale**

(Director)

DIN : 00101004

**B. A. Prabhakar**

(Director)

02101808

**Place:** Mumbai

**Date:** June 12, 2019

**D. K. Jain**

(Managing Director & CEO)

DIN : 06940533

**Angad Kumar Roy**

(Chief Financial Officer)

**Pallavi Parikh**

(Co.Secretary)

## STATEMENT OF CHANGES IN EQUITY

for the year ended on March 31st, 2019

### A. Equity Share Capital

(₹ In lakhs)

Balance as at 1st April, 2017	Changes in the Equity Share Capital during FY 2017-18	Balance as at 31st March, 2018	Changes in the Equity Share Capital during FY 2018-19	Balance as at 31st March, 2019
9,800.00	-	9,800.00	-	9,800.00

### B. Security Receipt Holders' Fund (in Controlled SPEs)

(₹ In lakhs)

Balance as at 1st April, 2017	Changes in the Equity Share Capital during FY 2017-18	Balance as at 31st March, 2018	Changes in the Equity Share Capital during FY 2018-19	Balance as at 31st March, 2019
51,798.50	(804.35)	50,994.15	(5,957.52)	45,036.63

### C. Other Equity

(₹ In lakhs)

Particulars	31st March, 2019		
	Balance in Profit and Loss Account	Re-measurements of net defined benefit plans [Component of Other Comprehensive Income (OCI)]	Total
<b>Balance as at 1st April 2018</b>	<b>477.76</b>	<b>1.38</b>	<b>479.14</b>
<b>Total Comprehensive Income for the year</b>	<b>51.22</b>	<b>(2.66)</b>	<b>48.56</b>
Dividend paid including dividend distribution tax	(590.72)	-	(590.72)
Profit distributed to SR Holders	(800.32)	-	(800.32)
<b>Balance as on 31st March 2019</b>	<b>(862.06)</b>	<b>(1.28)</b>	<b>(863.34)</b>
Non-Controlling Interest	(4,957.89)	-	(4,957.89)
Attributable to the Owners of the Parent	4,095.83	(1.28)	4,094.55
<b>Total</b>	<b>(862.06)</b>	<b>(1.28)</b>	<b>(863.34)</b>

(₹ In lakhs)

Particulars	31st March, 2018		
	Balance in Profit and Loss Account	Re-measurements of net defined benefit plans [Component of Other Comprehensive Income (OCI)]	Total
<b>Balance as at 1st April 2017</b>	<b>(623.10)</b>	<b>(0.03)</b>	<b>(623.14)</b>
<b>Total Comprehensive Income for the year</b>	<b>1,938.79</b>	<b>1.42</b>	<b>1,940.21</b>
Dividend paid including dividend distribution tax	(589.75)	-	(589.75)
Profit distributed to SR Holders	(248.18)	-	(248.18)
<b>Balance as on 31st March 2018</b>	<b>477.76</b>	<b>1.38</b>	<b>479.14</b>
Non-Controlling Interest	(3,993.84)	-	(3,993.84)
Attributable to the Owners of the Parent	4,471.60	1.38	4,472.98
<b>Total</b>	<b>477.76</b>	<b>1.38</b>	<b>479.14</b>

# STATEMENT OF CHANGES IN EQUITY

for the year ended on March 31, 2019

(₹ In lakhs)

Particulars	31st March, 2017		
	Balance in Profit and Loss Account	Re-measurements of net defined benefit plans [Component of Other Comprehensive Income (OCI)]	Total
<b>Balance as at 1st April 2017 as per previous GAAP</b>	<b>(3,623.74)</b>	-	<b>(3,623.74)</b>
Changes in accounting policy/prior period errors	-	-	-
<b>Restated balance at the beginning of the reporting period</b>	<b>(3,623.74)</b>	-	<b>(3,623.74)</b>
<b>Total Comprehensive Income for the year</b>	-	-	-
Transfer to/from retained earnings	-	-	-
Fair Value Change of Investment classified under FVTPL category on first time adoption of Ind AS	2,829.87	-	2,829.87
Changes in other comprehensive income on first time adoption of Ind AS	0.05	(0.05)	-
Less: Income Tax on changes arising on account of first time adoption of Ind AS	170.72	0.01	170.73
<b>Balance as on 1st April 2017 as per Ind AS</b>	<b>(623.10)</b>	<b>(0.03)</b>	<b>(623.14)</b>
Non-Controlling Interest	(4,314.94)	-	(4,314.94)
Attributable to the Owners of the Parent	3,691.84	(0.03)	3,691.80
<b>Total</b>	<b>(623.10)</b>	<b>(0.03)</b>	<b>(623.14)</b>

Notes referred to above form an integral part of the Consolidated Financial Statements.

As per our report of even date

For **CHOKSHI & CHOKSHI LLP**

Chartered Accountants

Firm Reg. No.: 101872W/W100045

For and on behalf of the Board of Directors

**Hardik K. Chokshi**

(Partner)

M.No: 115774

**V. K. Shunglu**

(Chairman)

DIN : 00032683

**M. M. Chitale**

(Director)

DIN : 00101004

**B. A. Prabhakar**

(Director)

02101808

**Place:** Mumbai

**Date:** June 12, 2019

**D. K. Jain**

(Managing Director & CEO)

DIN : 06940533

**Angad Kumar Roy**

(Chief Financial Officer)

**Pallavi Parikh**

(Co.Secretary)

# CONSOLIDATED STATEMENT OF CASH FLOWS

for the year ended on March 31st, 2019

(₹ In lakhs)

	As on 31st March 2019	As on 31st March 2018
<b>A. CASH FLOW FROM OPERATING ACTIVITIES</b>		
<b>Net Profit before tax and extraordinary items</b>	277.51	2,641.55
<b>Adjustments for non operating/ non-cash Items :</b>		
Finance Cost	156.10	142.85
Depreciation, amortisation and impairment	32.21	31.40
Gain or Loss on Sale of Fixed Assets	-	1.18
Net Gain on Fair Value Changes	(834.79)	1,800.98
Provision for Trust Expenses	3.08	27.70
Implied interest on lease deposits	(0.53)	(0.59)
Actuarial Gains or Losses on Employee Benefits	(3.68)	1.96
Allocation of advance lease rental for the period	0.54	0.61
<b>Net Operating Profit before working Capital changes</b>	<b>(369.55)</b>	<b>4,647.64</b>
<b>Adjustments for Working Capital Changes:</b>		
(Increase)/Decrease in Bank Balances other than Cash & Cash Equivalents	(1,977.46)	-
(Increase)/Decrease in Other Receivables	(956.94)	(27.60)
(Increase)/Decrease in Investments	9,103.13	(3,510.62)
(Increase)/Decrease in Other Financial Assets	(0.00)	1.32
(Increase)/Decrease in Other Non-Financial Assets	9.48	(8.31)
(Increase)/Decrease in Other Payables	6.96	(32.44)
(Increase)/Decrease in Borrowings	(1,910.39)	(106.25)
(Increase)/Decrease in Other Financial Liabilities	3,423.72	(509.92)
(Increase)/Decrease in Provisions	14.22	69.02
(Increase)/Decrease in Other Non-Financial Liabilities	(46.64)	(24.60)
<b>Operating Profit after working Capital changes</b>	<b>7,296.54</b>	<b>498.24</b>
Direct Taxes paid (Net of Refund)	(316.35)	(406.49)
<b>Net Cash from Operating activities</b> <b>A</b>	<b>6,980.19</b>	<b>91.76</b>
<b>B CASH FLOW FROM INVESTING ACTIVITIES</b>		
Purchase of Fixed Assets	(4.25)	(14.43)
Sale of Fixed Assets	-	4.63
<b>Net Cash from Investing Activities</b> <b>B</b>	<b>(4.25)</b>	<b>(9.80)</b>



# CONSOLIDATED STATEMENT OF CASH FLOWS

for the year ended on March 31st, 2019

(₹ In lakhs)

	As on 31st March 2019	As on 31st March 2018
<b>C CASH FLOW FROM FINANCING ACTIVITIES</b>		
Finance Cost	(156.10)	(142.85)
Dividend paid including dividend distribution tax/Distribution to SR Holders	(1,391.04)	(837.93)
Increase/(Decrease) in SR Holders' Fund	(5,957.52)	(804.35)
<b>Net Cash used in financing activities</b>	<b>(7,504.67)</b>	<b>(1,785.13)</b>
Net Increase in Cash & Cash Equivalents (A+B+C)	(528.73)	(1,703.17)
Cash & Cash Equivalents at the start of the year	3,236.48	4,939.65
Cash & Cash Equivalents as at the end of the year	2,707.75	3,236.48

Notes referred to above form an integral part of the Consolidated Financial Statements.

As per our report of even date

For **CHOKSHI & CHOKSHI LLP**

Chartered Accountants

Firm Reg. No.: 101872W/W100045

For and on behalf of the Board of Directors

**Hardik K. Chokshi**  
(Partner)  
M.No: 115774

**V. K. Shunglu**  
(Chairman)  
DIN : 00032683

**M. M. Chitale**  
(Director)  
DIN : 00101004

**B. A. Prabhakar**  
(Director)  
02101808

**Place:** Mumbai  
**Date:** June 12, 2019

**D. K. Jain**  
(Managing Director & CEO)  
DIN : 06940533

**Angad Kumar Roy**  
(Chief Financial Officer)

**Pallavi Parikh**  
(Co.Secretary)

## NOTE 1 - SIGNIFICANT ACCOUNTING POLICIES & NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

### A. SIGNIFICANT ACCOUNTING POLICIES

#### i. Corporate Information

The consolidated financial statements comprise financial statements of "ASREC (India) Limited" ("the Holding Company"), its subsidiaries and associates (collectively referred to as "the Group") for the year ended 31st March 2019.

