

Independent Auditors' Report

To
The Members of Allium Finance Private Limited

Report on the Financial Statements

We have audited the accompanying financial statements of **Allium Finance Private Limited ("the Company")**, which comprise the Balance Sheet as at 31 March 2018, the Statement of Profit and Loss, the Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

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

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

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31 March 2018, and its loss and its cash flows for the year ended on that date.



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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 Companies Act, 2013, we give in the Annexure A, a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
2. As required by Section 143(3) of the Act, we report that:
 - a. we have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
 - b. in our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
 - c. the Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account;
 - d. in our opinion, the aforesaid financial statement comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.;
 - e. on the basis of written representations received from the Directors as on 31 March 2018, taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2018, 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 B"; and
 - 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, 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 impact its financial position;
 - ii. the Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses; and
 - iii. there were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

For NGS & Co. LLP
Chartered Accountants
Firm Registration No. 119850W


R. P. Soni
Partner
Membership No.:104796



Place: Mumbai
Date: 27 April 2018

A to the Auditors' Report

The Annexure referred to in our Independent Auditors' Report to the members of Allium Finance Private Limited ('the Company') on the financial statements for the year ended 31 March 2018, we report that:

- (i) Based on our examination of documents and records, the Company does not own any fixed assets as at balance sheet date. Therefore, the provisions of clause 3(i)(a) to 3(i)(c) of the Companies (Auditor's Report) Order, 2016 are not applicable to the Company.
- (ii) Based on our examination of documents and records, the Company does not own any inventory during the year. Therefore, the provisions of clause 3(ii) of the Companies (Auditor's Report) Order, 2016 are not applicable to the Company.
- (iii) According to the information and explanations given to us, the Company has not granted any loans, secured or unsecured to companies, firms, Limited Liability Partnerships or other parties covered in the register maintained under section 189 of the Companies Act, 2013. Accordingly, the provisions of clause 3(iii) (a), (b) and (c) of the Order are not applicable to the Company and hence not commented upon.
- (iv) In our opinion and according to the information and explanations given to us, there are no loans to directors including entities in which they are interested in respect of which the provisions of section 185 of the Companies Act, 2013 are applicable and hence not commented upon. In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of section 186 of the Companies Act, 2013 in respect of loans and advances given and investments made.
- (iv) The Company has not accepted any deposits from the public.
- (v) The Central Government has not prescribed the maintenance of cost records under section 148 (1) of the Companies Act, 2013 for any of the services rendered by the Company.
- (vii) (a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, amounts deducted/ accrued in the books of account in respect of undisputed statutory dues including provident fund, income-tax, service tax, cess, goods and service tax and other material statutory dues, applicable to it, have been regularly deposited during the year by the Company with the appropriate authorities. As explained to us, Company did not have any dues on account of employees' state insurance, sales tax, value added tax, duty of excise and duty of custom.

According to the information and explanations given to us, no undisputed amounts payable in respect of provident fund, income-tax, service tax, cess, goods and service tax and other material statutory dues were outstanding, at the year end, for a period of more than six months from the date they became payable.

(b) According to the information and explanations given to us, there are no dues of income tax, service tax, goods and service tax and cess which have not been deposited on account of any dispute.
- (viii) The Company does not have any loans or borrowings from any financial institution, bank, government and debenture holders. Accordingly, paragraph 3 (viii) of the Order is not applicable.
- (ix) The Company did not raise any money by way of initial public offer or further public offer (including debt instruments) and term loans during the year. Accordingly, paragraph 3 (ix) of the Order is not applicable.



- (x) According to the information and explanations given to us, no fraud by the Company or on the Company by its officers or employees has been noticed or reported during the course of our audit.
- (xi) According to the information and explanations given to us and based on our examination of the records of the Company, during the year, the Company has not paid/provided for managerial remuneration. Accordingly, paragraph 3 (xi) of the Order is not applicable.
- (xii) In our opinion and according to the information and explanations given to us, the Company is not a nidhi company. Accordingly, paragraph 3(xii) of the Order is not applicable.
- (xiii) According to the information and explanations given to us and on the basis of our examination of the records of the Company, transactions with the related parties are in compliance with section 177 and 188 of Companies Act, 2013 where applicable and the details have been disclosed in the financial statements, as required by the applicable accounting standards.
- (xiv) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year.
- (xv) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into non-cash transactions with directors or persons connected with him. Accordingly, paragraph 3(xv) of the Order is not applicable.
- (xvi) According to the information and explanations given to us, we report that the Company has registered as required, under section 45-IA of the Reserve Bank of India Act, 1934.

