

**IFIN CREDIT LIMITED**

**25<sup>th</sup> ANNUAL REPORT**

**IFIN CREDIT LIMITED**

**Board of Directors (As on the date of this report)**

Mr. O Ramesh Babu	-	Nominee Director
Mr. Ramkumar Srinivasan	-	Director
Mr. Ramesh N G S	-	Director

**Chief Operating Officer**

Ms. Meera Ranganathan

**Statutory Auditors (2019-20)**

M/s. S. Kannan & Associates,  
Chartered Accountants,  
FRN 001738S  
S Kannan  
M.no: 029262  
Partner

**Registered Office**

Continental Chambers, 3<sup>rd</sup> Floor  
142, Mahatma Gandhi Road  
Nungambakkam, Chennai - 600 034  
Ph: 044 2830 6600

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**NOTICE**

Notice is hereby given that the 25<sup>th</sup> Annual General Meeting of the shareholders of M/s. IFIN Credit Limited will be held at Continental Chambers, 142, III Floor, Mahatma Gandhi Road, Nungambakkam, Chennai - 600034 through video conferencing on Tuesday, October 27<sup>th</sup>, 2020 at 12.00 P.M. to transact the following business:

**ORDINARY BUSINESS**

1. To receive, consider and adopt the audited Financial Statements of the Company for the year ended on March 31, 2020, together with the Board of Directors' Report and Auditors' Report thereon.
2. To appoint a director in place of Mr. Ramesh NGS, who retires by rotation and being eligible, offers himself for re-appointment.
3. To fix remuneration of the Statutory Auditor of the Company in terms of the provisions of Section 139(5) and 142 of the Companies Act, 2013 and to pass the following resolution, with or without modification(s), as an Ordinary resolution:.

**"RESOLVED THAT** pursuant to the provisions of Section 139(5) and 142 and all other applicable provisions, if any, of the Companies Act, 2013 and Companies (Audit and Auditors) Rules 2014 (including any statutory modification(s) or re-enactment thereof for the time being in force) 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 (CAG) for the Financial Year 2020-21, as may be deemed fit.

**Place: Chennai**  
**Date: 23.09.2020**

**By Order of the Board**  
**For IFIN Credit Limited**

  
**O Ramesh Babu**  
**Nominee Director**



**Important Notes:**

1. *In view of the massive outbreak of the COVID-19 pandemic, pursuant to the Circular No. 14/2020 dated April 08, 2020, Circular No. 17/2020 dated April 13, 2020 and Circular No. 20/2020 dated May 5<sup>th</sup>, 2020 issued by the Ministry of Corporate Affairs, permitted the holding of Annual General Meeting (AGM) through VC/ OAVM, without physical presence of the member at the AGM. Hence, Members can attend and participate in the ensuing AGM through VC/OAVM.*
2. *Pursuant to the provisions of the Act, a member entitled to attend and vote at the AGM is entitled to appoint a proxy to attend and vote on his/her behalf and the proxy need not be a member of the Company. Since this AGM is being held pursuant to the Circular No. 20/2020 dated May 5<sup>th</sup>, 2020, issued by the Ministry of Corporate Affairs, through VC/OAVM facility, physical attendance of members has been dispensed with. Accordingly, the facility for appointment of proxies by the members will not be available for the e-AGM those who are attending AGM through video conferencing.*
3. *However, the Body Corporates are entitled to appoint authorised representatives to attend the AGM through VC/OAVM and participate thereat and cast their votes through e-voting. The body corporate are required to send a scanned copy of its board or governing body's resolution/authorisation etc. authorizing their representatives to attend the AGM.*
4. *Those Shareholders whose email IDs are not registered, are requested to register their email ID with the company by sending E-mail to [cs@ifinltd.in](mailto:cs@ifinltd.in) along with the number of shares held by them.*
5. *The Members can join the AGM in the VC/OAVM mode 15 minutes before and after the scheduled time of the commencement of the Meeting by following the procedure mentioned in the Notice. The facility of participation at the AGM through VC/OAVM will be made available for all shareholders of the company. This will not include large Shareholders (Shareholders holding 2% or more shareholding), Promoters, Institutional Investors, Directors, Key Managerial Personnel, the Chairpersons of the Audit Committee, Nomination and Remuneration Committee and Stakeholders Relationship Committee, Auditors, who are allowed to attend the Annual General Meeting without restriction on account of first come first served basis.*
6. *The attendance of the Members attending the AGM through VC/OAVM will be counted for the purpose of*

*reckoning the quorum under Section 103 of the Companies Act, 2013.*

- 7. The Members will be allowed to pose questions during the course of the Meeting. The questions/queries can also be given in advance at [abyeapen@ifinltd.in](mailto:abyeapen@ifinltd.in)*
- 8. In line with the Ministry of Corporate Affairs (MCA) Circular No. 17/2020 dated April 13, 2020 and MCA circular 20/2020 dated May 5<sup>th</sup>, 2020, the Notice calling the AGM has been uploaded on the website of the Company at [www.ifinltd.in](http://www.ifinltd.in) and the notice along with the Annual Report is being sent through electronic mode to the members.*
- 9. All documents referred to in the Notice calling the AGM and the Explanatory Statement are available on the website of the Company for inspection by the Member and will also be send separately to all the shareholders through E-mail.*
- 10. AGM will be convened through VC/OAVM in compliance with applicable provisions of the Companies Act, 2013 read with MCA Circular No. 14/2020 dated April 08, 2020, MCA Circular No. 17/2020 dated April 13, 2020 and MCA Circular No. 20/2020 dated May 5<sup>th</sup>, 2020.*
- 11. A member entitled to attend and vote is entitled to appoint a proxy to attend and vote instead of himself and such proxy need not be a member of the company. Proxy forms should be submitted to the Company 48 Hours before the commencement of the Meeting. (This is not applicable for members attending AGM through VC/OAVM)*
- 12. Members should bring the attendance slip duly filled in for attending the meeting. (This is not applicable for members attending AGM through VC/OAVM)*
- 13. Details of Directors seeking appointment or re-appointment at the Annual General Meeting of the Company to be held on Tuesday, October 27<sup>th</sup>, 2020 are provided in Annexure - A of this notice.*
- 14. For any queries & clarifications, members can contact through e-mail on [cs@ifinltd.in](mailto:cs@ifinltd.in) or 044- 2830 6607.*

**INSTRUCTIONS FOR MEMBERS FOR ATTENDING THE AGM THROUGH VC/OAVM ARE AS UNDER:**

1. Members whose email IDs are already registered with the Company and who are desirous to attend the AGM through VC/OAVM can apply at [cs@ifinltd.in](mailto:cs@ifinltd.in) requesting for participation in the AGM, by giving their name as registered in the records of the Company, DPID/Client ID or Folio Number and the Registered email ID.
2. Members whose email IDs are not registered with the company, may get their email IDs registered with the company by sending E-mail to [cs@ifinltd.in](mailto:cs@ifinltd.in) along with the following credentials: i. Name registered as per the records of the company ii. DPID-Client ID/ Folio Number iii. Email ID to be registered for attending the Meeting.
3. Members may send the above mentioned request at point no (2) latest by Tuesday, October 20 2020. In case of joint holding, the credentials of the first named holder shall be accepted.
4. The invitation to join the AGM will be sent to the Members on their registered email IDs latest by October 26<sup>th</sup>, 2020. This will be done on first come first served basis.
5. Members may attend the AGM, by following the invitation link sent to their registered email ID. Members will be able to locate Meeting ID/ Password/ and JOIN MEETING tab. By Clicking on JOIN MEETING they will be redirected to Meeting Room via browser or by running Temporary Application. In order to join the Meeting, follow the step and provide the required details (mentioned above – Meeting Id/Password/Email Address) and Join the Meeting. Members are encouraged to join the Meeting through Laptops for better experience.
6. In case of Android/Iphone connection, Participants will be required to download and Install the appropriate application as given in the mail to them. Application may be downloaded from Google Play Store/ App Store.
7. Further Members will be required to allow Camera and use Internet audio settings as and when asked while setting up the meeting on Mobile App.

8. Please note that Participants Connecting from Mobile Devices or Tablets or through Laptop connecting via Mobile Hotspot may experience Audio/Video loss due to Fluctuation in their respective network. It is therefore recommended to use Stable Wi-Fi or LAN Connection to mitigate any kind of aforesaid glitches.

9. The helpline number for joining the Meeting through Electronic Mode will be provided in the Meeting Invitation which will be sent to the eligible applicants.

10. Institutional Shareholders are encouraged to participate at the AGM through VC/OAVM and vote thereat.

**Annexure – A**

Details of the Directors seeking Appointment / Re-Appointment in the forthcoming Annual General Meeting

<b>Particulars</b>	<b>Mr. Ramesh N G S</b>
Date of Birth	October 14, 1961
Date of Appointment	June 17, 2019
Expertise in Specific functional area	Financial Services and Banking
Qualification	B.Sc., PGDIFM
Experience	30 plus years of experience in banking and Financial Services
Directorships in other Companies	<ol style="list-style-type: none"> <li>1. Stockholding Securities IFSC Limited</li> <li>2. SHCIL Services Limited</li> <li>3. Wonder Home Finance Limited</li> <li>4. Stockholding Corporation of India Limited</li> <li>5. Stockholding Document Management Services Limited</li> <li>6. IFCI Financial Services Limited</li> <li>7. IFIN Securities Finance Limited</li> <li>8. IFIN Commodities Limited</li> </ol>
Number of Board Meetings attended during the Year	5
Chairman/ Membership of the Committee across all Companies	Nil
Shareholding in the Company	Nil
Relationship with other Directors	Nil

**ATTENDANCE SLIP**

**IFIN Credit Limited**

**CIN: U67190TN1995GOI032057**

**Registered Office: Continental Chambers, 3rd Floor, 142, Mahatma Gandhi Road, Nungambakkam,  
Chennai – 600034**

Registered Folio No. : \_\_\_\_\_

Number of Shares held : \_\_\_\_\_

I certify that I am a registered shareholder/ proxy for the registered shareholder of the Company.