The principal activity of the Group is to carry on the business of Securitization of Assets and Reconstruction thereof under the provisions of Securitization and Reconstruction of Financial Assets and Enforcement of Security Interest Act, 2002 (SARFAESI Act) and the various guidelines issued by RBI from time to time. The Financial Assets are acquired from Banks and Financial Institutions either in the Trusts set up for the purpose or in its own books.

#### ii. Basis of preparation of Financial Statements

The consolidated financial statements have been prepared on an accrual basis and under the historical cost basis, except for the following assets and liabilities which have been measured at fair value or revalued amount wherever applicable:

- Financial assets measured at fair value; and
- Net defined benefit asset/liability at fair value of plan assets less present value of defined benefit obligations.

The consolidated financial statements of the Group have been prepared to comply with the Indian Accounting Standards ('Ind AS'), including the rules notified under the relevant provisions of the Companies Act, 2013.

The consolidated financial statements comprise of ASREC (India) Limited and all its subsidiaries, being the entities that it controls. Controls are assessed in accordance with the requirement of Ind AS 110 - Consolidated Financial Statements.

The Consolidated Financial Statements are presented in Indian Rupees and all values are rounded to the nearest lakhs (₹ 00,000), except when otherwise indicated.

#### iii. Principals of Consolidation

- a. The financial statements of the Holding Company, its subsidiaries and associates are combined on a line by line basis by adding together like items of assets, liabilities, equity, income, expenses and cash flows, after fully eliminating intra-group balances and intra-group transactions.
- b. The audited/unaudited financial statements of subsidiaries and associates (Securitisation trusts controlled by the company) have been prepared in accordance with Indian Generally Accepted Accounting Principals (IGAAP) which are used for conversion to Ind AS.
- c. The differences in accounting policies of the Holding Company and its subsidiaries / associates are not material.
- d. The Consolidated Financial Statements have been prepared using uniform accounting policies for like transactions and other events in similar circumstances.
- e. The carrying amount of the parent's investment in each subsidiary is offset (eliminated) against the parent's portion of equity in each subsidiary.
- f. Investment in associate has been accounted under Equity Method as per Ind AS 28 - Investment in Associates and Joint Ventures.
- g. Non-controlling interest's share of profit or loss of consolidated subsidiaries for the year is identified and adjusted against the income of the Group in order to arrive at the net income attributable to shareholders of the company.
- h. Non-controlling interest's share of net assets of consolidated subsidiaries is identified and presented in the Consolidated Balance Sheet.

#### iv. Approval of Financial Statements

The Consolidated Financial Statements were approved for issue by the Board of Directors on 12th June 2019.

#### v. Use of Estimates

The preparation of financial statement requires management to make estimates and assumptions

that affect the reported amounts of assets and liabilities, the disclosure of contingent liabilities on the date of the financial statements and the reported amounts of revenues and expenses during the period reported. Actual results could differ from those estimates. Any revision to accounting estimates is recognized in accordance with the requirements of the respective accounting standards.

#### **vi. Property, plant and equipment**

Property, plant and equipment are stated at cost less accumulated depreciation and impairment loss, if any.

Cost includes cost of acquisition, installation, other direct expenses incurred to bring the assets to its working condition and finance costs incurred up to the date the asset is ready for its intended use and excludes CENVAT / value added tax / Goods and Service Tax (GST) eligible for credit / setoff.

Depreciation on the property, plant and equipment is provided on straight line method, over the useful life of the assets, as specified in Part C of Schedule II to the Companies Act, 2013. Property, plant and equipment which are added / disposed of during the year, depreciation is provided on pro-rata basis.

Gains or losses arising from derecognition of property, plant and equipment are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognised in the Statement of Profit & Loss when the asset is derecognised.

The assets' residual values, useful lives and methods of depreciation are reviewed at each financial year end and adjusted prospectively, if appropriate.

#### **vii. Intangible Assets**

Intangible assets are recognised when it is probable that the future economic benefits that are attributable to the assets will flow to the Group and the cost of the assets can be measured reliably.

Intangible assets are stated at cost of acquisition net of recoverable taxes, trade discount and rebates less accumulated amortisation and impairment loss, if any. Such cost includes cost of acquisition,

installation, other direct expenses incurred to bring the assets to its working condition and finance costs incurred up to the date the asset is ready for its intended use and excludes CENVAT / value added tax / Goods and Service Tax (GST) eligible for credit / setoff.

As per amortisation policy of the Group, software is amortised over a period of 3 years on straight line basis from the date they are available for intended use, subject to impairment test. One-time licence fees paid for use of software are amortised over the period of the licence agreement or 10 years whichever is shorter.

Gains or losses arising from derecognition of an intangible asset are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognised in the statement of profit and loss when the asset is derecognised.

#### **viii. Impairment of tangible and intangible assets**

At the end of each reporting period, the Group reviews the carrying amounts of its tangible and intangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

Recoverable amount is the higher of fair value less costs of disposal and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset for which the estimates of future cash flows have not been adjusted.

If the recoverable amount of an asset is estimated to be less than its carrying amount, the carrying amount of the asset is reduced to its recoverable amount. An impairment loss is recognised immediately in the statement of profit or loss.

When an impairment loss subsequently reverses, the carrying amount of the asset is increased to the revised estimate of its recoverable amount, but so

that the increased carrying amount does not exceed the carrying amount that would have been determined had no impairment loss been recognised for the asset in prior years. A reversal of an impairment loss is recognised immediately in profit or loss.

#### **ix. Financial Instruments**

Financial assets and financial liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through profit or loss) are added to or deducted from the fair value of the financial assets or financial liabilities, as appropriate, on initial recognition.

##### **(a) Financial assets**

###### **Initial recognition and measurement**

- Investments in credit impaired financial assets are initially recognised at cost. Subsequently, these investments in credit impaired financial assets are measured at fair value through profit or loss.
- Investment in Security Receipts of Securitisation Trusts are initially recognised at cost. Subsequently, these investments in Security Receipts of Securitisation Trusts are measured at fair value through profit or loss.

###### **Financial assets at fair value through profit and loss (FVTPL)**

At the end of each reporting period, the financial assets through FVTPL are measured at fair value and any gains or losses arising on remeasurement are recognised in the statement of profit or loss.

###### **Investment in Equity Instruments**

All equity investments covered within the scope of Ind-AS 109 are measured at fair value and the changes in value are recognised in the Statement of Profit and loss except for those equity instruments which the Group has chosen to recognise the value changes in 'Other Comprehensive Income'. The classification of recognising the value changes either through FVTPL or FVTOCI is made on initial recognition and is irrevocable.

The income earned on equity instruments those are measured through FVTPL are recognised in Statement of Profit and loss.

###### **Derecognition of financial assets**

The Group derecognizes a financial asset when the contractual rights to the cash flows from the asset expire, or when it transfers the financial asset and substantially all the risks and rewards of ownership of the asset to another party or when it has neither transferred nor retained substantially all the risks and rewards of the asset but has transferred control of the asset.

###### **Impairment of financial assets**

In accordance with Ind AS 109, the Group uses 'Expected Credit Loss' (ECL) model, for evaluating impairment of financial assets other than those measured at fair value through profit and loss (FVTPL).

Expected credit losses are measured through a loss allowance at an amount equal to:

The 12-months expected credit losses (expected credit losses that result from those default events on the financial instrument that are possible within 12 months after the reporting date); or Full lifetime expected credit losses (expected credit losses that result from all possible default events over the life of the financial instrument).

At every reporting date the financial assets are tested for impairment. The Group uses historical default rates to determine impairment loss. The Group uses 12-month ECL to provide for impairment loss where there is no significant increase in credit risk. If there is significant increase in credit risk full lifetime ECL is used.

##### **(b) Financial liabilities**

###### **Initial recognition and measurement**

All financial liabilities are recognised initially at fair value and in the case of loans and borrowings and payables, net of directly attributable transaction costs.

###### **Subsequent measurement**

Financial liabilities are carried at amortised cost using effective interest rate method. For trade and other payables maturing within one year from the balance sheet date the carrying amounts approximate fair value due to the short maturity of these instruments.

###### **Classification as debt or equity**

Debt and equity instruments issued by the Group are classified as either financial liabilities or as equity in accordance with the substance of the contractual arrangements and the definitions of a financial liability and an equity instrument.

## Equity Instruments

An equity instrument is any contract that evidences a residual interest in the assets of an entity after deducting all of its liabilities. Equity instruments issued by the Group are recognised at the proceeds received, net of direct issue costs.

### Financial liabilities at fair value through profit or loss (FVTPL)

Financial liabilities at fair value through profit or loss include financial liabilities held for trading and financial liabilities designated upon initial recognition as at FVTPL. Financial liabilities are classified as held for trading if these are incurred for the purpose of repurchasing in the near term.

Financial liabilities at FVTPL are stated at fair value, with any gains or losses arising on remeasurement recognised in profit or loss. The net gain or loss recognised in profit or loss incorporates any interest paid on the financial liability.

### Financial liabilities at amortised cost

Financial liabilities that are not held-for-trading and are not designated as at FVTPL are measured at amortised cost at the end of subsequent accounting periods. The carrying amounts of financial liabilities that are subsequently measured at amortised cost are determined based on the effective interest method. Interest expense that is not capitalised as part of costs of an asset is included in the 'Finance costs' line item in profit or loss.

Trade and other payables are recognised at the transaction cost, which is its fair value, and subsequently measured at amortised cost. Similarly, interest bearing loans and borrowings are subsequently measured at amortised cost using effective interest method.