For NGS & Co. LLP
Chartered Accountants
Firm Registration No. 119850W


R. P. Soni
Partner
Membership No.:104796



Place: Mumbai
Date: 27 April 2018

Annexure B to the Auditors' Report

Report on the Internal Financial Controls 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 **Allium Finance Private Limited ("the Company")** as of 31 March 2018 in conjunction with our audit of 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 ('ICAI'). 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 Companies Act, 2013.

Auditors' Responsibility

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

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



Meaning of Internal Financial Controls over Financial Reporting

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

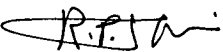
Inherent Limitations of Internal Financial Controls Over Financial Reporting

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 31 March 2018, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For NGS & Co. LLP
Chartered Accountants
Firm Registration No.: 119850W


R. P. Soni
Partner
Membership No.: 104796



Place: Mumbai
Date: 27 April 2018

Allium Finance Private Limited

Balance sheet

(Currency: Indian rupees)

	Note	As at 31 March 2018	As at 31 March 2017
EQUITY AND LIABILITIES			
Shareholders' funds			
Share capital	2.1	68,257,240	68,257,240
Reserves and surplus	2.2	567,589,087	572,827,025
		<u>635,846,327</u>	<u>641,084,265</u>
Non-current liabilities			
Long-term provisions	2.3	120,044,718	120,212,968
Current liabilities			
Trade payables			
Total outstanding dues of micro enterprises and small enterprises	2.32	-	-
Total outstanding dues of creditors other than micro enterprises and small enterprises	2.4	1,474,265	482,787
Other current liabilities	2.5	775,577	727,405
Short-term provisions	2.6	311,859	2,212,500
		<u>758,452,746</u>	<u>764,719,925</u>
ASSETS			
Non-current assets			
Non-current investments	2.7	258,485,095	259,848,634
Deferred tax assets	2.8	30,918,725	37,162,125
Long-term loans and advances	2.9	407,222,139	413,792,501
		<u>696,625,959</u>	<u>710,803,260</u>
Current assets			
Cash and bank balances	2.10	50,915,525	44,191,797
Short-term loans and advances	2.11	8,754,382	7,316,090
Other current assets	2.12	2,156,880	2,408,778
		<u>61,826,787</u>	<u>53,916,665</u>
		<u>758,452,746</u>	<u>764,719,925</u>

Significant accounting policies and notes to the financial statements. 1 & 2

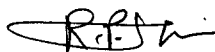
The notes referred to above form an integral part of the financial statements.

As per our report of even date attached

For NGS & Co. LLP

Chartered Accountants

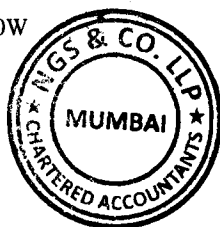
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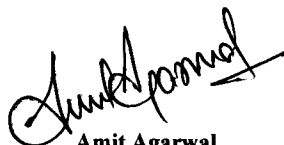
R. P. Soni

Partner

Membership No.: 104796



For and on behalf of the Board of Directors



Amit Agarwal

Director

DIN: 06396342



Pawan Kumar Agarwal

Director

DIN: 01056455



Ashvini Kaluskar

Company secretary

Mumbai

27 April 2018

Mumbai

27 April 2018

Allium Finance Private Limited

Statement of Profit and Loss

(Currency: Indian rupees)

	Note	For the year ended 31 March 2018	For the year ended 31 March 2017
Revenue from operations			
Fee and commission income	2.13	-	15,500,000
Interest income	2.14	5,925,907	5,646,937
Total revenue		<u>5,925,907</u>	<u>21,146,937</u>
Expenses			
Employee benefit expenses	2.15	1,597,003	2,754,315
Finance costs	2.16	29	117,419
Other expenses	2.17	2,989,699	45,222,960
Total expenses		<u>4,586,731</u>	<u>48,094,693</u>
Profit / (loss) before tax		1,339,176	(26,947,757)
Tax expense			
Current tax		493,150	3,999,000
MAT credit entitlement		(159,438)	-
Deferred tax (benefit) / charge		6,243,400	(12,346,452)
Profit / (loss) for the year		<u>(5,237,936)</u>	<u>(18,600,305)</u>
Earnings per equity share (₹) (face value of ₹ 10 each):	2.20		
Basic		(3.02)	(10.72)
Diluted		(0.77)	(2.73)