I hereby record my presence at the 25<sup>th</sup> Annual General Meeting of the Company held on Tuesday, October 27<sup>th</sup>, 2020 at 12.00 P.M. at Continental Chambers, 142, III Floor, Mahatma Gandhi Road, Nungambakkam, Chennai – 600034.

\_\_\_\_\_  
Name of the Member

\_\_\_\_\_  
Signature of the Member

\_\_\_\_\_  
Name of the Proxy

\_\_\_\_\_  
Signature of the Member

***Note: i) Please fill the Attendance Slip and hand it over at the Entrance of the Meeting Hall.***

***ii) This is not applicable for members who are attending AGM through VC/OAVM.***



**PROXY FORM**

**FORM NO MGT-11**

**IFIN Credit Limited**

**CIN: U67190TN1995GOI032057**

**Registered Office: Continental Chambers, 3rd Floor, 142, Mahatma Gandhi Road, Nungambakkam, Chennai – 600034**

*(Pursuant to Section 105(6) of the Companies Act, 2013 and rule 19(3) of the Companies (Management and Administration) Rules, 2014)*

**CIN** : U67190TN1995GOI032057

**Name of the Company** : IFIN Credit Limited

**Registered Office** : Continental Chambers, 3rd Floor, 142, Mahatma Gandhi Road,  
Nungambakkam, Chennai – 600034

**Email** : [cs@ifinltd.in](mailto:cs@ifinltd.in)

**Telephone** : 044 2830 6613

Name of the Member(s) :	
Registered Address :	
E mail Id :	
Folio No. / Client ID:	
DP ID :	

I / We, being the member(s) of \_\_\_\_\_ shares of the above named company, hereby appoint:

(1) Name: \_\_\_\_\_  
Address: \_\_\_\_\_  
Email ID: \_\_\_\_\_



Signature: \_\_\_\_\_, or failing him/her

(2) Name: \_\_\_\_\_

Address: \_\_\_\_\_

Email ID: \_\_\_\_\_

Signature: \_\_\_\_\_, or failing him/her

(3) Name: \_\_\_\_\_

Address: \_\_\_\_\_

Email ID: \_\_\_\_\_

Signature: \_\_\_\_\_, or failing him/her

as my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the 25<sup>th</sup> Annual General Meeting of the Company, to be held on Tuesday, October 27<sup>th</sup>, 2020 at 12.00 P.M. at Continental Chambers, 142, III Floor, Mahatma Gandhi Road, Nungambakkam, Chennai – 600034 and at any adjournment thereof in respect of such resolutions as are indicated below:

Item No.	Resolutions	For	Against
<b>Ordinary Business</b>			
1.	Adoption of the audited Financial Statements of the Company for the year ended on March 31, 2020, together with the Board of Directors' Report and Auditors' Report thereon.		
2.	Appointment of director in place of Shri Ramesh NGS, who retires by rotation and being eligible, offers himself for re-appointment.		
3.	Fixing of remuneration of the Statutory Auditor of the Company in terms of the provisions of Section 139(5) and 142 of the Companies Act, 2013.		

Signed this \_\_\_\_\_ day of \_\_\_\_\_ 2020.

Signature of the Shareholder

Signature of Proxy holder(s)

Affix One  
Rupee  
Revenue  
Stamp

Notes:

1. *The form of Proxy, in order to be effective, should be duly completed and deposited at the registered office of the company not less than 48 Hours before the commencement of the Meeting.*
2. *A Proxy need not be a member of the Company.*
3. *In the case of joint holders, the vote of the senior who tenders a vote, whether in person or by proxy, shall be accepted to the exclusion of the vote of the other joint holders. Seniority shall be determined by the order in which the names stand in the Register of Members.*
4. *The form of Proxy confers authority to demand or join in demanding a poll.*
5. *The submission by a member of this form of proxy will not preclude such member from attending in person and voting at the meeting.*
6. *In case a member wishes his/her votes to be used differently, he/she should indicate the number of shares under the columns "For" or "Against" as appropriate.*
7. *The facility of proxy is not available for the members those who are attending AGM through VC/OAVM as per the MCA circulars.*

**BOARD'S REPORT**

To  
The Members of  
**IFIN Credit Limited**

The Board of Directors of your Company presents the Twenty Fifth Annual Report of IFIN Credit Limited, together with the Audited Financial Statement, for the year ended March 31, 2020.

**1. Financial Performance**

(Rs. in lakh)

Particulars	YE 31.03.2020	YE 31.03.2019
Revenue from operations	-	-
Other income	14.98	13.98
<b>Total income</b>	<b>14.98</b>	<b>13.98</b>
Reimbursement of Expenses	10.80	10.80
Depreciation and amortization Expenses	-	-
Other expenses	2.83	4.88
<b>Total expenses</b>	<b>13.63</b>	<b>15.68</b>
<b>Profit/ (loss) before tax</b>	<b>1.35</b>	<b>(1.70)</b>
Current Tax	<b>0.35</b>	
Deferred Tax	-	(0.17)
<b>PAT</b>	<b>1.00</b>	<b>(1.86)</b>

**2. Operations**

The total income of IFIN Credit Limited during FY 2019-20 has increased to Rs. 14.98 lakhs from Rs. 13.98 lakhs during FY 2018-19. The company has earned the profit of Rs. 1.00 lakhs for the current year compared to the net loss of Rs. 1.86 lakh during the previous year.

### 3. Business Environment

At present the Company is not involved in any business activity.

### 4. Dividend

No dividend is being recommended by the Directors for the year ended March 31, 2020.

### 5. Transfer To Reserves

No amount has been transferred to reserves during FY 2019-20.

### 6. Board of Directors

#### Changes in Directors during the FY 2019-20.

a) Mr. V S Nair has vacated his office as Director of the company with effect from April 02, 2019, as his nomination was withdrawn by the IFCI Limited. Your directors place on record their sincere appreciation for the significant contributions made by Mr. V. S Nair.

b) Mr. Karra Visweswar Rao had vacated his office as a Director of the Company with effect from June 01, 2019, as his nomination is withdrawn by IFCI Limited. Your directors place on record their sincere appreciation for the significant contributions made by Mr. Karra Visweswar Rao,

c) Mr. O Ramesh Babu was appointed as Nominee Director of the Company with effect from April 02, 2019.

d) Mr. Ramesh NGS was appointed as Additional Director of the company with effect from June 17th, 2019 and was subsequently regularized as Director of the company at the 24th Annual General Meeting held on September 17th, 2019.

e) Mr. Ramkumar Srinivasan who retired by rotation at the Annual General meeting held on September 17, 2019, was reappointed as the Director of the Company.

f) Ms. Meera Ranganathan was appointed as Chief Operating Officer (COO) with effect from June 26<sup>th</sup>, 2019.

As at March 31, 2020, the Board consisted of three (3) Directors comprising of 1 Directors and 2 Nominee Director.

The composition of the Board, number of meetings held, attendance of the Directors at the Board Meeting and the number of the Directorship in other companies in respect of each Director who was on Board as on March 31<sup>st</sup>, 2020 is given below:-

S. No.	Name of Director	Attendance Particulars		No. of other Directorships as on March 31, 2020
		No. of Meetings during the tenure of respective directors in FY 2019-20		Other Director-ships (Including Private Limited Companies )
		Held	Attended	
1.	Mr. Karra Visweswar Rao*	1	1	0
2.	Mr. Sreekumaran V Nair**	-	-	3
3.	Mr. Ramkumar Srinivasan	5	5	1
4.	Mr. O Ramesh Babu	5	5	3
5.	Mr. Ramesh NGS	4	4	8

**Notes:**

\* Mr. Karra Visweswar Rao (DIN: 08111685) had vacated his office as a Director of the Company with effect from June 01, 2019, as his nomination is withdrawn by IFCI Limited.

\*\*Mr. Sreekumaran V Nair (DIN: 02207516) had vacated his office as a Director of the Company with effect from April 02, 2019, as his nomination is withdrawn by IFCI Limited.

i) Mr. Ramesh NGS was appointed as the Additional Director of the Company w.e.f June 17, 2019.

ii) Mr. O Ramesh Babu was appointed as the Nominee Director of the Company w.e.f April 2, 2019

The Board wishes to place on record its gratitude and appreciation for the valuable contributions made by all the Directors who have resigned from their respective offices during their tenure in the Company.

During the Financial Year 2019-20, five (5) Board Meetings were held on the following dates:

17.04.2019	08.08.2019	17.09.2019
07.11.2019		03.02.2020.

#### 7. Extract of Annual Return as provided under sub-section (3) of Section 92

The extract of Annual Return as provided under sub-section (3) of section 92 in Form MGT-9 as on 4arch 31, 2019 is attached as **Annexure-I**. The copy of the Annual Return is also available at the website of the Company. The link is provided below:

URL:	<a href="http://www.ifinltd.in/Aboutus/Financials">http://www.ifinltd.in/Aboutus/Financials</a>
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#### 8. Directors' Responsibility Statement

To the best of our knowledge and belief and according to the information and explanations obtained by us, your Directors make the following statements in terms of Section 134 (3) (c) of the Companies Act, 2013:

- a) in the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;.
- b) the directors had selected such accounting policies 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 and of the profit and loss of the company for that period;
- c) the directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- d) the directors had prepared the annual accounts on a going concern basis; and
- e) 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.

#### 9. Auditors

M/s. S. Kannan & Associates, Chartered Accountant, (Firm Reg. No. 001738S) was appointed by the Comptroller & Auditor General of India (C&AG) as Statutory Auditor of your Company for FY 2019-20. C&AG shall appoint Statutory Auditors for the Financial Year 2020-21.



**10. Explanations/comments on the report of Comptroller & Auditor General of India**

The Comptroller and Auditor General of India (CAG) report on the accounts for the year ended 31st March, 2020 under Companies Act, 2013 is attached as **Annexure-II** to this report.

**11. Particulars of loans, guarantees or investments under Section 186 of the Companies Act, 2013.**

Details of loans, guarantees and investments covered under the provisions of Section 186 of the Companies Act, 2013 form part of the notes to the financial statement.

**12. Related Party Transactions**

All transactions entered by the Company with Related Parties were in the ordinary course of business and at Arm's Length pricing basis.