### Derecognition of financial liabilities

The Group derecognises financial liabilities when, and only when, the Group's obligations are discharged, cancelled or have expired. An exchange with a lender of debt instruments with substantially different terms is accounted for as an extinguishment of the original financial liability and the recognition of a new financial liability. Similarly, a substantial modification of the terms of an existing financial liability is accounted for as an extinguishment of the original financial liability and the recognition of a new financial liability. The difference between the carrying amount of the financial liability derecognised and the consideration paid and payable is recognised in profit or loss.

## x. Cash and cash equivalents

The Group considers all highly liquid financial instruments which are readily convertible into known amounts of cash that are subject to an insignificant risk of change in value and having original maturities of 3 months or less from the date of purchase to be cash equivalents. Cash and cash equivalents consist of bank balances which are unrestricted for withdrawal and usage.

## xi. Fair value measurement

The Group measures investment in credit impaired financial assets as well as investment in security receipts of securitisation trusts, at fair value at each reporting date.

The Group uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximising the use of relevant observable inputs and minimising the use of unobservable inputs.

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorised within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

- Level 1 - Quoted (unadjusted) market prices in active markets for identical assets or liabilities
- Level 2 - Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable
- Level 3 - Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable At each reporting date, the Management analyses the movements in the values of assets and liabilities which are required to be remeasured or re-assessed as per the Group's accounting policies.

For the purpose of fair value disclosures, the Group has determined classes of assets and liabilities on the basis of the nature, characteristics and risks of the asset or liability and the level of the fair value hierarchy as explained above.

**xii. Revenue recognition**

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Group and the revenue can be reliably measured regardless of when the payment is made. Revenue is measured at the fair value of the consideration received or receivable, considering contractually defined terms of payment and excluding taxes or duties collected on behalf of the government.

**a. Income from investment in credit impaired financial assets**

Amount realized on resolution / realization of credit impaired financial assets is credited to respective assets till the value of that asset become nil. Amount realized from resolution subsequent to that is credited to the statement of profit or loss. Similarly, if the total amount realized from resolution is less than its cost, the short fall is treated as loss and debited to the statement of profit or loss Statement. In case of credit impaired financial assets acquired / resolved under policy for Acquisition of "Negotiated Financial Assets for Restructuring", interest on amount funded is recognized on actual realization.

**b. Income from investment in security receipts of securitisation trusts**

Income from Investment in security receipts of various securitisation trusts is recognized when SRs are redeemed by Trusts. Surplus arising from sale of unresolved Assets subsequent to redemption of all Srs is recognized, as and when distributed by respective trusts.

**c. Fair Value Gain or Loss**

Fair value of investment in credit impaired financial assets as well as investment in security receipts of various securitisation trusts is assessed on each reporting date and gain or loss arising on such assessment is recognised in the statement of profit or loss.

**d. Other Income**

All other incomes are recognized on accrual basis. Revenue is recognized when it is earned, and no significant uncertainty exists as to its realization or collection. In case of recognition of Management fee, significant certainty shall be construed when the Management fee is received.

**xiii. Borrowing costs**

Borrowing Costs other than those directly attributable to Qualifying Assets are recognised as expenses in profit or loss in the period in which they are incurred.

Borrowing costs directly attributable to the acquisition, construction or production of qualifying assets are capitalised as part of the cost of the asset.

Interest income earned on the temporary investment of specific borrowings pending their expenditure on qualifying assets is deducted from the borrowing costs eligible for capitalisation.

**xiv. Employee benefits****(i) Short-term benefits**

Short term employee benefits including accumulating compensated absences are recognised at an undiscounted amount in the Statement of Profit or Loss for the year in which the related services are rendered. Payments made to State Bank of India towards emoluments of their employees who are on deputation to the Group are regarded as the Employees' Cost of the Group.

**(ii) Long term benefits:**

Other long-term employee benefits comprise of leave encashment and are provided for based on the independent actuarial valuation. The classifications between current and noncurrent liabilities are based on actuarial valuation. The actuarial valuation is done as per the projected unit credit method as at the reporting date.

**(iii) Post retirement benefits:****Gratuity:**

The gratuity liability of the group is funded through a Group Gratuity Scheme with Life Insurance Corporation of India (LIC) under which the annual contribution is paid to LIC. Gratuity liability is accrued on the basis of actuarial valuation at the year end.

Defined benefit costs in the nature of current and past service cost and net interest expense or income are recognized in the statement of profit and loss in the period in which they occur. Remeasurements, comprising of actuarial gains and losses, the effect of changes to the asset ceiling (excluding amounts included in net interest or the net defined benefit liability) and the return on plan assets (excluding amounts included in net interest on the



net defined benefit liability) are recognised immediately in the balance sheet with corresponding debit or credit to retained earnings through OCI in the period in which it occurs. Remeasurement are not classified to profit and loss in subsequent periods. Past service cost is recognised in profit and loss in the period of a plan amendment.

**Leave encashment:**

The liability on account of Employees' Leave Encashment is provided on the basis of Actuarial Valuation and is not funded.

**Provident fund:**

The Group has a provident fund scheme which is a defined contribution Scheme. Defined contribution is charged to the Profit and Loss statement.

**xv. Leases**

Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee. All other leases are classified as operating leases.

Leased assets held under finance leases are initially recognised as assets of the group at their fair value at the inception of the lease, or if lower, at the present value of the minimum lease payments. The corresponding liability to the lessor is included in the balance sheet as a finance lease obligation.

Lease payments are apportioned between finance expenses and reduction of the lease obligation so as to achieve a constant rate of interest on remaining balance of liability. Finance expenses are recognised immediately in the Statement of profit and loss, unless they are directly attributable to qualifying assets, in which case they are capitalised. Contingent rentals are recognised as expenses in the period in which they are incurred.

A leased asset is depreciated over the useful life of the asset. However, if there is no reasonable certainty that the Group will obtain ownership by the end of lease term, the asset is depreciated over the shorter of the estimated useful life of the asset and the lease term.

Rental expense from operating lease is generally recognised on a straight-line basis over the term of the relevant lease. Where the rentals are structured solely to increase in line with expected general inflation to compensate for the lessor's expected inflationary cost increases, such increases are

recognised in the year in which such benefits accrue. Contingent rentals arising under operating leases are recognised as an expense in the period in which they are incurred.

**xvi. Taxes on Income**

Tax on Income comprises current tax and deferred tax. These are recognised in statement of profit and loss except to the extent that it relates to a business combination, or items recognised directly in equity or in other comprehensive income.

**Current tax**

Tax on income for the current period is determined on the basis on estimated taxable income and tax credits computed in accordance with the provisions of the relevant tax laws and based on the expected outcome of assessments / appeals. Current income tax assets and liabilities are measured at the amount expected to be recovered from or paid to the taxation authorities. The tax rates and tax laws used to compute the amount are those that are enacted or substantially enacted, at the reporting date.

The group offsets current tax assets and current tax liabilities, where it has a legally enforceable right to set off the recognised amounts and where it intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

**Deferred tax**

Deferred tax is recognised on temporary differences between carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit. Deferred tax relating to items recognized outside the statement of profit and loss is recognized outside the statement of profit and loss, either in other comprehensive income or directly in equity. The carrying amount of deferred tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax asset to be utilised. Unrecognised deferred tax assets are re-assessed at each reporting date and are recognised to the extent that it has become probable that future taxable profits will allow the deferred tax assets to be recovered.

Deferred tax liabilities and assets are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realised, based on tax rates (and tax laws) that have been enacted or substantially enacted by the end of the reporting period.

Deferred tax assets and deferred tax liabilities are offset if a legally enforceable right exists to set off current tax assets against current tax liabilities.

**xvii. Earnings per share**

Basic earnings per share is computed by dividing the profit / (loss) after tax 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 as adjusted for the effects of dividend, interest and other charges relating to the dilutive potential equity shares by weighted average number of shares plus dilutive potential equity shares.

**xviii. Provisions, Contingent Liabilities and Contingent Assets**

Provisions are recognised when the Group has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. The amount recognized as a provision is the best estimate of the consideration required to settle the present obligation at the end of the reporting period, considering the risks and uncertainties surrounding the obligation. If the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that reflects, when appropriate, the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognised as a finance cost.

When the Group expects some or all of a provision to be reimbursed, for example, under an insurance contract, the reimbursement is recognised as a separate asset, but only when the reimbursement is virtually certain. The expense relating to a provision is presented in the statement of profit and loss net of any reimbursement.

Contingent liabilities may arise from litigation, taxation and other claims against the Group. Where it is management's assessment that the outcome is uncertain or cannot be reliably quantified, the claims are disclosed as contingent liabilities unless the likelihood of an adverse outcome is remote such contingent liabilities are disclosed in the notes but are not provided for in the financial statements.

Contingent assets are not recognised but are disclosed in the notes where an inflow of economic benefits is probable.

**xix. Financial Risk Management :**

The company's main business is of acquisition of financial assets (NPA's), Resolution thereof and investment of its surplus funds. The company has well defined board approved acquisition, resolution and investment policies along with delegation of power encompassing various risk mitigation measures.

**B. First Time Adoption of Ind AS**

The Group has adopted Ind AS with effect from 1st April 2018 with comparatives being restated. Accordingly, the impact of transition has been provided in the Opening Reserves as at 1st April 2017. The figures for the previous period have been restated, regrouped and reclassified wherever required to comply with the requirement of Ind AS and Schedule III.

**Set out below are the Ind AS 101 optional exemptions availed as applicable and mandatory exceptions applied in the transition from previous GAAP to Ind AS.**

**i. Deemed Cost**

The Group has opted para D7 AA and accordingly considered the previous GAAP carrying value of property, plant and equipment and intangible assets as deemed cost as at transition date.