Significant accounting policies and notes to the financial statements. 1 & 2

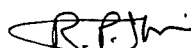
The notes referred to above form an integral part of the financial statements.

As per our report of even date attached

For NGS & Co. LLP

Chartered Accountants

Firm Registration No.: 119850W



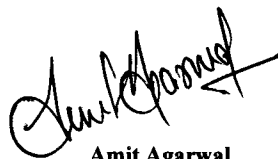
R. P. Soni

Partner

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For and on behalf of the Board of Directors



Amit Agarwal

Director

DIN: 06396342



Pawan Kumar Agarwal

Director

DIN: 01056455



Ashvini Kaluskar

Company secretary

Mumbai

27 April 2018

Mumbai

27 April 2018

Allium Finance Private Limited


Cash Flow Statement

(Currency: Indian rupees)

	For the year ended 31 March 2018	For the year ended 31 March 2017
A Cash flow from operating activities		
Profit / (loss) before taxation	1,339,176	(26,947,757)
Adjustments for		
Provision for gratuity	(159,000)	(46,282)
Provision for compensated absences	(22,000)	(7,000)
Provision for standard assets	(12,058)	9,436
Provision for non-performing asset	-	40,000,000
Interest income on fixed deposit	(2,974,183)	(2,955,119)
Operating cash flow before working capital changes	(1,828,065)	10,053,278
Adjustments for working capital changes		
Decrease in receivable from financing business	5,373,731	-
Decrease / (increase) in other assets	174,424	(1,076,903)
Increase / (decrease) in current liabilities and provisions	1,039,650	(2,745,466)
Cash generated from operations	4,759,740	6,230,909
Income taxes paid	(2,389,241)	(1,914,157)
Net cash generated from operating activities - A	2,370,499	4,316,752
B Cash flow from investing activities		
Decrease / (Increase) in short term deposits placed with bank	(4,100,527)	(6,292,043)
Proceeds from redemption of non-current investments	1,363,539	-
Interest received on fixed deposit	2,989,690	2,990,785
Net cash generated from / (used in) investing activities - B	252,702	(3,301,258)
C Cash flow from financing activities - C	-	-
Net increase in cash and cash equivalents (A+B+C)	2,623,201	1,015,494
Cash and cash equivalent as at the beginning of the year	3,781,523	2,766,028
Cash and cash equivalent as at the end of the year (refer note below)	6,404,724	3,781,523
Note:		
Cash and cash equivalents include the following:		
In current accounts	6,404,724	853,297
In deposit accounts	-	2,928,226
	6,404,724	3,781,523

As per our report of even date attached

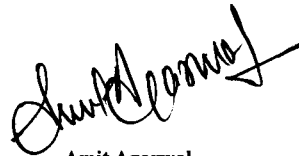
For NGS & Co. LLP
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R. P. Soni
Partner
Membership No.: 104796



Mumbai
27 April 2018

For and on behalf of the Board of Directors


Amit Agarwal
Director
DIN: 06396342


Pawan Kumar Agarwal
Director
DIN: 01056455


Ashvini Kaluskar
Company secretary
Mumbai
27 April 2018

Allium Finance Private Limited

Notes to the financial statements

for the year ended 31 March 2018

(Currency: Indian rupees)

1. Significant accounting policies

1.1 Background

Allium Finance Private Limited ('the Company') is registered with the Reserve Bank of India ('RBI') as a Systemically Important Non Deposit Accepting Non Banking Financial Company (non-deposit accepting). The Company was incorporated on 18 March 2008 and engaged lending and investments business.