During the financial year 2019-20, the company has no material significant transactions with the related parties which may have a potential conflict with the interest of the company.

The particulars of Contracts or Arrangement with related parties are given in notes to the financial statement. Information on transactions with related parties pursuant to Section 134(3)(h) of the Act read with rule 8(2) of the Companies (Accounts) Rules, 2014 are given in **Annexure-III** in Form AOC-2.

**13. The details relating to deposits, covered under chapter V of the Act**

During the Financial Year 2019-20, your Company did not accept any deposits within the meaning of provisions of chapter V - Acceptance of Deposits by Companies of the Companies Act, 2013 read with rules thereunder.

**14. Material changes and commitments**

There were no material changes and commitments affecting the financial position of the company between the end of the financial year i.e. March 31, 2020 and the date of the report.



**15. Conservation of energy, technology absorption and foreign exchange earnings and outgo & expenditure on research and development**

In view of the nature of activities which are being carried on by the Company, Section 134(3) (m) of the Companies Act, 2013 read with Rule 8 (3) of the Companies (Accounts) Rules, 2014, conservation of energy and technology absorption does not apply to the Company.

However, the Company has taken measures to conserve energy by having energy efficient electronic equipments. As regards absorption of technology, your Company has installed computer systems, software packages and other office equipments to increase its organizational efficiency, maximize productivity and to gain competitive advantage.

Your Company has neither incurred any expenditure nor earned any income in foreign exchange.

Further, your Company has not incurred any expenditure on Research and Development.

**16. Risk Management**

The Company is presently not involved in any business activity. The investment of surplus funds in fixed deposits with banks or in such other low risk instruments forms part of the risk management system adopted by the Company.

**17. Internal Financial Control**

The Company has adequate internal control system commensurate with the size of the business.

**18. Anti - Sexual Harassment Policy**

There are no employees in the company. Hence there is no requirement of such policy.

**19. Significant and Material Orders passed by the Regulators or Courts or Tribunals impacting the Going Concern status and company's operations in future**

There are no significant and material orders passed by the regulators or courts or Tribunals which would impact the going concern status of the Company.

**20. Details of employees under Section 197 read with Sub rule 5 (2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.**

The company has no employee in respect of whom the information required under Section 197 of the Companies Act, 2013 read with Rule 5 (2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, as amended, is required to be given.

**21. Acknowledgement**

The Board of Directors express their gratitude for the co-operation, guidance and support received from IFCI Limited, IFCI Financial Services Limited, Commercial Banks, Regulators, Statutory Authorities and other stakeholders of the Company.

**By Order of the Board  
For IFIN Credit Limited**



**Ramkumar Srinivasan**

**Director**

**(DIN: 01175498)**



**O Ramesh Babu**  
**Nominee Director**

**(DIN: 05149448)**

**Place: Chennai**

**Date: 28.07.2020**

**Annexure – I**

Form No. MGT - 9

Extract of Annual Return for the financial year ended on 31.03.2020

(Pursuant to Section 92 (3) of the Companies Act, 2013 and rule 12(1) of the Company (Management & Administration) Rules, 2014.)

**I. Registration & Other Details**

1.	CIN	U67190TN1995GOI032057
2.	Registration Date	28/06/1995
3.	Name of the Company	IFIN Credit Limited
4.	Category of the Company	Company Limited by shares
5.	Sub-category of the Company	Union Government Company
6.	Address of the Registered Office & Contact Details	No. 142, Mahatma Gandhi Road, Nungambakkam, Chennai – 600034 Email: <a href="mailto:cs@ifinltd.in">cs@ifinltd.in</a> Telephone: 044 2830 6613
7.	Whether listed company	No
8.	Name, Address & contact details of the Registrar & Transfer Agent, if any.	Nil

**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)**

S. No.	Name and Description of main products/ services	NIC Code of the Product/service	% to total turnover of the company
1.	-	-	-

**Note:** The Company was not involved in any business activity during the financial year ending March 31, 2020 (FY 2019-20) and the excess funds were placed as fixed deposits in Banks/FIs. The majority of the revenue earned by the company for the FY 2019-20 comprises of interest received from fixed deposits.

**III. Particulars of Holding, Subsidiary and Associate Companies**

S. No.	Name and Address of the Company	CIN/ GLN	Holding/ Subsidiary/ Associate	% of shares held	Applicable Section
1.	IFCI Limited IFCI Towers, 61, Nehru Place, New Delhi – 110019	L74899DL1993GOI053677	Ultimate Holding Company	Nil*	Section 2 (87) & Section 2 (46)
2.	IFCI Financial Services Limited IFCI Towers, 61, Nehru Place, New Delhi – 110019	U74899DL1995GOI064034	Holding Company	100%	Section 2 (87) & Section 2 (46)

\* Direct holding is NIL

**IV. Share Holding Pattern (Equity Share Capital Breakup as percentage of Total Equity).**

**A) Category-wise Share Holding**

Category of Shareholders	No. of Shares held at the beginning of the year [As on 31.03.2019]				No. of Shares held at the end of the year [As on 31.03.2020]				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
<b>A. Promoters</b>									
<b>(1) Indian</b>	-	-	-	-	-	-	-	-	-
a) Individual/ HUF*	-	5	5	0.00	-	5	5	0.00	0
b) Central Govt	-	-	-	-	-	-	-	-	-
c) State Govt(s)	-	-	-	-	-	-	-	-	-
d) Bodies Corp.	-	24,99,995	24,99,995	100.00	-	24,99,995	24,99,995	100.00	0
e) Banks / FI	-	-	-	-	-	-	-	-	-
f) Any other	-	-	-	-	-	-	-	-	-
<b>Total shareholding of Promoter (A)</b>	-	25,00,000	25,00,000	100.00	-	25,00,000	25,00,000	100.00	0

Category of Shareholders	No. of Shares held at the beginning of the year [As on 31.03.2019]				No. of Shares held at the end of the year [As on 31.03.2020]				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
<b>B. Public Shareholding</b>	-	-	-	-	-	-	-	-	-
1. Institutions									
a) Mutual Funds	-	-	-	-	-	-	-	-	-
b) Banks / FI	-	-	-	-	-	-	-	-	-
c) Central Govt	-	-	-	-	-	-	-	-	-
d) State Govt(s)	-	-	-	-	-	-	-	-	-
e) Venture Capital Funds	-	-	-	-	-	-	-	-	-
f) Insurance Companies	-	-	-	-	-	-	-	-	-
g) FIIs	-	-	-	-	-	-	-	-	-
h) Foreign Venture Capital Funds	-	-	-	-	-	-	-	-	-
i) Others (specify)	-	-	-	-	-	-	-	-	-
<b>Sub-total (B)(1):-</b>	-	-	-	-	-	-	-	-	-
<b>2. Non-Institutions</b>	-	-	-	-	-	-	-	-	-
a) Bodies Corp.	-	-	-	-	-	-	-	-	-
i) Indian	-	-	-	-	-	-	-	-	-
ii) Overseas	-	-	-	-	-	-	-	-	-
b) Individuals	-	-	-	-	-	-	-	-	-
i) Individual shareholders holding nominal share capital upto Rs. 1 lakh	-	-	-	-	-	-	-	-	-



Category of Shareholders	No. of Shares held at the beginning of the year [As on 31.03.2019]				No. of Shares held at the end of the year [As on 31.03.2020]				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
ii) Individual shareholders holding nominal share capital in excess of Rs 1 lakh	-	-	-	-	-	-	-	-	-
c) Others (specify)	-	-	-	-	-	-	-	-	-
Non Resident Indians	-	-	-	-	-	-	-	-	-
Overseas Corporate Bodies	-	-	-	-	-	-	-	-	-
Foreign Nationals	-	-	-	-	-	-	-	-	-
Clearing Members	-	-	-	-	-	-	-	-	-
Trusts	-	-	-	-	-	-	-	-	-
Foreign Bodies - DR	-	-	-	-	-	-	-	-	-
<b>Sub-total (B)(2):-</b>	-	-	-	-	-	-	-	-	-
Total Public Shareholding (B)=(B)(1)+ (B)(2)	-	-	-	-	-	-	-	-	-
<b>C. Shares held by Custodian for GDRs &amp; ADRs</b>	-	-	-	-	-	-	-	-	-
<b>Grand Total (A+B+C)</b>	-	25,00,000	25,00,000	100.00	-	25,00,000	25,00,000	100.00	0

\* Beneficial interest are held by IFCI Financial Services Limited

**B) Shareholding of Promoter**

S. No.	Shareholder's Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% change in shareholding during the year
		No. of Shares	% of total Shares of the company	% of Shares Pledged/ encumbered to total shares	No. of Shares	% of total Shares of the company	% of Shares Pledged/ encumbered to total shares	
1.	IFCI Financial Services Limited	24,99,994	100.00	-	24,99,994	100.00	-	-
2.	Mrs. Chandra Ramesh (Nominee of IFCI Financial Services Limited)	1	0.00	-	1	0.00	-	-
3.	Mr. D. V. Ramesh (Nominee of IFCI Financial Services Limited)	1	0.00	-	1	0.00	-	-
4.	IFIN Commodities Limited (Nominee of IFCI Financial Services Limited)	1	0.00	-	1	0.00	-	-
5.	Mr. Sreekumaran V Nair (Nominee of IFCI Financial Services Limited)	1	0.00	-	1	0.00	-	-
6.	Mr. Karra Visweswar Rao (Nominee of IFCI Financial Services Limited)	1	0.00	-	0	0.00	-	-
7.	Mr. A V Pushparaj (Nominee of IFCI Financial Services Limited)	1	0.00	-	1	0.00	-	-
8.	Mr. O Ramesh Babu	0	0.00	-	1	0.00	-	-



(Nominee of IFCI Financial Services Limited)								
<b>Total</b>	<b>25,00,000</b>	<b>100.00</b>	<b>-</b>	<b>25,00,000</b>	<b>100.00</b>	<b>-</b>	<b>-</b>	<b>-</b>