**ii. Leases**

Appendix C to Ind AS 17, Leases, requires an entity to assess whether a contract or arrangement contains a lease. As per Ind AS 17, this assessment should be carried out at inception of the contract or arrangement. However, the Group has used Ind AS 101 exemption and assessed all arrangements based on conditions in place as at the date of transition.

**iii. Classification and measurement of financial assets**

The group has classified the financial assets in accordance with Ind AS 109 on the basis of facts and circumstances that exist on the date of transition to Ind AS.



#### iv. Investments

Under the previous GAAP, investments in credit impaired financial assets and investments in security receipts of securitisation trusts were classified as current investments or non-current investments based on the intended holding period and realisability. Non-current investments were carried at cost less provision for other than temporary decline in the value of such investments. Current investments were carried at lower of cost and fair value. Under Ind AS, these investments are required to be measured at fair value. The resulting fair value changes of these investments have been recognised in retained earnings.

#### v. Deferred Tax

Deferred tax under Ind AS has been recognised for temporary differences between tax base and the book base of the relevant assets and liabilities. Under IGAAP, the deferred tax was accounted based on timing differences impacting the profit or loss for the period. Deferred Tax on aforesaid Ind AS adjustments has been created.

#### vi. Re-measurements of post-employment benefit obligation

Under Ind AS, re-measurements i.e. actuarial gains and losses and the return on plan assets, excluding amounts included in the net interest expense on the net defined benefit liability are recognised in other comprehensive income instead of Statement of Profit and Loss. Under the previous GAAP, these re-measurements were forming part of the Statement of Profit and Loss for the year.

### C. Other Notes to the financial statements

#### (i) Contingent Liabilities and Commitments-

- Contingent liabilities: NIL, (Previous year- NIL)
- The Supreme Court has recently delivered its ruling on the composition of basic wages for the purpose of deduction and contribution to the employee provident and pension funds. As the management of the company does not envisage any significant impact, considering the materiality of liability arising out of said ruling, thereof in its financial statement for the year ended March 31st, 2019 therefore, no provision for the same has been made in its books of account.

#### (ii) Operating Segments

Segment wise reporting as defined in Indian Accounting Standards (Ind AS - 108) is not required, since the entire operation of the Group related to only one segment.

#### (iii) Capital management

The Group's objectives when managing capital is to safeguard continuity, maintain a strong credit rating and healthy capital ratios in order to support its business and provide adequate return to shareholders through continuing growth. The Group's overall strategy remains unchanged from previous year.

The funding requirements are met through a mixture of equity, internal fund generation and other long-term borrowings. The Company's policy is to use short-term and long-term borrowings to meet anticipated funding requirements.

#### (iv) Valuation

All financial instruments are initially recognised and subsequently re-measured at fair value as described below:

- a. The fair value of investment in security receipts of securitisation trusts is arrived by applying the mid-value of rating scale under which the SRs of those particular trusts are rated by rating agencies.
- b. The fair value of investment in credit impaired financial assets is arrived at by applying the fair value model devised by the group for this purpose.

#### (v) EXPENDITURE ON CORPORATE SOCIAL RESPONSIBILITY (CSR)

The Group has spent an amount of INR 18.09 Lakh towards Corporate Social Responsibility (CSR) activities as per the provision of Section 135 of Companies Act 2013 and rules made there under (as amended from time to time), and the same has been recognized as a separate line item as "CSR Expenditure" in the Statement of Profit and Loss.

The details of CSR Expenditures are as under:

- (a) Gross amount required to be spent by the group during the year: INR 18.09 Lakh
- (b) Amount spent during the year-

(₹ In lakhs)

Particulars	In cash	Yet to be paid in Cash	Total
i On Construction/ Acquisition of any asset	18.09	0.00	18.09
ii On purposes other than (i) above	0.00	0.00	0.00

**(vi) Recent accounting pronouncement**
**Standards issued but not yet effective**

The ministry of corporate affairs in March 2019 has notified Ind AS 116, Leases. Earlier another standard Ind AS 17 had been notified. Now, after notification of Ind AS 116, Ind AS 17 would be redundant. Ind AS 116 deals with recognition, measurement, presentation and disclosure of leases. Ind AS 116 shall be applicable on or after 1st April 2019.

Lessees were hitherto required to screen and distinguish each of the lease arrangements as either an operating or finance lease. Ind AS 116 requires lessees to recognise a 'right-to-use asset' and a 'lease liability' for almost all of the leasing agreements. Optional exemption is available in respect of short-term leases (less than 12 months) and low-value assets.

**a. Initial recognition and measurement**

The new standard requires the lessees to initially recognise a lease liability for the obligation to make lease payments and a right-to-use asset for the right to use the underlying asset for the lease term. The lease liability is measured at the present value of the lease payments to be made over the lease term. The right to use asset is initially measured at the amount of the lease liability and adjusted for lease prepayments and the lessee's initial direct costs.

**b. Subsequent measurement**

Lessees accrete lease liability to reflect interest and reduce the liability to reflect lease payments made.

The related right-to-use asset is depreciated in accordance with Ind AS 16 Property, Plant and Equipment. Right-to-use assets are subject to impairment testing under Ind AS 36 Impairment of Assets.

**c. Presentation**

Right to use assets are either presented separately from other assets on the balance sheet or disclosed separately in the notes. Similarly, lease liabilities are either presented separately from other liabilities on the balance sheet or disclosed separately in the notes. Depreciation expense and interest expense cannot be combined in the statement of profit or loss.

**d. Impact on financial statements**

Recognition of right-of-use asset and a corresponding lease liability would result in an increase in the amount recognised for financial liabilities and assets of the group.

Further, recognition of depreciation on right-to-use assets and unwinding of finance costs on lease liabilities would result in higher costs being recognised during the beginning of the lease term.

Lease payments would be presented as 'cash flow from financing activities' in the Statement of Cash Flows. It would have a favourable impact on cash flows from operations.

**e.** The Company has not received any intimation from suppliers regarding their status under the Micro, Small and Medium Enterprises Development Act, 2006 and hence disclosures, if any, relating to amounts unpaid as at the year end together with interest paid/ payable as required under the said act have not been given.

**D.** Previous year's figures have been re-grouped and/ or re-arranged wherever considered necessary to conform to current year's presentation.

## Note - 2 Cash and Cash Equivalents

(₹ In lakhs)

Particulars	As on March 31st, 2019	As on March 31st, 2018	As on April 1st, 2017
I. Cash on hand	0.42	0.95	0.54
II. Balances with Banks			
(a) In Current Accounts	2,234.10	2,773.83	4,676.82
(b) in Other deposit accounts	473.23	461.70	262.30
<b>Subtotal (a and b)</b>	<b>2,707.33</b>	<b>3,235.53</b>	<b>4,939.11</b>
<b>Total (I and II)</b>	<b>2,707.75</b>	<b>3,236.48</b>	<b>4,939.65</b>

## Note - 3 Bank Balances other than above

(₹ In lakhs)

Particulars	As on March 31st, 2019	As on March 31st, 2018	As on April 1st, 2017
Balances with other Banks			
(a) in Current Accounts (Others)	-	-	-
(b) In Dividend Account	-	-	-
(c) in Other deposit accounts	1,977.46	-	-
<b>Subtotal (a, b and c)</b>	<b>1,977.46</b>	<b>-</b>	<b>-</b>
Balances in India	1,977.46	-	-
Balances outside India	-	-	-
<b>Total</b>	<b>1,977.46</b>	<b>-</b>	<b>-</b>

## Note - 4 Other Receivables

(₹ In lakhs)

Particulars	As on March 31st, 2019	As on March 31st, 2018	As on April 1st, 2017
Receivable from trusts	-	-	-
Receivables considered good - Secured	-	-	-
Receivables considered good - Unsecured	-	-	-
Receivables which have significant increase in Credit Risk	-	-	-
Receivables - credit impaired	-	-	-
<b>Other Receivables</b>	<b>954.30</b>	<b>0.44</b>	<b>0.55</b>
<b>Total</b>	<b>954.30</b>	<b>0.44</b>	<b>0.55</b>

**Note - 5 Investments**

(₹ In lakhs)

Investments	As on March 31st, 2019		
	Amortised Cost	Fair Value Through Profit or Loss	Total
<b>Investment in Subsidiaries</b>			
Investment in controlled SPEs	-	-	-
<b>Investment in Associates</b>			
Investment in the SR of Trust formed by Other ARC	859.98	-	859.98
<b>Other Investments</b>			
Financial Assets acquired from various Banks and Financial Institutions	-	53,356.98	53,356.98
<b>Total Gross (A)</b>	<b>859.98</b>	<b>53,356.98</b>	<b>54,216.96</b>
Overseas investments	-	-	-
Investments in India	859.98	53,356.98	54,216.96
<b>Total Gross (B)</b>	<b>859.98</b>	<b>53,356.98</b>	<b>54,216.96</b>
Less: Allowance for Impairment loss ('C)	859.98	-	859.98
<b>Total Net</b>	<b>-</b>	<b>53,356.98</b>	<b>53,356.98</b>

(₹ In lakhs)