1.2 Basis of preparation of financial statements

The accompanying financial statements are prepared and presented in accordance with Indian Generally Accepted Accounting Principles (GAAP) under the historical cost convention, on the accrual basis of accounting, unless otherwise stated, and comply with the Accounting Standards as prescribed under Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014, the provisions of the Companies Act, 2013, (hereinafter together referred to as 'the Act') and the Schedule III to the Act and circulars and guidelines issued by the Reserve Bank of India ('RBI'). The financial statements are presented in Indian rupees.

The Company being a NBFC registered with RBI follows the guidelines issued by the RBI, in respect of income recognition, provisioning for non-performing assets and valuation of investments.

1.3 Use of estimates

The preparation of the financial statements in conformity with the generally accepted accounting principles requires the management to make estimates and assumptions that affect the reported amount of assets, liabilities, revenues and expenses and disclosure of contingent liabilities as on the date of the financial statements. Actual results could differ from the estimates. Any revision to accounting estimates is recognised prospectively in current and future periods.

1.4 Current/non-current classification

All assets and liabilities are classified into current and non-current.

Assets

An asset is classified as current when it is expected to be realized in, or is intended for sale or consumption in, the company's normal operating cycle or it is held primarily for the purpose of being traded or it is expected to be realized within 12 months after the reporting date or it is cash or cash equivalent unless it is restricted from being exchanged or expected to be used to settle a liability for at least 12 months after the reporting date. Current assets include the current portion of non-current assets. All other assets are classified as non-current.



Allium Finance Private Limited

Notes to the financial statements *(continued)*

for the year ended 31 March 2018

(Currency: Indian rupees)

1. Significant accounting policies *(continued)*

1.4 Current/non-current classification *(continued)*

Liabilities

A liability is classified as current when it is expected to be settled in the company's normal operating cycle or it is held primarily for the purpose of being traded or it is due to be settled within 12 months after the reporting date or the company does not have an unconditional right to defer settlement of the liability for at least 12 months after the reporting date. Terms of the liability that could, at the option of the counterparty, result in its settlement by the issue of equity instruments do not affect its classification. Current liabilities include current portion of non-current liabilities. All other liabilities are classified as non-current.

1.5 Revenue recognition

- a) Interest income is recognised on accrual basis except in case of Non Performing Assets, which is recognised on receipt basis, as per the RBI guidelines.
- b) Dividend income is recognised when the right to receive payment is established.
- c) Gain / Yield on Security Receipts is accounted for, based on the redemption advice received from the trust.

1.6 Provisioning on advances

Provision for non performing assets is based on the management's assessment of the degree of impairment of the loan asset and the level of provisioning required as per the prudential norms prescribed by the RBI.

Provision for standard assets is being made on the basis of prudential norms laid down by the RBI.

1.7 Impairment of assets

The Company assesses at each balance sheet date whether there is any indication that an asset may be impaired based on internal/external factors. If any such indication exists, the Company estimates the recoverable amount of the asset. If such recoverable amount of the asset is less than its carrying amount, the carrying amount is reduced to its recoverable amount. The reduction is treated as an impairment loss and is recognized in the statement of profit and loss. If at the balance sheet date there is an indication that a previously assessed impairment loss no longer exists, the recoverable amount is reassessed and the asset is reflected at the recoverable amount subject to a maximum of the depreciable historical cost.



Allium Finance Private Limited

Notes to the financial statements *(continued)* for the year ended 31 March 2018

(Currency: Indian rupees)

1. Significant accounting policies *(continued)*

1.8 Investments

Investments are classified into long term investments and current investments. Investments which are intended to be held for one year or more are classified as long term investments and investments which are intended to be held for less than one year are classified as current investments.

Long term investments are carried at cost less other than diminution in value which is temporary, determined separately for each investment.

Current investments are carried at lower of cost and fair value. The comparison of cost and fair value is done separately in respect of each investment. In case of investments in mutual funds, the net asset value of units declared by the mutual funds is considered as the fair value.

1.9 Taxation

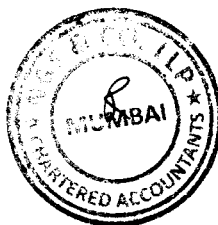
Tax expense comprises current tax (i.e. amount of tax for the period determined in accordance with the Income-Tax Act, 1961) and deferred tax charge or credit (reflecting the tax effect of timing differences between accounting income and taxable income for the period).