**C) Change in Promoters' Shareholding (please specify, if there is no change)**

S. No.	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
1.	At the beginning of the year	25,00,000	100.00	25,00,000	100.00
2.	Date wise Increase/ Decrease in Promoters Shareholding during the year specifying the reasons for increase/ decrease (e.g. allotment / transfer / bonus/ sweat equity etc.)	-	-	-	-
3.	At the end of the year	25,00,000	100.00	25,00,000	100.00

**D) Shareholding Pattern of top ten Shareholders:**

(Other than Directors, Promoters and Holders of GDRs and ADRs):

S. No.	For Each of the Top 10 Shareholders	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
1.	At the beginning of the year	-	-	-	-
2.	Date wise Increase/ Decrease in Shareholding during the year specifying the reasons for increase/ decrease (e.g. allotment / transfer / bonus/ sweat equity etc.):	-	-	-	-
3.	At the end of the year	-	-	-	-

**E) Shareholding of Directors and Key Managerial Personnel:**

S. No.	Shareholding of each Directors and each Key Managerial Personnel	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
1.	<b>At the beginning of the year</b>				
	- Mr. Karra Visweswar Rao (Nominee of IFCI Financial Services Limited)	1	0.00	1	0.00
	- Mr. Sreekumaran V Nair (Nominee of IFCI Financial Services Limited)	1	0.00	1	0.00
2.	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase /decrease (e.g. allotment / transfer / bonus/ sweat equity etc.):	1*	0.00	1	0.00
3.	<b>At the end of the year</b>				
	- Mr. Sreekumaran V Nair (Nominee of IFCI Financial Services Limited)	1	0.00	1	0.00
	- Mr. O Ramesh Babu (Nominee of IFCI Financial Services Limited)	1	0.00	1	0.00

*Note \*:*

*During the year under review, Mr. Karra Visweswar Rao vacated his office as director w.e.f. June 1<sup>st</sup>, 2019 and his shareholding (One Share) has been transferred to Mr. O Ramesh Babu with effect from June 17<sup>th</sup>, 2019.*

**V) Indebtedness - Indebtedness of the Company including interest outstanding/accrued but not due for payment.**

Particulars	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year				
a) Principal Amount	-	-	-	-
b) Interest due but not paid	-	-	-	-
c) Interest accrued but not due	-	-	-	-
Total (i+ii+iii)	-	-	-	-
Change in Indebtedness during the financial year	-	-	-	-
* Addition	-	-	-	-
* Reduction	-	-	-	-
Net Change	-	-	-	-

Particulars	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the end of the financial year	-	-	-	-
a) Principal Amount	-	-	-	-
b) Interest due but not paid	-	-	-	-
c) Interest accrued but not due	-	-	-	-
<b>Total (i+ii+iii)</b>	-	-	-	-

## VI. Remuneration of Directors and Key Managerial Personnel

### A. Remuneration to Managing Director, Whole-time Directors and/or Manager: (Amount in Rs)

S. No.	Particulars of Remuneration	Name of MD/ WTD/ Manager	Total Amount
1.	Gross salary	-	-
	a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	-	-
	b) Value of perquisites u/s 17(2) Income-tax Act, 1961	-	-
	c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961	-	-
2.	Stock Option	-	-
3.	Sweat Equity	-	-
4.	Commission	-	-
	a) As % of profit	-	-
	b) Others, Specially	-	-
5.	Others, please specify	-	-
	Total (A)	-	-
	Ceiling as per the Act		@5% of profits calculated under Section 198 of the Companies Act, 2013

**B. Remuneration to other directors (Amount in Rs)**

S. No.	Particulars of Remuneration	Total Amount (Rs.)
1.	Independent Directors	-
	Fee for attending board committee meetings	-
	Commission	-
	Others, please specify	-
	Total (1)	-
2.	Other Non-Executive Directors	
	Fee for attending board committee meetings	-
	Commission	-
	Others, please specify	-
	Total (2)	-
	Total (B)=(1+2)	-
	Total Managerial Remuneration*	Nil
	Overall Ceiling as per the Act	@1% of profits calculated under Section 198 of the Companies Act, 2013

\*Excluding sitting fees under Section 197 (5) of the Companies Act, 2013 and as per Schedule V of the Companies Act, 2013

**C. Remuneration to Key Managerial Personnel Other Than MD/ Manager/ WTD**

S. No.	Particulars of Remuneration	Key Managerial Personnel			
		CEO	CS	CFO	Total
1.	Gross salary				
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	-	-	-	-
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	-	-	-	-
	(c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961	-	-	-	-
2.	Stock Option	-	-	-	-
3.	Sweat Equity	-	-	-	-
4.	Commission	-	-	-	-

S. No.	Particulars of Remuneration	Key Managerial Personnel			
		CEO	CS	CFO	Total
	- as % of profit	-	-	-	-
	- others, specify...	-	-	-	-
5.	Others, please specify	-	-	-	-
	<b>Total</b>	-	-	-	-

**VII. Penalties / Punishment/ Compounding of offences:**

There were no Penalty / Punishment/ Compounding under Companies Act during the year ended March 31<sup>st</sup>, 2020.

By Order of the Board  
For IFIN Credit Limited

  
Ramkumar Srinivasan  
Director  
(DIN: 01175498)

  
O Ramesh Babu  
Nominee Director  
(DIN: 05149448)

Place: Chennai  
Date: 28.07.2020



Annexure-II



भारतीय लेखा तथा लेखा परीक्षा विभाग  
कार्यालय महानिदेशक वाणिज्यिक लेखा परीक्षा, चेन्नै  
Indian Audit and Accounts Department  
Office of the Director General of Commercial Audit, Chennai

No. DGCA/CHENNAI/CA-II/IFIN Credit 2-173/2020-21/100

Dated:08.09.2020

To

The Managing Director,  
IFIN Credit Limited,  
142, Continental Chambers,  
Mahatma Gandhi Road,  
Nungambakkam, Chennai-34.

Sir,

Sub: Comments of the Comptroller and Auditor General of India under Section 143(6) (b) of the Companies Act, 2013 on the Financial Statements of IFIN Credit Limited, Chennai for the year ended 31 March 2020.

\*\*\*\*\*

I forward herewith the comments of the Comptroller and Auditor General of India under section 143(6) (b) of the Companies Act, 2013 on the financial statements of IFIN Credit Limited, Chennai, for the year ended 31 March 2020.

Five copies of Printed Annual Report of your company may be arranged to be forwarded to this office. The date of holding of Annual General Meeting may also be intimated.

Receipt of this letter may kindly be acknowledged.

Yours faithfully,

(R. AMBALAVANAN)  
DIRECTOR GENERAL OF COMMERCIAL AUDIT, CHENNAI

Encl: Audit Certificate


**COMMENTS OF THE COMPTROLLER AND AUDITOR GENERAL OF INDIA  
UNDER SECTION 143(6) (b) OF THE COMPANIES ACT, 2013 ON THE FINANCIAL  
STATEMENTS OF IFIN CREDIT LIMITED FOR THE YEAR ENDED 31 MARCH 2020**

The preparation of financial statements of IFIN Credit Limited for the year ended 31 March 2020 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 auditors appointed by the Comptroller and Auditor General of India under section 139(5) of the Act are 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 Revised Audit Report dated 03 September 2020 which supersedes their earlier Audit Report dated 11.06.2020

I, on behalf of the Comptroller and Auditor General of India, have conducted a supplementary audit of the financial statements of IFIN Credit Limited for the year ended 31 March 2020 under section 143(6) (a) of the Act. This supplementary audit has been carried out independently without access to the working papers of the statutory auditors and is limited primarily to inquiries of the statutory auditors and company personnel and a selective examination of some of the accounting records.

In view of the revision made in the statutory auditor's report, to give effect to some of my audit observations raised during the supplementary audit, I have no further comments to offer upon or supplement to the statutory auditor's report under section 143(6)(b) of the Act.

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



**(R. AMBALAVANAN)  
DIRECTOR GENERAL OF COMMERCIAL AUDIT, CHENNAI**

Place: Chennai  
Date: 08 September 2020



**Annexure – III**

**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 transaction under third proviso thereto.

**1. Details of contracts or arrangements or transactions not at Arm's length basis.**

S. No.	Particulars	Details
a)	Name (s) of the related party & nature of relationship	Nil
b)	Nature of contracts/arrangements/transaction	Nil
c)	Duration of the contracts/arrangements/transaction	Nil
d)	Salient terms of the contracts or arrangements or transaction including the value, if any	Nil
e)	Justification for entering into such contracts or arrangements or transactions	Nil
f)	Date of approval by the Board	Nil
g)	Amount paid as advances, if any	Nil
h)	Date on which the special resolution was passed in General meeting as required under first proviso to section 188	Nil

**2. Details of material contracts or arrangements or transactions at Arm's length basis.**

S. No.	Particulars	Details
a)	Name (s) of the related party & nature of relationship	Nil
b)	Nature of contracts/arrangements/transaction	Nil
c)	Duration of the contracts/arrangements/transaction	Nil
d)	Salient terms of the contracts or arrangements or transaction including the value, if any	Nil
e)	Date of approval by the Board	Nil
f)	Amount paid as advances, if any	Nil

**By Order of the Board**

**For IFIN Credit Limited**

  
Ramkumar Srinivasan

Director

(DIN: 01175498)

  
O Ramesh Babu

Nominee Director

(DIN: 05149448)

Place: Chennai

Date: 28.07.2020

## **INDEPENDENT AUDITOR'S REPORT**

To The Members of **IFIN CREDIT LIMITED**

We are issuing this revised report to comply with the observations made by the Comptroller and Auditor General of India with regard to SA 700 Auditors Reports on Financial Statement of unlisted entity is prepared in accordance with a Fair presentation given as prescribed. This Independent Auditors' Report supersedes our report issued on 11/06/2020.

### **1. Report on the Audit of Standalone Financial Statements**

We have audited the accompanying standalone financial statements **IFIN Credit Limited** ("the Company"), which comprise the Balance Sheet as at March 31, 2020, and the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Changes in Equity and the Statement of Cash Flows for the year then ended and a summary of the significant accounting policies and other explanatory information.

### **2. Opinion**

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India;

- a) In the case of the Balance Sheet of state of affairs of the Company as at March 31, 2020;
- b) In the case of the statement of Profit and Loss , of the profit for the year ended on that date; and
- c) In the case of the Cash Flow Statement,of the cash flows for the year ended on that date.