Investments	As on March 31st, 2018		
	Amortised Cost	Fair Value Through Profit or Loss	Total
<b>Investment in Subsidiaries</b>			
Investment in controlled SPEs	-	-	-
<b>Investment in Associates</b>			
Investment in the SR of Trust formed by Other ARC	859.98	-	859.98
<b>Other Investments</b>			
Financial Assets acquired from various Banks and Financial Institutions	-	61,195.33	61,195.33
<b>Total Gross (A)</b>	<b>859.98</b>	<b>61,195.33</b>	<b>62,055.31</b>
Overseas investments	-	-	-
Investments in India	859.98	61,195.33	62,055.31
<b>Total Gross (B)</b>	<b>859.98</b>	<b>61,195.33</b>	<b>62,055.31</b>
Less: Allowance for Impairment loss ('C)	429.99	-	429.99
<b>Total Net</b>	<b>429.99</b>	<b>61,195.33</b>	<b>61,625.32</b>

(₹ In lakhs)

Investments	As on March 31st, 2017		
	Amortised Cost	Fair Value Through Profit or Loss	Total
<b>Investment in Subsidiaries</b>			
Investment in controlled SPEs	-	-	-
<b>Investment in Associates</b>			
Investment in the SR of Trust formed by Other ARC	859.98	-	859.98
<b>Other Investments</b>			
Financial Assets acquired from various Banks and Financial Institutions	-	59,141.70	59,141.70
<b>Total Gross (A)</b>	<b>859.98</b>	<b>59,141.70</b>	<b>60,001.68</b>
Overseas investments	-	-	-
Investments in India	859.98	59,141.70	60,001.68
<b>Total Gross (B)</b>	<b>859.98</b>	<b>59,141.70</b>	<b>60,001.68</b>
Less: Allowance for Impairment loss ('C)	86.00	-	86.00
<b>Total Net</b>	<b>773.98</b>	<b>59,141.70</b>	<b>59,915.68</b>

**Note - 6 Other Financial Assets**

(₹ In lakhs)

Particulars	As on	As on	As on
	March 31st, 2019	March 31st, 2018	April 1st, 2017
Lease Deposits	5.68	5.15	5.40
Other Deposits	0.57	0.57	1.05
<b>Total</b>	<b>6.25</b>	<b>5.73</b>	<b>6.45</b>

**Note - 7 Deferred Tax Assets (Net)**

(₹ In lakhs)

Particulars	As on	As on	As on
	March 31st, 2019	March 31st, 2018	April 1st, 2017
Deferred Tax adjustments made till last reporting date	(187.89)	170.73	-
Provision for Impairment	713.62	676.64	565.53
Provision for Other Expenses	3.97	8.19	8.01
Depreciation	(147.88)	(147.46)	(168.54)
Prepaid Expenses	-	(1.16)	(2.09)
Fair Value Adjustment on Investments	(44.95)	(358.63)	170.73
Re-measurements of net defined benefit plans (OCI)	(1.02)	0.55	(0.01)
Re-measurements of net defined benefit plans (SOPL)	1.02	(0.55)	0.01
Deferred Tax Liability on implied interest on lease deposits	(0.18)	(0.20)	-
Deferred Tax Asset on allocation of advance lease rental for the period	0.19	0.21	-
<b>Total</b>	<b>336.88</b>	<b>348.31</b>	<b>573.64</b>

### Note - 8 Tangible Assets

(₹ In lakhs)

Particulars	Gross Block				Depreciation				Net Block							
	As at April 1, 2017	Addition	Sale/ Deduction	As at March 31, 2018	As at March 31, 2019	Deduct- ion	Addition	Sale/ Deduct- ion	As at March 31, 2018	As at March 31, 2019	Up to March 31, 2018	Up to March 31, 2019	During the year	During the year	Up to March 31, 2018	Up to March 31, 2019
Building	1,141.36	-	-	1,141.36	1,141.36	-	-	1,141.36	131.83	19.05	-	169.94	19.05	-	971.42	1,009.52
Motor Cars	12.74	14.43	12.74	14.43	14.43	-	-	14.43	5.91	1.87	6.93	2.65	1.80	11.78	13.58	6.84
Computer	43.14	-	0.34	42.79	46.54	3.74	-	46.54	38.48	2.24	0.34	43.47	3.08	3.07	2.41	4.65
Office Equipment	4.90	-	-	4.90	4.90	-	-	4.90	4.10	0.16	-	4.43	0.16	0.47	0.63	0.79
Electrical Equipments	11.14	-	-	11.14	11.64	0.50	-	11.64	6.51	1.50	-	9.54	1.53	2.10	3.13	4.63
Furniture & Fixtures	54.53	-	-	54.53	54.53	-	-	54.53	30.37	6.53	-	43.43	6.53	11.09	17.63	24.16
Air Conditioner	0.68	-	-	0.68	0.68	-	-	0.68	0.05	0.05	-	0.14	0.05	0.54	0.58	0.63
<b>Total</b>	<b>1,268.48</b>	<b>14.43</b>	<b>13.08</b>	<b>1,269.82</b>	<b>1,274.07</b>	<b>4.25</b>	<b>-</b>	<b>1,274.07</b>	<b>217.25</b>	<b>31.40</b>	<b>7.27</b>	<b>273.60</b>	<b>32.21</b>	<b>1,000.47</b>	<b>1,028.44</b>	<b>1,051.22</b>

## Note - 9 Other Non-Financial Assets

(₹ In lakhs)

Particulars	As on March 31st, 2019	As on March 31st, 2018	As on April 1st, 2017
Prepaid expenses	11.05	19.61	19.79
Input Tax Credit	4.19	2.19	1.04
Income Tax Refund	75.92	134.25	65.55
Advance Lease Rentals	0.63	1.17	1.49
<b>Total</b>	<b>91.79</b>	<b>157.22</b>	<b>87.87</b>

## Note - 10 Borrowings

(₹ In lakhs)

Particulars	As on March 31st, 2019	As on March 31st, 2018	As on April 1st, 2017
<b>Measured at Amortised Cost</b>			
<b>Loans repayable on demand</b>			
Canara Bank OD A/c	2,490.56	4,400.95	4,507.19
<b>Total</b>	<b>2,490.56</b>	<b>4,400.95</b>	<b>4,507.19</b>

## Note - 11 Other financial liabilities

(₹ In lakhs)

Particulars	As on March 31st, 2019	As on March 31st, 2018	As on April 1st, 2017
EMD Payable	-	-	0.30
Balance in No Lien Account	3,761.88	311.51	790.33
Salary Payable	39.72	66.37	97.17
<b>Total</b>	<b>3,801.60</b>	<b>377.88</b>	<b>887.80</b>

## Note - 12 Provisions

(₹ In lakhs)

Particulars	As on March 31st, 2019	As on March 31st, 2018	As on April 1st, 2017
Gratuity	(4.39)	1.31	2.15
Leave Encashment & compensated leave	18.64	27.07	21.01
Provision for expenses	139.43	111.09	47.29
<b>Total</b>	<b>153.69</b>	<b>139.47</b>	<b>70.45</b>

## Note - 13 Other non-financial liabilities

(₹ In lakhs)

Particulars	As on March 31st, 2019	As on March 31st, 2018	As on April 1st, 2017
GST Payable	44.76	64.46	-
Service Tax Payable	-	-	12.50
PF Payable	19.07	19.02	18.98
Profession Tax Payable	0.06	0.06	0.05
TDS payable	45.03	71.54	149.10
TCS Payable	0.49	0.96	-
<b>Total</b>	<b>109.39</b>	<b>156.03</b>	<b>180.63</b>

**Note - 14 Equity Share Capital**

(₹ In lakhs)

Particulars	As on March 31st, 2019	As on March 31st, 2018	As on April 1st, 2017
<b>Authorised Share Capital:</b>			
12,50,00,000 Equity Shares of Rs 10/-each. (Previous year -12,50,00,000 Equity Shares of Rs 10/-each)	12,500.00	12,500.00	12,500.00
<b>Issued, Subscribed and Paid-up:</b>			
9,80,00,000 Equity Shares of Rs 10/-each, fully paidup. (Previous year - 9,80,00,000 Equity Shares of Rs 10/-each).	9,800.00	9,800.00	9,800.00
<b>Total [A]</b>	<b>9,800.00</b>	<b>9,800.00</b>	<b>9,800.00</b>
<b>Security Receipt Holders' Fund (in Controlled SPEs)</b>			
(a) Trust Fund	-	-	-
(b) Security Receipts			
- Held by ASREC	-	-	-
- Held by Other Qualified Investors	45,036.63	50,994.15	51,798.50
<b>Total [B]</b>	<b>45,036.63</b>	<b>50,994.15</b>	<b>51,798.50</b>
<b>Total [A+B]</b>	<b>54,836.63</b>	<b>60,794.15</b>	<b>61,598.50</b>

**Details of shareholders holding more than 5% shares:**

	As on 31.03.2019	As on 31.03.2019	As on 31.03.2018	As on 31.03.2018	As on 1.04.2017	As on 1.04.2017
	No. of Shares	% held	No. of Shares	% held	No. of Shares	% held
Allahabad Bank	2,64,99,900	27.04%	2,64,99,900	27.04%	2,64,99,900	27.04%
Bank of India	2,55,00,000	26.02%	2,55,00,000	26.02%	2,55,00,000	26.02%
Andhra Bank	2,55,00,000	26.02%	2,55,00,000	26.02%	2,55,00,000	26.02%
Indian Bank	1,10,00,000	11.22%	1,10,00,000	11.22%	1,10,00,000	11.22%
Life Insurance Corporation of India	90,00,000	9.18%	90,00,000	9.18%	90,00,000	9.18%
<b>Total</b>	<b>9,74,99,900</b>	<b>99.49%</b>	<b>9,74,99,900</b>	<b>99.49%</b>	<b>9,74,99,900</b>	<b>99.49%</b>

**Notes :**

1. There is no change in the number of shares outstanding hence reconciliation not required.
2. The Company has not issued any bonus shares or shares for consideration other than cash and has not bought back any shares during the last five years.