Current tax

Provision for current tax is recognised based on estimated tax liability computed after adjusting for allowances, disallowances and exemptions in accordance with the tax laws applicable.

Deferred taxation

The deferred tax charge or credit and the corresponding deferred tax liabilities and assets are recognized using the tax rates that have been enacted or substantively enacted by the balance sheet date. Deferred tax assets are recognised only to the extent there is reasonable certainty that the asset can be realised in future; however, where there is unabsorbed depreciation or carried forward loss under taxation laws, deferred tax assets are recognised only if there is a virtual certainty of realisation of the assets. Deferred tax assets are reviewed as at each balance sheet date and written down or written-up to reflect the amount that is reasonable/virtually certain (as the case may be) to be realised.



Allium Finance Private Limited

Notes to the financial statements (continued)

for the year ended 31 March 2018

(Currency: Indian rupees)

1. Significant accounting policies (continued)

1.10 Employee benefits

The accounting policy followed by the Company in respect of its employee benefit schemes in accordance with Accounting Standard 15 (revised 2005), is set out below:

Gratuity

The Company's gratuity scheme is a defined benefit plan. The Company's net obligation in respect of the gratuity benefits scheme is calculated by estimating the amount of future benefit that the employees have earned in return for their service in the current and prior periods. This benefit is discounted to determine its present value and the fair value of any plan assets, if any, is deducted.

The present value of the obligation under such benefit plan is determined based on actuarial valuation carried out by an independent actuary using the Projected Unit Credit Method which recognizes each period of service as giving rise to additional unit of employee benefit entitlement and measures each unit separately to build up the final obligation.

The obligation is measured at present values of estimated future cash flows. The discounted rates used for determining the present value are based on the market yields on Government Securities as at the balance sheet date.

Actuarial gains and losses are recognised immediately in the statement of profit and loss.

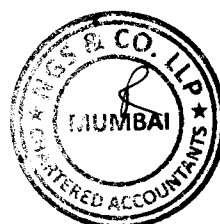
Compensated Absences

The eligible employees of the Company are permitted to carry forward certain number of their annual leave entitlement to subsequent years, subject to a ceiling. The Company recognises the charge to the statement of profit and loss and corresponding liability on account of such non-vesting accumulated leave entitlement as per AS 15 – Accounting for employee benefits based on a valuation by an independent actuary.

1.11 Earnings per share

The Company reports basic and diluted earnings per share in accordance with Accounting Standard 20 – “Earnings Per Share” as prescribed under Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014. Basic earnings per share is computed by dividing the net profit after tax attributable to the equity shareholders for the year by the weighted average number of equity shares outstanding during the year.

Diluted earnings per share reflect the potential dilution that could occur if securities or other contracts to issue equity shares were exercised or converted during the year. Diluted earnings per share is computed by dividing the net profit after tax attributable to the equity shareholders for the year by the weighted average number of equity shares considered for deriving basic earnings per share and weighted average number of equity shares that could have been issued upon conversion of all potential equity shares.



Allium Finance Private Limited

Notes to the financial statements (*continued*)

for the year ended 31 March 2018

(Currency: Indian rupees)

1. Significant accounting policies (*continued*)

1.12 Provisions and contingencies

The Company creates a provision when there is present obligation as a result of a past event that probably requires an outflow of resources and a reliable estimate can be made of the amount of the obligation. A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. When there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made.

Provisions are reviewed at each balance sheet date and adjusted to reflect the current best estimate. If it is no longer probable that the outflow of resources would be required to settle the obligation, the provision is reversed.

Contingent assets are not recognised in the financial statements. However, contingent assets are assessed continually and if it is virtually certain that an economic benefit will arise, the asset and related income are recognised in the period in which the change occurs.