### 3. Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the 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 together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules 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.

### 4. Key Audit Matters

We draw attention to the standalone financial statements,

1. Fixed Assets-The worth of a physical asset's deemed no longer usable and treated as scrap. Therefore depreciation is not charged for the asset.

Our opinion is not modified in respect of this matter.

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

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance including other comprehensive income, cash flows and changes in equity of the Company in accordance with the Indian Accounting Standards (Ind AS) prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, 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 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. Auditor's Responsibility for the Audit of the Financial Statements**

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

In conducting our audit, we have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder and the Order issued under section 143(11) of the Act.

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

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the standalone financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the standalone financial statements, whether due to fraud or error. In



making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the standalone financial statements that give a true and Fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the standalone financial statements.

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

**7. Report on Other Legal and Regulatory Requirements**

1. As required by the Companies (Auditor's Report) Order, 2016("the order") issued by the Central Government of India, in terms of sub -section (11) of section 143 of the Act (hereinafter referred to as the "Order"), and on the basis of such check we give in the "**Annexure B**", a statement on the matters specified in paragraph 3 and 4 of the Order
2. 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 the 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 Indian Accounting Standards prescribed under section 133 of the Act.

e) On the basis of the written representations received from the directors of the Company as on March 31, 2020 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2020 from being appointed as a director in terms of Section 164(2) of the Act.

f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure A". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting.

g) With respect to other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended:

In our opinion and to the best of our information and accordance to the explanation given to us no remuneration was paid to its director during the year and hence the provisions of section 197 of the Act is not apply during the year

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 would affect its financial position

(ii) The Company did not have any long term contracts including derivative contracts as at March 31, 2020 for which there were any materials foreseeable losses.

(iii) The company is not required to transfer any amount to the Investor Education and Protection Fund by the Company.



3. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government in terms of Section 143(11) of the Act, we give in "Annexure B" a statement on the matters specified in paragraphs 3 and 4 of the Order.
4. As per directions issued by the C& AG of India under Section 143(5) of the Companies Act 2013, we report that
- (i) As per the information and explanations given to us, the company processes all the accounting transactions in computerised environment.
  - (ii) There has been no restructuring of existing loans or cases of waiver / write off debts/ loan/ interest etc made by lender company due to company's inability to repay loan
  - (iii) There were no funds received/receivable for specific schemes from central/ state agencies.

For S.Kannan & Associates

Chartered Accountants

(Firm's Registration No.001738S)



S Kannan  
Partner



(Membership No. 029262)

Date: 03/09/2020

Place: Chennai

UDIN: 20029262AAAAAH9673

## **INDEPENDENT AUDITOR'S REPORT**

To The Members of **IFIN CREDIT LIMITED**

### **Report on the Standalone Financial Statements**

We have audited the accompanying standalone financial statements **IFIN Credit Limited** ("the Company"), which comprise the Balance Sheet as at March 31, 2020, and the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Changes in Equity and the Statement of Cash Flows for the year then ended and a summary of the significant accounting policies and other explanatory information.

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

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance including other comprehensive income, cash flows and changes in equity of the Company in accordance with the Indian Accounting Standards (Ind AS) prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, 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 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.

### **Auditor's Responsibility**

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

In conducting our audit, we have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the

audit report under the provisions of the Act and the Rules made thereunder and the Order issued under section 143(11) of the Act.

We conducted our audit of the standalone financial statements in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards

require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the standalone financial statements are free from material misstatement.

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

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

### Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India;

- a) In the case of the Balance Sheet of state of affairs of the Company as at March 31, 2020;
- b) In the case of the statement of Profit and Loss, of the profit for the year ended on that date; and
- c) In the case of the Cash Flow Statement, of the cash flows for the year ended on that date.

**Other Matter**

We draw attention to the standalone financial statements,

1. Fixed Assets-The worth of a physical asset's deemed no longer usable and treated as scrap. And the company is in the process of selling the entire scrap of the company as a whole in coming financial year .Therefore depreciation is not charged for the asset.

Our opinion is not modified in respect of this matter.

**Report on Other Legal and Regulatory Requirements**

1. As required by the Companies (Auditor's Report) Order, 2016("the order") issued by the Central Government of India, in terms of sub -section (11) of section 143 of the Act (hereinafter referred to as the "Order"), and on the basis of such check we give in the "Annexure B", a statement on the matters specified in paragraph 3 and 4 of the Order

2. 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 the 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 Indian Accounting Standards prescribed under section 133 of the Act.

e) On the basis of the written representations received from the directors of the Company as on March 31, 2020 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2020 from being appointed as a director in terms of Section 164(2) of the Act.

f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure A". Our report expresses an unmodified opinion on the adequacy

and operating effectiveness of the Company's internal financial controls over financial reporting.

g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, 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 would affect its financial position

(ii) The Company did not have any long term contracts including derivative contracts as at March 31, 2020 for which there were any materials foreseeable losses.

(iii) The company is not required to transfer any amount to the Investor Education and Protection Fund by the Company.

2. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government in terms of Section 143(11) of the Act, we give in "Annexure B" a statement on the matters specified in paragraphs 3 and 4 of the Order.

2. As per directions issued by the C& AG of India under Section 143(5) of the Companies Act 2013, we report that

- (i) As per the information and explanations given to us, the company processes all the accounting transactions in computerised environment.
- (ii) There has been no restructuring of existing loans or cases of waiver / write off debts/ loan/ interest etc made by lender company due to company's inability to repay loan
- (iii) There were no funds received/receivable for specific schemes from central/ state agencies.

Date: 11/06/2020  
Place: Chennai

UDIN: 20029262AAAAAH9673

For S.Kannan & Associates  
Chartered Accountants  
(FRN: 001738S)

S Kannan  
Partner

(Membership No. 029262)





## ANNEXURE "A" TO THE INDEPENDENT AUDITOR'S REPORT

(Referred to in paragraph 1(f) under 'Report on Other Legal and Regulatory Requirements' section of our report of even date to the Members of IFIN Credit Limited)

### **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 IFIN Credit Limited ("the Company") as of 31st March, 2020 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

#### **Management's Responsibility for Internal Financial Controls**

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

#### **Auditor's 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 issued by the Institute of Chartered Accountants of India and the Standards on Auditing prescribed under Section 143(10) of the Act, to the extent applicable to an audit of internal financial controls. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects. Our audit involves performing procedures to obtain audit evidence about the



adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

### **Meaning of Internal Financial Controls over Financial Reporting**

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

1. Pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;
2. Provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and
3. Provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

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

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

**Opinion**

In our opinion, to the best of our information and according to the explanations given to us, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st March, 2020, 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.

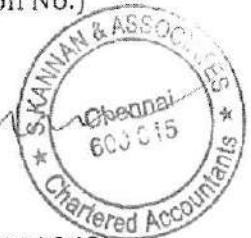
Date: 11/06/2020  
Place : Chennai

UDIN: 20029262AAAAAH9673

For S.Kannan & Associates  
Chartered Accountants  
(Firm's Registration No.)

S Kannan  
Partner

(Membership No. 029262)



**ANNEXURE "B" TO THE INDEPENDENT AUDITOR'S REPORT**

Immovable properties of land and buildings (office) that have been taken on lease is mentioned in the minutes of the meeting held by IFIN Financial Service Limited (Chennai) – holding company of IFIN Credit Ltd

- i. In our opinion and according to the information and explanations given to us, the company has maintained proper records showing full particulars, including quantitative details and situation of Property, plant and equipment.

The Property, plant and equipment & CWIP are physically verified by the management once in a year the worth of fixed assets are deemed no longer usable. Therefore depreciation is not charged for the asset.

According to the Information and explanation given to us and on the basis of our examination of the records of the Company, there is no immovable property held by the Company.

- ii. As explained to us, there were no inventories, stocks with the third parties or with company and no material discrepancies were noticed on physical verification.
- iii. In respect of loans, secured or unsecured, in the register maintained under Section 189 of the Companies Act, 2013 ("the Act"): According to the information given to us, there is no loans, secured or unsecured, granted by the Company.
- iv. According to the information and explanations given to us, the Company has complied with the provisions of Section 186 of the Act in respect to investment made as applicable. During the year, the Company has not granted any loans covered under Section 185 of the Act
- v. In our opinion and according to the information and explanations given to us, the Company has not accepted any deposit from the public in accordance with the provisions of Sections 73 to 76 or any other relevant provisions of the Act and the rules framed thereunder and hence reporting under clause (v) of paragraph 3 of the Order is not applicable.
- vi. The maintenance of cost records is not applicable under sub-section (1) of Section 148 of the Act.
- vii. According to the information and explanations given to us, in respect of statutory dues:
  - a. The Company has generally been regular in depositing undisputed statutory dues.

- b. Provident Fund, Employees' State Insurance, GST, Customs Duty, Excise Duty, Value added Tax, Cess and other material statutory dues is not applicable to the company
- c. Details of dues of Income-tax, Tax Deducted Source which have not been deposited as at 31st March, 2020 on account of disputes, are given below:

Name of Statute	Nature of Dues	Forum where dispute is pending	Period to which the amount relates	Amount involved
NIL	NIL	NIL	NIL	NIL

The total No of unconsumed challan pending in the traces website against the company are NIL

- viii. In our opinion and according to the information and explanations given to us, the Company has no loans or borrowings to financial institutions, banks and government. The Company has not issued any debentures.
- ix. In our opinion and according to the information and explanations given to us, no money was raised by way of the term loans by the Company during the year. The Company has not raised money by way of initial public offer, further public offer (including debt instruments) during the year
- x. To the best of our knowledge and according to the information and explanations given to us, no fraud by the Company and no material fraud on the Company by its officers or employees has been noticed or reported during the year.
- xi. In our opinion and according to the information and explanations given to us, the Company has not paid managerial remuneration and hence Section 197 is not applicable.
- xii. The Company is not a Nidhi Company and hence reporting under clause (xii) of paragraph 3 of the Order is not applicable.
- xiii. In our opinion and according to the information and explanations given to us, the Company is in compliance with Sections 177 and 188 of the Act, where applicable, for all transactions with the related parties identified by the Management of the Company, and the details of related party transactions have been disclosed in the standalone Ind AS financial statements as required by the applicable accounting standards.
- xiv. During the year, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures and hence reporting under clause (xiv) of paragraph 3 of the Order is not applicable to the Company.