**Note - 15 Other Equity**

(₹ In lakhs)

Particulars	March 31st, 2019		
	Balance in Profit and Loss Account	Re-measurements of net defined benefit plans [Component of Other Comprehensive Income (OCI)]	Total
<b>Balance as at 1st April 2018</b>	<b>477.76</b>	<b>1.38</b>	<b>479.14</b>
<b>Total Comprehensive Income for the year</b>	<b>51.22</b>	<b>(2.66)</b>	<b>48.56</b>
Dividend paid including dividend distribution tax	(590.72)	-	(590.72)
Profit distributed to SR Holders	(800.32)	-	(800.32)
<b>Balance as on 31st March 2019</b>	<b>(862.06)</b>	<b>(1.28)</b>	<b>(863.34)</b>
Non-Controlling Interest	(4,957.89)	-	(4,957.89)
Attributable to the Owners of the Parent	4,095.83	(1.28)	4,094.55
<b>Total</b>	<b>(862.06)</b>	<b>(1.28)</b>	<b>(863.34)</b>

**Note - 16 Other Income**

(₹ In lakhs)

Particulars	FY 2018-19	FY 2017-18
Interest Income	37.00	4.82
Processing Fee	-	1.74
Profit on Sale of Fixed Assets	-	0.03
Miscellaneous Income	1,017.63	659.14
Implied interest on lease deposits	0.53	0.59
<b>Total</b>	<b>1,055.16</b>	<b>666.31</b>

**Note - 17 Fees and commission expenses**

(₹ In lakhs)

Particulars	FY 2018-19	FY 2017-18
Legal & Professional Charges	273.61	243.68
Resolution Fee	186.79	146.53
Valuation and Due Diligence Expenses	18.85	27.49
Management Fee	231.53	213.88
<b>Total</b>	<b>710.77</b>	<b>631.58</b>

**Note - 18 Employee Benefits Expenses**

(₹ In lakhs)

Particulars	FY 2018-19	FY 2017-18
Salary	333.82	365.80
Contribution to provident fund	7.99	7.80
Staff welfare Expenses	32.27	38.19
Gratuity Expenses	2.72	3.37
Leave Encashment	6.68	12.06
<b>Total</b>	<b>383.48</b>	<b>427.22</b>

## Note - 19 Other Expenses

(₹ In lakhs)

Particulars	FY 2018-19	FY 2017-18
Payments to the auditor		
-Audit Fees	7.87	7.49
-Tax Audit Fees	2.08	1.72
-For re-imbursment of Expenditure	0.43	0.26
Lease Rental	24.64	22.82
Bank Charges	1.40	1.52
Business Devlopment Expenses	1.40	1.20
Demat Charges	1.55	2.13
Director Sitting Fees	10.74	8.15
Meeting Expenses	0.08	-
Electricity Charges	10.36	11.46
Housekeeping, Security & Runner	239.65	190.52
Insurance	23.76	23.88
Internet and Web Site Expenses	6.94	7.29
Membership & Subscription	6.48	3.81
Newspaper ,books and periodicals	0.47	0.53
Postage and Courier Expenses	1.97	2.07
Printing and Stationery	6.39	7.16
Registration Fees	13.81	23.31
Repairs and Maintenance	6.02	5.43
Telephone, Fax & Mobile Expenses	3.98	7.52
Traveling and Conveyance	37.78	43.82
Rate and Taxes	7.68	7.81
CSR Expenditure (Refer Note -31)	18.09	21.24
Miscellaneous Expenses	91.10	9.58
<b>Total</b>	<b>524.66</b>	<b>410.74</b>

## Note - 20 Earning Per Share (EPS)

(₹ In lakhs)

Particulars	31st March, 2019	31st March, 2018
<b>Face Value Per Equity Share (Rs.)</b>	<b>10.00</b>	<b>10.00</b>
<b>Basic Earnings Per Share (Rs.)</b>	<b>0.71</b>	<b>1.38</b>
Net Profit After Tax as per Statement of Profit or Loss attributable to Equity Shareholders (after adjusting non-controlling interest) (Rs. In Lakhs)	6,98,99,914.31	13,55,96,771.50
Weighted Average Number of Equity Shares used as denominator for calculating Basic EPS	9,80,00,000.00	9,80,00,000.00
<b>Diluted Earnings Per Share (Rs.)</b>	<b>0.71</b>	<b>1.38</b>
Net Profit After Tax as per Statement of Profit or Loss attributable to Equity Shareholders (after adjusting non-controlling interest) (Rs. In Lakhs)	6,98,99,914.31	13,55,96,771.50
Weighted Average Number of Equity Shares used as denominator for calculating Diluted EPS	9,80,00,000.00	9,80,00,000.00
<b>Reconciliation of weighted average number of shares outstanding</b>		
Weighted Average Number of Equity Shares used as denominator for calculating Basic EPS	9,80,00,000.00	9,80,00,000.00
Total Weighted Average Potential Equity Shares	-	-
Weighted Average Number of Equity Shares used as denominator for calculating Diluted EPS	9,80,00,000.00	9,80,00,000.00

## Note - 21 Fair Value Measurement

(a) The carrying value of financial instruments by categories as of 31st March 2019 is as follows:

(₹ In lakhs)

Particulars	Fair Value through Profit or Loss	Amortised Cost	Fair Value through Other Comprehensive Income	Designated at fair value through Other Comprehensive income	Total
<b>Financial Assets</b>					
Cash and cash equivalents	-	2,707.75	-	-	2,707.75
Bank balances other than cash and cash equivalents	-	1,977.46	-	-	1,977.46
Other Receivables	-	954.30	-	-	954.30
Investment in the SR of Trust formed by Other ARC	-	-	-	-	-
Financial Assets acquired from various Banks and Financial Institutions	53,356.98	-	-	-	53,356.98
Other Financial Assets	-	6.25	-	-	6.25
<b>Total</b>	<b>53,356.98</b>	<b>5,645.77</b>	<b>-</b>	<b>-</b>	<b>59,002.75</b>
<b>Financial Liabilities</b>					
Other Payables	-	18.07	-	-	18.07
Borrowings	-	2,490.56	-	-	2,490.56
Other Financial Liabilities	-	3,801.60	-	-	3,801.60
<b>Total</b>	<b>-</b>	<b>6,310.22</b>	<b>-</b>	<b>-</b>	<b>6,310.22</b>

(b) The carrying value of financial instruments by categories as of 31st March 2018 is as follows:

(₹ In lakhs)

Particulars	Fair Value through Profit or Loss	Amortised Cost	Fair Value through Other Comprehensive Income	Designated at fair value through Other Comprehensive income	Total
<b>Financial Assets</b>					
Cash and cash equivalents	-	3,236.48	-	-	3,236.48
Bank balances other than cash and cash equivalents	-	-	-	-	-
Other Receivables	-	0.44	-	-	0.44
Investment in the SR of Trust formed by Other ARC	-	429.99	-	-	429.99
Financial Assets acquired from various Banks and Financial Institutions	61,195.33	-	-	-	61,195.33
Other Financial Assets	-	5.73	-	-	5.73
<b>Total</b>	<b>61,195.33</b>	<b>3,672.64</b>	<b>-</b>	<b>-</b>	<b>64,867.97</b>
<b>Financial Liabilities</b>					
Other Payables	-	11.11	-	-	11.11
Borrowings	-	4,400.95	-	-	4,400.95
Other Financial Liabilities	-	377.88	-	-	377.88
<b>Total</b>	<b>-</b>	<b>4,789.93</b>	<b>-</b>	<b>-</b>	<b>4,789.93</b>

(c) The carrying value of financial instruments by categories as of 1st April 2017 is as follows:

(₹ In lakhs)

Particulars	Fair Value through Profit or Loss	Amortised Cost	Fair Value through Other Comprehensive Income	Designated at fair value through Other Comprehensive income	Total
<b>Financial Assets</b>					
Cash and cash equivalents	-	4,939.65	-	-	4,939.65
Bank balances other than cash and cash equivalents	-	-	-	-	-
Other Receivables	-	0.55	-	-	0.55
Investment in the SR of Trust formed by Other ARC	-	773.98	-	-	773.98
Financial Assets acquired from various Banks and Financial Institutions	59,141.70	-	-	-	59,141.70
Other Financial Assets	-	6.45	-	-	6.45
<b>Total</b>	<b>59,141.70</b>	<b>5,720.63</b>	<b>-</b>	<b>-</b>	<b>64,862.33</b>
<b>Financial Liabilities</b>					
Other Payables	-	43.55	-	-	43.55
Borrowings	-	4,507.19	-	-	4,507.19
Other Financial Liabilities	-	887.80	-	-	887.80
<b>Total</b>	<b>-</b>	<b>5,438.53</b>	<b>-</b>	<b>-</b>	<b>5,438.53</b>

## Note - 22 Fair Value Hierarchy

(₹ In lakhs)

Particulars	As on March 31st, 2019			
	Carrying Amount	Level 1	Level 2	Level 3
<b>(A) Financial Assets</b>				
<b>At Amortised Cost</b>				
Cash and cash equivalents	2,707.75	-	-	-
Bank balances other than cash and cash equivalents	1,977.46	-	-	-
Other Receivables	954.30	-	-	-
Investment in the SR of Trust formed by Other ARC	-	-	-	-
Other Financial Assets	6.25	-	-	-
<b>Sub-total (A)</b>	<b>5,645.77</b>	-	-	-
<b>(B) Fair Value through Profit or Loss</b>				
Financial Assets acquired from various Banks and Financial Institutions	53,356.98	-	-	53,356.98
<b>Sub-total (B)</b>	<b>53,356.98</b>	-	-	<b>53,356.98</b>
<b>Total [Financial Assets]</b>	<b>59,002.75</b>	-	-	<b>53,356.98</b>
<b>(C) Financial Liabilities</b>				
<b>At Amortised Cost</b>				
Other Payables	18.07	-	-	-
Borrowings	2,490.56	-	-	-
Other Financial Liabilities	3,801.60	-	-	-
<b>Sub-total (C)</b>	<b>6,310.22</b>	-	-	-
<b>Total [Financial Liabilities]</b>	<b>6,310.22</b>	-	-	-