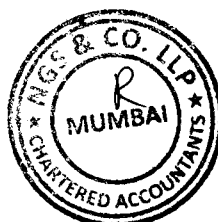


Allium Finance Private Limited

Notes to the financial statements (Continued)

(Currency: Indian rupees)

	As at 31 March 2018	As at 31 March 2017
2.1 Share capital		
(a) Authorised :		
2,100,000 (Previous year: 2,100,000) Equity shares of ₹ 10 each	21,000,000	21,000,000
55,00,000 (Previous year: 55,00,000) Preference shares of ₹ 10 each	55,000,000	55,000,000
	<u>76,000,000</u>	<u>76,000,000</u>
(b) Issued, subscribed and paid up:		
1,734,339 (Previous year: 1,734,339) Equity shares of ₹ 10 each, fully paid-up	17,343,390	17,343,390
5,019,385 (Previous year: 5,019,385) 0.01% - Compulsorily Convertible Non-cumulative Preference shares - "Series A" of ₹ 10 each, fully paid up	50,913,850	50,913,850
	<u>68,257,240</u>	<u>68,257,240</u>
(c) The movement in share capital during the year :		
(i) Equity shares		
	31 March 2018	31 March 2017
	No of shares Amount	No of shares Amount
Share capital at the beginning of the year	1,734,339 17,343,390	1,734,339 17,343,390
Share capital issued during the year	- -	- -
Share capital at the end of the year	<u>1,734,339 17,343,390</u>	<u>1,734,339 17,343,390</u>
(ii) 0.01% - Compulsorily Convertible Non- cumulative Preference shares - "Series A"		
	31 March 2018	31 March 2017
	No of shares Amount	No of shares Amount
Share capital at the beginning of the year	5,091,385 50,913,850	5,091,385 50,913,850
Share capital issued during the year	- -	- -
Share capital at the end of the year	<u>5,091,385 50,913,850</u>	<u>5,091,385 50,913,850</u>
(d) Details of Equity shareholders holding more than 5% shares in the Company:		
	31 March 2018	31 March 2017
	No of shares % holding in the class	No of shares % holding in the class
Edelweiss Commodities Services Limited	800,000 46%	800,000 46%
RMS Automation Systems Limited	800,000 46%	800,000 46%
EW India Special Assets Fund Pte. Limited	134,339 8%	134,339 8%
	<u>1,734,339 100%</u>	<u>1,734,339 100%</u>
(e) Details of Preference shareholders holding more than 5% shares in the Company:		
	31 March 2018	31 March 2017
0.01% Compulsorily Convertible Non- cumulative Preference Shares - "Series A"	No of shares % holding in the class	No of shares % holding in the class
Edelcap Securities Limited	991,056 19%	991,056 19%
EW India Special Assets Fund Pte. Limited	4,100,329 81%	4,100,329 81%
	<u>5,091,385 100%</u>	<u>5,091,385 100%</u>



Allium Finance Private Limited

Notes to the financial statements (Continued)

(Currency: Indian rupees)

2.1 Share capital (Continued)

(f) Terms/rights attached to equity shares

The Company has only one class of equity shares having par value of ₹ 10 per share. Each holder of equity shares is entitled to one vote per share held.

In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the Company, after distribution of all preferential amounts.

The distribution will be in proportion to the number of equity shares held by the shareholders.

(g) Terms/rights attached to 0.01% - Compulsorily Convertible Non- cumulative Preference shares - "Series A" (CCPS-A)

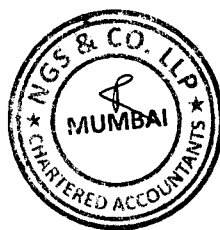
The Preference Shares of the face value of ₹ 10 each were issued at the rate of ₹ 125 per share. The Preference Shares are Compulsorily Convertible. The Preference Shares carry a Non-cumulative dividend of 0.01%. During the term of the CCPS- A, the shareholder can convert any or all the CCPS-A into 1 equity share of ₹ 10 each.

1,44,224 Preference Shares were allotted on February 7, 2012. The Shares remaining outstanding as at January 31, 2022, shall be compulsorily converted into 1 equity shares of ₹ 10 each.

4,947,161 Preference Shares were allotted on December 13, 2012. The Shares remaining outstanding as at December 31, 2022, shall be compulsorily converted into 1 equity shares of ₹ 10 each.