# S. KANNAN & ASSOCIATES

Chartered Accountants

"SKYLINE CASTLE" New No. 27, First floor,  
Abdul Razack Street, Saidapet, Chennai - 600 015.  
Phone : 24363813, 24360531  
E-mail : skannanassociates@gmail.com  
skassociates90@gmail.com

- xv. In our opinion and according to the information and explanations given to us, during the year, the Company has not entered into any non-cash transactions with its directors or directors of its subsidiary or associate company or persons connected with them and hence provisions of Section 192 of the Act are not applicable.
- xvi. The Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934.

Date: 11/06/2020  
Place: Chennai

UDIN: 20029262AAAAAH9673

For S.Kannan & Associates  
Chartered Accountants  
(FRN. 001738S)

S Kannan  
Partner

(Membership No. 029262)



IFIN CREDIT LIMITED

BALANCE SHEET AS AT 31ST MARCH 2020

(Amount in Rs.)

ASSETS			
Particulars	Note No.	As at 31.03.2020 (Audited)	As at 31.03.2019 (Audited)
<b>Non-Current Assets</b>			
(a) Property, Plant and Equipment	1	37,070	37,070
(b) Capital work-in-progress		-	-
(c) Investment Property		-	-
(d) Goodwill	2	-	-
(e) Other Intangible assets	3	-	-
(f) Intangible assets under development		-	-
<b>(g) Financial Assets</b>			
(i) Investments		-	-
(ii) Trade receivables		-	-
(iii) Loans	4	360,000	360,000
(iv) Deferred tax assets (net)	11	382,467	109,467
(v) Other non-current assets	5	-	-
<b>Current Assets</b>			
(a) Inventories		-	-
<b>(b) Financial Assets</b>			
(i) Investments	6	-	-
(ii) Trade receivables	7	-	-
(iii) Cash and cash equivalents	8	18,880,703	20,090,556
(iv) Bank balances other than above		-	-
(v) Loans	9	274,395	130,589
(vi) Others (to be specified)		-	-
(c) Current Tax Assets (Net)		-	-
(d) Other current assets	10	32,672	238,586
<b>Total Assets</b>		<b>1,99,67,307</b>	<b>2,09,66,268</b>

EQUITY AND LIABILITIES			
Particulars	Note No.	As at 31.03.2020 (Audited)	As at 31.03.2019 (Audited)
<b>Equity</b>			
(a) Equity Share capital	SCE	2,50,00,000	2,50,00,000
(b) Other Equity	SCE	-5,165,142	-5,573,014
<b>Non-current Liabilities</b>			
<b>(a) Financial Liabilities</b>			
(i) Borrowings		-	-
(ii) Trade payables		-	-
(iii) Other financial liabilities		-	-
<b>(b) Provisions</b>			
(c) Deferred tax liabilities (Net)	11	-	-
(d) Other non-current liabilities	12	-	-
<b>Current Liabilities</b>			
<b>(a) Financial Liabilities</b>			
(i) Borrowings		-	-
(ii) Trade payables	13	-	-
(iii) Other financial liabilities		-	-
(b) Other current liabilities	14	99,699	1,539,282
(c) Provisions and Current Tax Liabilities	15	32,750	-
<b>Total Equity and Liabilities</b>		<b>1,99,67,307</b>	<b>2,09,66,268</b>

The accompanying notes are an integral part of the financial statements.

As per our report of even date.

For S Kannan & Associates

FRN:001738S

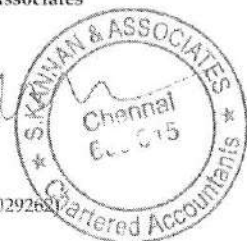
S Kannan

Partner

(Membership No.029260)

Place : Chennai

Date : 11-06-2020



For and on behalf of the board of  
IFIN Credit Limited

O. Ramesh Babu  
Director

Ramkumar Srinivasan  
Director



## IFIN CREDIT LIMITED

## STATEMENT OF PROFIT AND LOSS AS AT 31ST MARCH 2020

(Amount in Rs.)

#	Particulars	Note No.	As at 31.03.2020 (Audited)	As at 31.03.2019 (Audited)
I	Revenue From Operations	16	-	-
II	Other Income	17	1,497,885	1,398,328
III	Total Income (I+II)		1,497,885	1,398,328
IV	Expenses		-	-
	Cost of materials consumed		-	-
	Purchases of Stock-in-Trade		-	-
	Changes in inventories of finished goods, Stock-in-Trade and work-in-progress		-	-
	Admin Expenses	18	1,080,000	1,080,000
	Finance costs	19	-	-
	Depreciation and amortization expense	1	-	-
	Other expenses	20	283,013	487,993
	Total expenses (IV)		1,363,013	1,567,993
V	Profit/(loss) before exceptional items and tax (I- IV)		134,872	(169,665)
VI	Provision for Doubtful Debts	21	-	-
VII	Profit/(loss) before tax (V-VI)		134,872	(169,665)
	Tax expense:			
VIII	(1) Current tax		-	-
	(2) Deferred tax	22	(273,000)	16,574
IX	Profit (Loss) for the period from continuing operations (VII-VIII)		407,872	(186,239)
X	Profit/(loss) from discontinued operations		-	-
XI	Tax expense of discontinued operations		-	-
XII	Profit/(loss) from Discontinued operations (after tax) (X-XI)		-	-
XIII	Profit/(loss) for the period (IX+XII)		-	-
XIV	Other Comprehensive Income		-	-
a. (i)	Items that will not be reclassified to Profit or Loss		-	-
(ii)	Income Tax relating to items that will not be reclassified to Profit or Loss		-	-
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		-	-
XV	Total Other Comprehensive Income for the period		-	-
	Earnings per Share (EPS) - not annualised Basic & Diluted		0.16	(0.07)

The accompanying notes are an integral part of the financial statements.

As per our report of even date.

For S-Kannan &amp; Associates

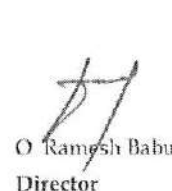
FRN 001738S


S Kannan  
Partner

(Membership No.029262)

Place : Chennai

Date : 11-06-2020

For and on behalf of the board of  
IFIN Credit Limited

  
O Ramesh Babu  
Director


  
Ramkumar Srinivasan  
Director

## IFIN CREDIT LIMITED

## CASH FLOW STATEMENT AS ON 31ST MARCH 2020

(Amount in Rs.)

Particulars		As at 31.03.2020 (Audited)	As at 31.03.2019 (Audited)
<b>A</b>	<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
	Net Profit before tax as per P&L a/c	134,672	(169,665)
	Adjustments for:		
	Depreciation / Amortisation on Fixed Assets	-	-
	Provision for Doubtful Debts	-	-
	Preliminary Expenses w/off	-	-
	Interest income	-	-
	Fixed deposit Interest received	(1,497,885)	(1,398,328)
	<b>Operating Profit before Working Capital Changes</b>	<b>(1,363,013)</b>	<b>(1,398,328)</b>
	Adjustments for:		
	(Increase) / Decrease in Trade Receivables	-	-
	(Increase) / Decrease in Other Current Assets	-	-
	(Increase) / Decrease in Loans & Advances	(143,896)	68,339
	(Increase) / Decrease in other current assets	205,914	522,475
	Increase / (Decrease) in Current Liabilities	(1,439,583)	154,449
	(Increase) / Decrease in other Non-Current Assets	-	(10,000)
	Increase / (Decrease) in Provisions	32,750	-
	<b>Cash Generated from Operation before tax</b>	<b>(1,344,725)</b>	<b>735,263</b>
	Direct taxes paid	(2,707,738)	(832,730)
	<b>Net cash from Operating Activities</b>	<b>(2,707,738)</b>	<b>(832,730)</b>
<b>B</b>	<b>CASH FLOW FROM INVESTING ACTIVITIES</b>		
	Purchase of Fixed Assets	-	-
	Decrease in Capital Work in Progress	-	-
	(Increase) / Decrease in Fixed Deposits	-	-
	Interest Received	1,497,885	1,398,328
	Repayment of Long Term Liabilities	-	-
	(Purchase) / Sale of Investment	-	-
	Sale of Fixed Assets	-	-
	<b>Net Cash used in / raised from Investing Activities</b>	<b>1,497,885</b>	<b>1,398,328</b>
<b>C</b>	<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
	Dividend Received	-	-
	Equity Capital Infused	-	-
	Corporate Dividend Tax	-	-
	Interest Paid	-	-
	Deferred tax paid	-	-
	Issue of Share Capital	-	-
	Share Application Money Repaid	-	-
	Capital by the Holding company	-	-
	<b>Net Changes in Cash &amp; Cash Equivalent (A+B+C)</b>	<b>(1,209,853)</b>	<b>565,598</b>
	Opening Cash and Cash Equivalent	20,090,556	19,524,958
	Closing Cash and Cash Equivalent	18,880,703	20,090,556
	<b>Increase / Decrease in Cash &amp; Cash Equivalent</b>	<b>(1,209,853)</b>	<b>565,598</b>

The above cash flow statement has been prepared under the "Indirect Method" as set out in the Ind AS 7, 'Statement of Cash Flows'

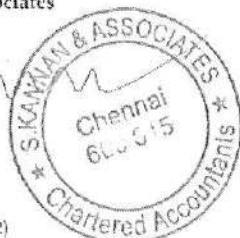
As per our report of even date.  
For S Kannan & Associates  
FKN: 0017385

S Kannan  
Partner

(Membership No.029262)

Place: Chennai

Date: 11-06-2020



For and on behalf of the board of IFIN Credit  
Limited

O.Ramesh Babu  
Director

Ramkumar Srinivasan  
Director

## IFIN CREDIT LIMITED

## STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 31ST MARCH 2020

Units

## A. Equity Share Capital

Particulars	Balance at the beginning of the reporting period	Changes in equity share capital during the year	Balance at the end of the reporting period in Qty	Balance at the end of the reporting period in Rs.	% of Share Holding
IFCI Financial Services Limited and nominees	25,00,000	-	25,00,000	2,50,00,000	100
Total	25,00,000	-	25,00,000	2,50,00,000	100



Two handwritten signatures in black ink, one appearing to be a stylized 'H' and the other a more complex signature.