Particulars	As on March 31st, 2018			
	Carrying Amount	Level 1	Level 2	Level 3
<b>(A) Financial Assets</b>				
<b>At Amortised Cost</b>				
Cash and cash equivalents	3,236.48	-	-	-
Bank balances other than cash and cash equivalents	-	-	-	-
Other Receivables	0.44	-	-	-
Investment in the SR of Trust formed by Other ARC	429.99	-	-	-
Other Financial Assets	5.73	-	-	-
<b>Sub-total (A)</b>	<b>3,672.64</b>	-	-	-
<b>(B) Fair Value through Profit or Loss</b>				
Financial Assets acquired from various Banks and Financial Institutions	61,195.33	-	-	61,195.33
<b>Sub-total (B)</b>	<b>61,195.33</b>	-	-	<b>61,195.33</b>
<b>Total [Financial Assets]</b>	<b>64,867.97</b>	-	-	<b>61,195.33</b>

(₹ In lakhs)

Particulars	As on March 31st, 2018			
	Carrying Amount	Level 1	Level 2	Level 3
<b>(C) Financial Liabilities</b>				
<b>At Amortised Cost</b>				
Other Payables	11.11	-	-	-
Borrowings	4,400.95	-	-	-
Other Financial Liabilities	377.88	-	-	-
<b>Sub-total (C)</b>	<b>4,789.93</b>	-	-	-
<b>Total [Financial Liabilities]</b>	<b>4,789.93</b>	-	-	-

## 23 Related Party Disclosures

### a) List of Related Party Relationships

Sr. No.	Name of the Related Party	Relationship
1	Bank of India	Investor - holding more than 20% of Equity Shares in the Company
2	Andhra Bank	Investor - holding more than 20% of Equity Shares in the Company
3	Allahabad Bank	Investor - holding more than 20% of Equity Shares in the Company
4	Mr. Dhananjay Kumar Jain	Key Management Personnel - Managing Director & Chief Executive Officer
5	Mr. Angad Kumar Roy	Key Management Personnel - Chief Financial Officer
6	Ms. Pallavi Parikh	Key Management Personnel - Company Secretary
7	INVENT/1011/S4 TRUST	Associate - Special Purpose Entity (Securitisation Trust) in which the company holds 50% of the capital.

### b) Transactions with Related Parties

(₹ In lakhs)

Type of Transaction	Investors		Key Management Personnel	
	FY 2018-19	FY 2017-18	FY 2018-19	FY 2017-18
Interest Income on Fixed Deposits	3.44	4.82	-	-
Purchase of Credit Impaired Financial Assets	271.00	1,085.00	-	-
Remuneration	-	-	97.21	119.04
<b>Total</b>	<b>274.44</b>	<b>1,089.82</b>	<b>97.21</b>	<b>119.04</b>

### c) Balances with Related Parties

(₹ In lakhs)

Nature of Balance	Investors			Associates		
	31-03-2019	31-03-2018	01-04-2017	31-03-2019	31-03-2018	01-04-2017
Bank Deposits	1,074.30	1,977.48	2,063.19	-	-	-
Bank Balances in No Lien Accounts	50.00	-	-	-	-	-
Investment	-	-	-	-	429.99	773.98
<b>Total</b>	<b>1,124.30</b>	<b>1,977.48</b>	<b>2,063.19</b>	-	<b>429.99</b>	<b>773.98</b>

## Note - 24 Employee Benefits

### Defined Contribution Plans

Contribution to defined contribution plans, recognised as expense for the year as under:

(₹ In lakhs)

Particulars	As at March 31st, 2019	As at March 31st, 2018
Employer's Contribution to Provident Fund	7.99	7.79

### Defined Benefit Plans

#### a) Reconciliation of opening and closing balances of Defined Benefit Obligations

(₹ In lakhs)

Particulars	Gratuity (Funded)		Leave Encashment (unfunded)	
	As at March 31st, 2019	As at March 31st, 2018	As at March 31st, 2019	As at March 31st, 2018
Defined benefit obligation at beginning of the period	12.70	10.78	27.07	21.01
Net Current Service Cost	2.58	2.65	5.04	4.95
Interest Cost on DBO	1.04	0.84	2.29	1.72
Actuarial (Gains)/Losses	3.23	(2.17)	(0.66)	5.38
Benefits Paid	(5.60)	-	(15.11)	(6.00)
Past Service Cost	-	0.60	-	-
Defined benefit obligation at end of the period	13.96	12.70	18.64	27.07

#### b) Reconciliation of opening and closing balances of Fair Value of Plan Assets

(₹ In lakhs)

Particulars	Gratuity (Funded)		Leave Encashment (unfunded)	
	As at March 31st, 2019	As at March 31st, 2018	As at March 31st, 2019	As at March 31st, 2018
Fair value of plan assets at beginning of the period	11.39	8.63	-	-
Interest Income Plan Assets	0.90	0.72	-	-
Actual Company Contributions	12.10	2.25	-	-
Actuarial Gains (Losses)	(0.45)	(0.21)	-	-
Benefits Paid	(5.60)	-	-	-
Fair value of plan assets at end of the period	18.34	11.39	-	-

#### c) Reconciliation of Fair Value of Assets and Obligations

(₹ In lakhs)

Particulars	Gratuity (Funded)		Leave Encashment (unfunded)	
	As at March 31st, 2019	As at March 31st, 2018	As at March 31st, 2019	As at March 31st, 2018
Fair Value of Plan Assets	18.34	11.39	-	-
Present Value of Obligation	13.96	12.70	18.64	27.07
Amount recognised in Balance Sheet [Surplus/ (Deficit)]	4.39	(1.31)	(18.64)	(27.07)

**d) Expense recognised during the period**

(₹ In lakhs)

Particulars	Gratuity (Funded)		Leave Encashment (unfunded)	
	As at March 31st, 2019	As at March 31st, 2018	As at March 31st, 2019	As at March 31st, 2018
<b>In statement of profit or loss</b>				
Current service cost	5.04	4.95	2.58	2.65
Interest cost	2.29	1.72	0.14	0.11
Past service cost	-	-	-	0.60
Remeasurements	(0.66)	5.38	-	-
Net cost	6.68	12.06	2.72	3.37
<b>In other comprehensive income</b>				
Actuarial Gain or Loss	3.23	(2.17)	-	-
Return on plan asset (excluding interest)	0.45	0.21	-	-
Net (income)/expense for the year recognised in OCI	3.68	(1.96)	-	-

**e) Investment details**

Particulars	Gratuity (Funded)			Gratuity (Funded)		
	As at 31st March 2019			As at 31st March 2018		
	Quoted Value	Unquoted Value	Total	Quoted Value	Unquoted Value	Total
Government of India Securities (Central and State)	0%	0%	0%	0%	0%	0%
High quality corporate bonds (including Public Sector Bonds)	0%	0%	0%	0%	0%	0%
Equity shares of the Company	0%	0%	0%	0%	0%	0%
Insurer Managed Funds & T-bills	100%	0%	100%	100%	0%	100%
Cash (including Bank Balance, Special Deposit Scheme)	0%	0%	0%	0%	0%	0%
Others	0%	0%	0%	0%	0%	0%
<b>Total</b>	<b>100%</b>	<b>0%</b>	<b>100%</b>	<b>100%</b>	<b>0%</b>	<b>100%</b>

**f) Actuarial assumptions**

Particulars	Gratuity (Funded)		Leave Encashment (unfunded)	
	As at March 31st, 2019	As at March 31st, 2018	As at March 31st, 2019	As at March 31st, 2018
<b>Economic assumptions</b>				
Discount Rate	7.78%	7.87%	7.78%	7.87%
Salary Escalation Rate	6.50%	6.50%	6.50%	6.50%
Expected Return on Plan Assets	7.78%	7.87%	N.A.	N.A.
<b>Demographic Assumptions</b>				
Mortality	IALM (2012-14) Ultimate	IALM (2006-08) Ultimate	IALM (2012-14) Ultimate	IALM (2006-08) Ultimate
Employee Turnover/Withdrawal Rate	1.00%	1.00%	N.A.	N.A.
Leave Availment Ratio	N.A.	N.A.	2.00%	2.00%
Retirement Age	65 years	65 years	65 years	65 years



## g) Sensitivity analysis

Significant Actuarial Assumptions for the determination of the defined benefit obligation are discount rate, salary escalation rate and employee turnover/withdrawal rate. The sensitivity analysis below, have been determined based on reasonably possible changes of the assumptions occurring at end of the reporting period, while holding all other assumptions constant. The result of Sensitivity analysis is given below:

Particulars	Gratuity (Funded)	
	As at March 31st, 2019	
	Decrease	Increase
Change in discount rate (delta effect of +/- 100 basis points)	(1.60)	1.73
Change in salary escalation rate (delta effect of +/- 100 basis points)	0.50	(0.48)
Change in withdrawal rate (delta effect of +/- 100 basis points)	0.34	(0.44)

### These plans typically expose the company to actuarial risks such as: Investment Risk, Interest risk, Longevity Risk and Salary Risk

**Investment Risk:** The present value of the defined benefit plan liability is calculated using a discount rate which is determined by reference to market yields at the end of the reporting period on government bonds.