IFIN CREDIT LIMITED

STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 31ST MARCH 2020

B. Other Equity

Particulars	Share application money pending allotment	Equity component of compound financial instruments	Reserves and Surplus						Total
			Capital Reserve	Securities Premium Reserve	Statutory Reserves	General Reserve	Amalgamation Reserve	Retained Earnings	
Balance at the beginning of the reporting period	-	-	-	-	-	-	-	-5,573,014	(5,573,014)
Changes in accounting policy or prior period errors	-	-	-	-	-	-	-	-	-
Restated balance at the beginning of the reporting period	-	-	-	-	-	-	-	-	-
Total Comprehensive Income for the year	-	-	-	-	-	-	-	-	-
Transfer to retained earnings	-	-	-	-	-	-	-	4,07,872	4,07,872
Any other change (to be specified)	-	-	-	-	-	-	-	-	-
Balance at the end of the reporting period	-	-	-	-	-	-	-	-5,165,142	(5,165,142)



*[Handwritten signatures]*

IRIN CREDIT LIMITED

NOTES NO: 1.2 & 3

#	Fixed Assets	Gross Block					Accumulated Depreciation							Net Block		
		Balance As At 1st April 2019	Additions	Disposals	Acquired through business combinations	Revaluations/ (Impairments)	Balance As At 31st Mar 2020	Balance As At 1st April 2019	Depreciation charge for the period ended 31st Mar 2020	Depreciation charge for the period ended 31st Dec 2019	Adjustment due to revaluations	On disposals	Balance As At 31st Mar 2020	Adjustment against retained earning	Balance As At 31st Mar 2020	Balance As At 31 Mar 2019
		Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
a	Tangible Assets															
	Office equipment	717,714.00	-	-	-	-	717,714.00	681,828.00	-	-	-	-	681,828.00	-	35,886.00	35,886.00
	computer hardware	23,680.00	-	-	-	-	23,680.00	22,496.00	-	-	-	-	22,496.00	-	1,184.00	1,184.00
	<b>Total</b>	<b>741,394.00</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>741,394.00</b>	<b>704,324.00</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>704,324.00</b>	<b>-</b>	<b>37,070.00</b>	<b>37,070.00</b>
b	Intangible Assets															
	Computer software	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	<b>Total</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
	<b>Grand Total</b>	<b>741,394.00</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>741,394.00</b>	<b>704,324.00</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>704,324.00</b>	<b>-</b>	<b>37,070.00</b>	<b>37,070.00</b>



*Handwritten signatures and initials.*

## IFIN CREDIT LIMITED

NOTES NO : 4

(Amount in Rs.)

#	Particulars	As at 31.03.2020 (Audited)	As at 31.03.2019 (Audited)
a	Security Deposits		
	Secured, considered good	3,60,000	3,60,000
	Unsecured, considered good *	-	-
	Doubtful	-	-
	<b>Total</b>	<b>360,000</b>	<b>360,000</b>
b	Loans and advances to related parties		
	Secured, considered good	-	-
	Unsecured, considered good *	-	-
	Doubtful	-	-
	<b>Total</b>	<b>-</b>	<b>-</b>
c	Other loans and advances		
	Other Loans & Advances	-	-
	Advance Tax (net of provisions)	-	-
	Doubtful	-	-
	<b>Total</b>	<b>-</b>	<b>-</b>
	<b>Grand Total</b>	<b>360,000</b>	<b>360,000</b>



*Handwritten signature*

*Handwritten signature*



IFIN CREDIT LIMITED

NOTES NO : 5, 6 & 7

(Amount in Rs.)

#	Particulars	As at 31.03.2020 (Audited)	As at 31.03.2019 (Audited)
5	<b>Non Current Investments</b>		
	(a) Investment in Fixed Deposits*	-	-
	<b>Total</b>	-	-
6	<b>Current Investments</b>		
	(a) Investment in Equity instruments	-	-
	(b) Investments in preference shares	-	-
	<b>Total</b>	-	-
	<u>Less:</u>		
	Provision for diminution in the value of Investments	-	-
	<b>Total</b>	-	-
7	<b>Trade Receivables</b>		
a	Trade receivables outstanding for a period less than six months from the date they are due for payment		
	Secured, considered good	-	-
	Unsecured, considered good	-	-
	Unsecured, considered doubtful	-	-
	<b>Total</b>	-	-
	<u>Less:</u>		
	Provision for doubtful debts	-	-
	<b>Total</b>	-	-
b	Trade receivables outstanding for a period less than six months from the date they are due for payment		
	Secured, considered good	-	-
	Unsecured, considered good	-	-
	Unsecured, considered doubtful	-	-
	<b>Total</b>	-	-
	<u>Less:</u>		
	Provision for doubtful debts	-	-
	<b>Total</b>	-	-
	<b>Grand Total</b>	-	-



*[Handwritten signatures]*

## IFIN CREDIT LIMITED

NOTES NO: 8, 9 &amp; 10

(Amount in Rs.)

#	Particulars	As at 31.03.2020 (Audited)	As at 31.03.2019 (Audited)
8	Cash and cash equivalents		
	Bank Balances		
	a.Current Accounts	380,703	90,556
	b.Short term Deposits	18,500,000	20,000,000
	Total	18,880,703	20,090,556
	Cash Balances		
	Cash Balance	-	-
	Total	18,880,703	20,090,556
9	Short term loans and advances		
	a. Loans and advances to related parties		
	Secured, considered good	-	-
	Unsecured, considered good	-	-
	Unsecured, considered doubtful	-	-
	Total	-	-
	<u>Less:</u>		
	Provision for doubtful debts	-	-
	Total	-	-
	b.Others		
	Deposits	-	-
	TDS and Advance Tax	274,395	130,589
	Others	-	-
	Total	274,395	130,589
	<u>Less:</u>		
	Provision for doubtful	-	-
	Total	274,395	130,589
	Grand Total	274,395	130,589
10	Other current assets		
	Interest accrued on Deposits	32,672	238,586
	Other Assets	-	-
	Interest Receivable	-	-
	Total	32,672	238,586



## IFIN CREDIT LIMITED

NOTES NO : 11, 12, 13, 14 &amp; 15

(Amount in Rs.)

#	Particulars	As at 31.03.2020 (Audited)	As at 31.03.2019 (Audited)
11	<b>Deferred Tax Liabilities</b>		
	Deferred Tax Asset (Net)	382,467	109,467
	<b>Total</b>	<b>382,467</b>	<b>109,467</b>
12	<b>Other Non Current Liabilities</b>		
	Security and Sundry Deposits	-	-
	<b>Total</b>	<b>-</b>	<b>-</b>
13	<b>Trade Payables</b>		
	a. Dues of Micro and Small Enterprises	-	-
	b. Dues of creditors other than Micro and Small Enterprises	-	-
14	<b>Other current Liabilities</b>		
	Other payables	29,699	-
	Creditors for expenses	70,000	1,539,282
	<b>Total</b>	<b>99,699</b>	<b>1,539,282</b>
15	<b>Provisions</b>		
	Provision for tax	-	-
	Gratuity	-	-
	Tds Payable	32,750	-
	Leave Encashment	-	-
	Provision for Bonus	-	-
	<b>Total</b>	<b>32,750</b>	<b>-</b>



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## IFIN CREDIT LIMITED

NOTES NO : 16, 17, 18, 19, 20 &amp; 21

(Amount in Rs.)

#	Particulars	As at 31.03.2020 (Audited)	As at 31.03.2019 (Audited)
16	<b>Revenue From Operations</b>		
	Interest Receipt from Fixed deposit	-	-
	<b>Total</b>	-	-
17	<b>Other Income</b>		
	Interest Receipt from Fixed deposit	1,364,938	1,398,328
	Interest income Tax	132,947	-
	<b>Total</b>	<b>1,497,885</b>	<b>1,398,328</b>
18	<b>Admin expenses</b>		
	Shared Expenses (Manpower)	1,080,000	1,080,000
	<b>Total</b>	<b>1,080,000</b>	<b>1,080,000</b>
19	<b>Finance Costs</b>		
	Bank Financial Costs	-	-
	<b>Total</b>	-	-
20	<b>Other Expenses</b>		
	Advertisement expenses	-	-
	Professional And Consultancy Charges	32,940	37,060
	Bank charges	1,758	2,861
	Processing Charges	-	21,615
	Conveyance	-	-
	Staff Welfare	526	514
	Rates And Taxes	11,400	1,200
	Audit Fees	88,205	88,205
	Other Expenses	148,184	336,538
	<b>Total</b>	<b>283,013</b>	<b>487,993</b>
21	<b>Provision for Doubtful Debts</b>		
	Diminution in the value of shares (Net)	-	-
	Provision for Standard Assets	-	-
	Provision for Doubtful Debts and Advances	-	-
	Prior Period Expenses	-	-
	<b>Total</b>	-	-



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## IFIN CREDIT LIMITED

Note#23

### I. SIGNIFICANT ACCOUNTING POLICIES:

#### 1. BASIS OF PREPARATION OF FINANCIAL STATEMENTS

The financial statements for the year ended March 31, 2020 have been prepared by the Company in accordance with Indian Accounting Standards ("Ind AS") notified by the Ministry of Corporate Affairs, Government of India under the Companies (Indian Accounting Standards) Rules, 2015 and Companies (Indian Accounting Standards) (Amendment) Rules, 2016, as amended from time to time, in this regard.

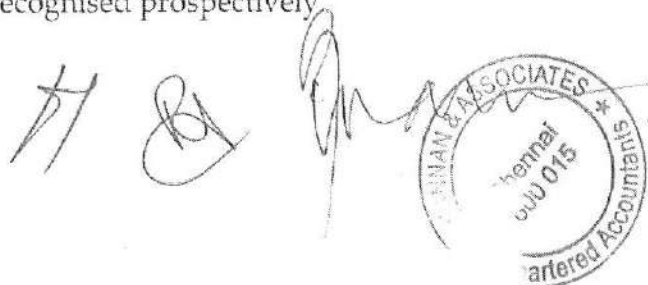
#### 2. FUNCTIONAL AND PRESENTATION CURRENCY

These financial statements are presented in Indian Rupees (INR), which is the Company's functional and presentation currency. All amounts have been denominated in Indian Rupees and rounded off to the nearest two decimal, except when otherwise indicated.

#### 3. USE OF ESTIMATES

In preparing these financial statements, management has made judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities (including contingent liabilities and assets) as on the date of the financial statements and the reported income and expenses for the reporting period. Management believes that the estimates used in the preparation of the financial statements are prudent and reasonable.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised prospectively



The image shows three handwritten signatures in black ink. To the right of the signatures is a circular stamp. The stamp contains the text "CHAMAN & ASSOCIATES" at the top, "Chartered Accountants" around the bottom edge, and "Mumbai 600 015" in the center.

#### 4. REVENUE RECOGNITION

##### Interest Income

Interest earned on loans and deposits are accounted on a time proportion basis taking into account the amount outstanding and the rate applicable.

#### 5. FIXED ASSETS AND DEPRECIATION

##### A. RECOGNITION AND MEASUREMENT

Property, plant and equipment held for use or for administrative purposes, are stated in the balance sheet at cost less accumulated depreciation. The cost includes non-refundable taxes, duties, freight and other incidental expenses related to the acquisition and installation of the respective assets.

##### B. DEPRECIATION

Depreciation is provided using the written down value method over the useful life as prescribed under Schedule II to the Companies Act, 2013. Depreciation is calculated on pro-rata basis, including the month of addition and excluding the date of sale/disposal.

The estimated useful lives, residual values and depreciation method are reviewed at the end of each reporting period, with the effect of any changes in estimate accounted for on a prospective basis.

##### C. DE-RECOGNITION

An item of property, plant and equipment or investment property is de-recognized upon disposal or when no future economic benefits are expected to arise from the continued use of the asset. Any gain or loss arising on the disposal or retirement of an item of property, plant and equipment or investment property is determined as the difference between the sales proceeds and the carrying amount of the asset and is recognised in profit or loss.





#### D. IMPAIRMENT OF ASSETS

An asset is impaired when the carrying amount of the asset exceeds its recoverable amount. An impairment loss is charged to the Profit and Loss Account in the period/year in which the said asset is identified as impaired. An impairment loss recognized in prior accounting periods is reversed if there has been a change in the estimate of the recoverable amount.

### 6. TAXATION

Income-tax expense comprises of current tax (i.e. amount of tax for the period determined in accordance with the income tax law) and deferred tax charge or credit (reflecting the tax effects of temporary differences between tax base and book base). It is recognised in profit or loss except to the extent that it relates to a business combination, or items recognised directly in equity or in OCI.

#### A. CURRENT TAX

Current tax is measured at the amount expected to be paid in respect of taxable income for the year in accordance with the Income Tax Act, 1961. Current tax comprises the tax payable on the taxable income or loss for the year and any adjustment to the tax payable in respect of previous years. It is measured using tax rates enacted or substantively enacted at the reporting date. Minimum alternative tax ('MAT') under the provisions of the Income Tax Act, 1961 is recognised as current tax in the statement of profit and loss.

Current tax assets and liabilities are offset only if, the Company:

- a. has a legally enforceable right to set off the recognised amounts;  
and
- b. Intends either to settle on a net basis, or to realize the asset and settle the liability simultaneously.



## B. DEFERRED TAX

Deferred tax is recognised in respect of temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes. Deferred tax assets are reviewed at each reporting date and based on management's judgement, are reduced to the extent that it is no longer probable that the related tax benefit will be realised; such reductions are reversed when the probability of future taxable profits improves.

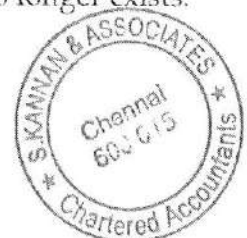
Unrecognized deferred tax assets are reassessed at each reporting date and recognised to the extent that it has become probable that future taxable profits will be available against which they can be used. Deferred tax is measured at the tax rates that are expected to be applied to temporary differences when they reverse, using tax rates enacted or substantively enacted at the reporting date.

The measurement of deferred tax reflects the tax consequences that would follow from the manner in which the Company expects, at the reporting date, to recover or settle the carrying amount of its assets and liabilities.

Deferred tax assets and liabilities are offset only if the Company:

- a. has a legally enforceable right to set off current tax assets against current tax liabilities; and
- b. the deferred tax assets and the deferred tax liabilities relate to income taxes levied by the same taxation authority.

The credit available under the Act in respect of MAT paid is recognised as an asset only when and to the extent there is convincing evidence that the Company will pay normal income tax during the period for which the MAT credit can be carried forward for set-off against the normal tax liability. MAT credit recognised as an asset is reviewed at each balance sheet date and written down to the extent the aforesaid convincing evidence no longer exists.



**7. PROVISION, CONTINGENT LIABILITIES AND CONTINGENT ASSETS:**

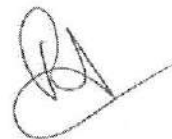
**A. Provisions**

Provisions are recognised when the Company has a legal and constructive obligation as a result of a past event, for which it is probable that cash outflow will be required and a reliable estimate can be made of the amount of the obligation. Provisions are measured at the present value of management's best estimate of the expenditure required to settle the present obligation at the end of the reporting period. The discount rate used to determine the present value is a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability.

**B. Contingent liabilities and contingent assets**

A contingent liability exists when there is a possible but not probable obligation, or a present obligation that may, but probably will not, require an outflow of resources, or a present obligation whose amount cannot be estimated reliably. Contingent liabilities do not warrant provisions, but are disclosed unless the possibility of outflow of resources is remote.

Contingent assets are not recognized/ disclosed in the financial statements.



## NOTES FORMING PART OF THE ACCOUNTS

### 1. NATURE OF BUSINESS

The company is not engaged in any business activity.

Decision to continue with the process of merger considered at the meeting of the Board of Directors held on 22.04.2015, with IFIN Commodities Limited and IFIN Credit Limited, (subsidiaries of IFCI Financial Services Limited) was put on hold vide letter dated 13.06.2016 from IFCI Limited (ultimate holding company), as they are in the process of obtaining approval in this regard from Government of India. The same had been intimated to the office of the Regional Director, Southern Region, vide company's letter dated 24.06.2016

### 2. CONTINGENT LIABILITIES: Nil (Previous year - Nil)

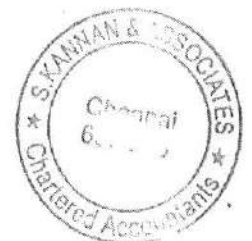

### 3. MANAGERIAL REMUNERATION: NIL

### 4. AUDITORS REMUNERATION (EXCLUDING GST & SERVICE TAX)

NATURE OF SERVICE	(Amount in Rs.)	
	2019-20	2018-19
Statutory audit fee	27,500	27,500
For quarterly reporting	47,250	47,250
<b>TOTAL</b>	<b>74,750</b>	<b>74,750</b>

### 5. EMPLOYEE BENEFITS

The Company does not have any regular employee on its payroll. However, the Company has been using the services of a few employees of its holding company, IFCI Financial Services Limited on a cost sharing basis and the same is accounted as reimbursement of expenses.



## 6. EARNINGS PER SHARE


The Earning per Share [EPS] has been computed in accordance with the Indian Accounting Standard 33 issued by the Institute of Chartered Accountants of India. The numerators and denominators used to calculate the EPS are:

(Amount in Rs.)

PARTICULARS	AS ON	AS ON
	31-03-2020	31-03-2019
Net profit for the year available for the equity shareholders (before extra-ordinary item)	4,07,872	(1,86,239)
Nominal value per equity share	10	10
Weighted average number of outstanding equity shares during the year - basic & diluted.	25,00,000	25,00,000
Basic & diluted earnings per share (before & after extra-ordinary item)	0.16	(0.07)

## 7. CURRENT AND DEFERRED TAXATION

- A. Provision for current tax has been made as per provisions of Income Tax Act, 1961.
- B. Deferred tax has been recognized as per provisions of Income Tax Act, 1961.



8. RELATED PARTY DISCLOSURE AS PER AS 18

A. Ultimate Holding Company : IFCI Limited

B. Holding Company : IFCI Financial Services Limited

C. Fellow Subsidiaries :


1. IFIN Commodities Limited
2. IFIN Securities Finance Limited
3. IFCI Factors Limited
4. IFCI Venture Capital Funds Limited
5. IFCI Infrastructure Development Limited
6. MPCON Limited
7. Stock Holding Corporation of India Limited

**Note:** Fellow Subsidiaries (3) to (7) given above are subsidiaries of Ultimate Holding Company, IFCI Limited.

D. Transaction With Related Parties:

(Amount in Rs.)

Particulars	Holding /Subsidiary/ Fellow Subsidiary Companies		Key Managerial Personnel	
	2019-20	2018-19	2019-20	2018-19
Expense reimbursed to IFCI Financial Services Ltd	12,00,000	12,60,000	-	-
Amount payable to IFCI Financial Services Ltd	70,000	14,38,692	-	-





**9. FOREIGN EXCHANGE INFLOW AND OUTFLOW**

During the year, the company has spent a sum of Rs.NIL. (Previous year-NIL) in foreign exchange, towards travelling and conveyance. There is no foreign exchange income during the year.

10. As per the information and explanation given to us, the Company does not deal with vendors covered under Micro, Small & Medium Enterprises Development Act, 2006. Hence compliance and reporting in this regard does not arise.
11. Figures of the previous year have been regrouped / rearranged wherever necessary to make them comparable with the current year figures.
12. Figures have been rounded off to the nearest Rupee. Figures in bracket represent previous year's figures.
13. As per 26AS TDS for Interest on FD shown Rs. 96,339.00 but as per Interest Certificate issued by Bank is Rs.1,18,334.00