**Interest Risk:** A decrease in the bond interest rate will increase the plan liability; however, this will be partially offset by an increase in the return on the plan debt investments.

**Longevity Risk:** The present value of the defined benefit plan liability is calculated by reference to the best estimate of the mortality of plan participants both during and after their employment. An increase in the life expectancy of the plan participants will increase the plan's liability.

**Salary Risk:** The present value of the defined plan liability is calculated by reference to the future salaries of plan participants. As such, an increase in the salary of the plan participants will increase the plan's liability.

Notes referred to above form an integral part of the Consolidated Financial Statements.

As per our report of even date

For **CHOKSHI & CHOKSHI LLP**

Chartered Accountants

Firm Reg. No.: 101872W/W100045

For and on behalf of the Board of Directors

**Hardik K. Chokshi**

(Partner)

M.No: 115774

**V. K. Shunglu**

(Chairman)

DIN : 00032683

**M. M. Chitale**

(Director)

DIN : 00101004

**B. A. Prabhakar**

(Director)

02101808

**Place:** Mumbai

**Date:** June 12, 2019

**D. K. Jain**

(Managing Director & CEO)

DIN : 06940533

**Angad Kumar Roy**

(Chief Financial Officer)

**Pallavi Parikh**

(Co.Secretary)

# PROXY FORM

**ASREC (INDIA) LTD**  
**CIN: U67100MH2003GOI143291**

Regd. Office: Unit No. 201, 202A, Ground floor, Building No. 2, Solitaire Corporate Park, Andheri Ghatkopar Link Road, Andheri (E), Mumbai – 400 093. Tel. No.: 022-61387000, Web: www.asrecindia.co.in

**Form No. MGT-11**  
**PROXY FORM**

[Pursuant to Section 105(6) of the Companies Act, 2013 and Rule 19(3) of the Companies (Management and Administration) Rules, 2014]

Name of the Member (s):
Registered Address:
Email Id:
Folio No./ Client Id:
DP ID:

I /We, being a member(s) of ..... shares of the above named Company, hereby appoint

1. Name: .....  
Address:.....  
Email Id:.....  
Signature: ....., or falling him
2. Name: .....  
Address:.....  
Email Id:.....  
Signature: ....., or falling him
3. Name: .....  
Address:.....  
Email Id:.....  
Signature: ....., or falling him

as my /our proxy to attend and vote (on a poll) for me/us on my/our behalf at the Fifteenth Annual General Meeting of the Company to be held on \_\_, \_\_\_\_\_, 2019 at \_\_\_\_ p.m. and at any adjournment thereof in respect of such resolutions as are indicated below:

Rse. No.	Description	For*	Against*
1	Adoption of Financial Statements and Reports thereon for the financial year ended 31st March, 2019		
2	Authorize the Board of Directors to fix the remuneration of Statutory Auditors to be appointed by the Comptroller and Auditor-General of India for the financial year ending March, 2020		
3	Ordinary Resolution for Regularization of Additional Director Shri Bhaskara Rao kare as Nominee Director		
4	Special Resolution for Appointment of Additional Independent Director Shri Vijay Krishna Shunglu as Independent Director		
5	Special Resolution for Appointment of Additional Independent Director Prof. (Dr.) N.L. Mitra as Independent Director		
6	Special Resolution for Appointment of Additional Independent Director Shri Mukund Manohar Chitale as Independent Director		
7	Special Resolution for Appointment of Additional Independent Director Shri Banavar Anantharamaiah Prabhakar as Independent Director		
8	Special Resolution for Appointment and Terms & Condition of appointment of Shri Girish Sharan Sinha, MD & CEO of the Company		

Signed this \_\_\_\_\_ day of \_\_\_\_\_, 2019

Signature of Shareholder \_\_\_\_\_

Signature of Proxy Holder (s) \_\_\_\_\_

Affix  
Revenue  
Stamp

#### Notes:

- \*1. Please put a 'X' in the Box in the appropriate column against the respective resolutions. If you leave the 'For' or 'Against' column blank against any or all the resolutions, your Proxy will be entitled to vote in the manner as he/she thinks appropriate.
2. A Proxy need not be a Member of the Company. Pursuant to the provisions of Section 105 of the Companies Act, 2013, a person can act as Proxy on behalf of not more than fifty Members and holding in aggregate not more than ten percent of the total Share Capital of the Company. Members holding more than ten percent of the total Share Capital of the Company may appoint a single person as Proxy, who shall not act as Proxy for any other Member.
3. This form of Proxy, to be effective, should be deposited at the Registered Office of the Company at Unit No. 201, 202A, Ground floor, Building No. 2, Solitaire Corporate Park, Andheri Ghatkopar Link Road, Andheri (E), Mumbai – 400 093 not later than FORTY-EIGHT HOURS before the commencement of the aforesaid meeting.

## ATTENDANCE SLIP

Name of the Attending Member .....

Member's Folio No ..... No of shares held .....

Name of Proxy .....  
(To be filled in if the Proxy attends instead of the Member)

I hereby record my presence at the Fifteenth Annual General Meeting of ASREC (INDIA) Ltd. on \_\_\_\_, \_\_\_\_, 2019 at \_\_\_\_ p.m.at Unit No. 201, 202A, Ground floor, Building No. 2, Solitaire Corporate Park, Andheri Ghatkopar Link Road, Andheri (E), Mumbai - 400 093.

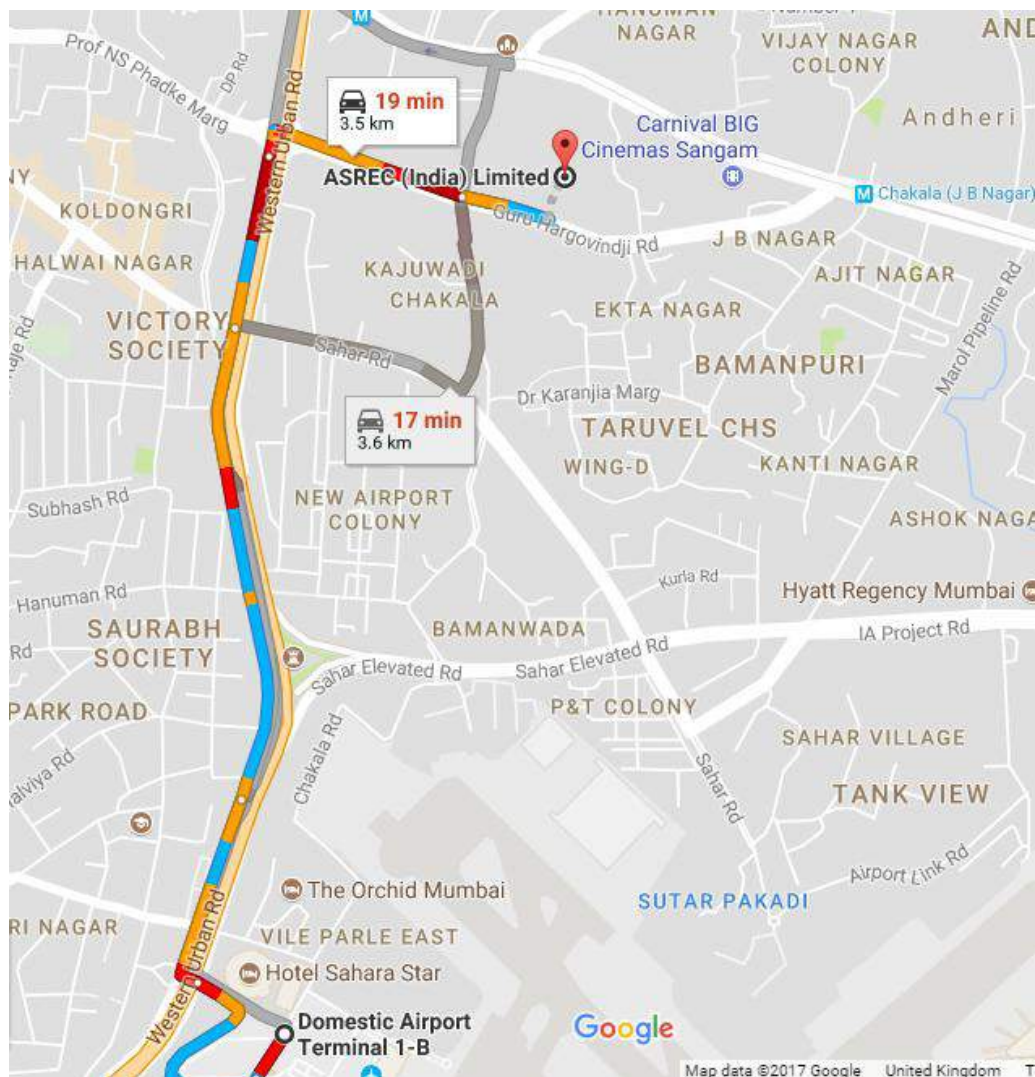
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Member's /Proxy Signature





## Route Map to AGM



AGM Venue :  
ASREC (India) Limited  
Unit No. 201, 202A, Ground floor,  
Building No.2, Solitaire Corporate Park,  
Andheri Ghatkopar Link Road,  
Andheri (E), Mumbai – 400 093



**asREC**  
**(India) Limited**

**CIN - U67100MH2003GOI143291**

**Regd. Office :** Solitaire Corporate Park, Bldg. No. 2, Unit No. 201-202 B Gr. Floor,  
Andheri Ghatkopar Link Rd., Chakala, Andheri (East), Mumbai - 400 093.

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