	As at 31 March 2018	As at 31 March 2017
2.2 Reserves and surplus		
Securities premium account - Opening balance	624,808,260	624,808,260
Add : Additions during the year	-	-
Closing balance	624,808,260	624,808,260
Special Reserve under Section 45-IC of the Reserve Bank of India Act, 1934, of India - Opening balance (*)	3,885,373	3,885,373
Add : Additions during the year	-	-
Closing Balance	3,885,373	3,885,373
Surplus in statement of profit and loss		
Opening balance	(55,866,610)	(37,266,303)
Add: loss for the year	(5,237,936)	(18,600,305)
Closing balance	(61,104,546)	(55,866,608)
	<u>567,589,087</u>	<u>572,827,025</u>

(*) Represents reserve created @ 20% of the profit after tax for the year as per the provisions of section 45-IC of the Reserve Bank of India Act, 1934.



Allium Finance Private Limited

Notes to the financial statements (Continued)

(Currency: Indian rupees)

	As at 31 March 2018	As at 31 March 2017
2.3 Long-term provisions		
Provision for employee benefits		
Gratuity	12,718	143,718
Compensated leave absences	5,000	22,000
Others		
Provision for non performing assets	120,000,000	120,000,000
Provision for standard assets	27,000	47,250
	<u>120,044,718</u>	<u>120,212,968</u>

2.4 Trade payables

Trade payables to related parties	8,525	114,376
Others	1,465,740	368,411
	<u>1,474,265</u>	<u>482,787</u>



Allium Finance Private Limited

Notes to the financial statements (Continued)

(Currency: Indian rupees)

2.5 Other current liabilities

	As at 31 March 2018	As at 31 March 2017
Accrued salaries and benefits	440,000	440,000
Withholding tax, service tax and other statutory dues payable	334,845	286,673
Others	732	732
	<u>775,577</u>	<u>727,405</u>

2.6 Short-term provisions

Provision for employee benefits		
Gratuity	-	28,000
Compensated leave absences	1,000	6,000
Provision for standard assets	27,000	18,808
Provision for taxation (net of advance tax and tax deducted at source)	283,859	2,159,692
	<u>311,859</u>	<u>2,212,500</u>

2.7 Non-current investments - at cost

	As at 31 March 2018			As at 31 March 2017		
	Face Value	Quantity	Amount	Face Value	Quantity	Amount
Others (unquoted)						
Investments in Security Receipts						
- EARC - SAF 1 -Trust	1,000	255,000	255,000,000	1,000	255,000	255,000,000
- EARC - SAF 2 -Trust	349	10,000	3,485,095	485	10,000	4,848,634
			<u>258,485,095</u>			<u>259,848,634</u>



Allium Finance Private Limited

Notes to the financial statements (Continued)

(Currency: Indian rupees)

	As at 31 March 2018	As at 31 March 2017
2.8 Deferred tax assets		
Disallowances under section 43B of the Income Tax Act, 1961	4,820	61,713
Provision for non-performing assets and standard assets	30,913,905	37,100,412
	30,918,725	37,162,125

2.9 Long-term loans and advances

Secured, considered good

Receivable from financing business

- considered performing asset

6,749,942

13,500,000

Secured, considered doubtful

- considered non performing asset

400,000,000

400,000,000

Unsecured, considered good

Advance tax and tax deducted at source (net of provision for taxation)

472,197

292,501

407,222,139

413,792,501

2.10 Cash and bank balances

Cash and cash equivalents

- in current accounts

6,404,724

853,297

- in fixed deposits with maturity less than 3 months

-

2,928,226

Other bank balances

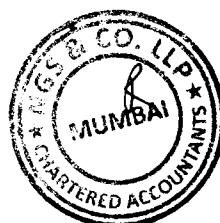
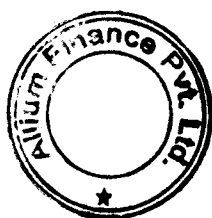
- Short term deposits with banks

44,510,801

40,410,274

50,915,525

44,191,797



Allium Finance Private Limited

Notes to the financial statements (Continued)

(Currency : Indian rupees)

2.11 Short-term loans and advances

Secured, considered good

Receivable from financing business

- considered good

As at
31 March 2018

As at
31 March 2017

6,750,000

5,373,673

Secured, considered doubtful

- considered non performing asset

-

-

6,750,000

5,373,673

Unsecured, considered good

Other loans and advances

Prepaid expenses

37,867

10,084

Loans and advances to employees

-

115,000

Vendor advances

11,236

11,237

Cenvat and VAT Assets

1,790,404

1,437,519

Advance tax and tax deducted at source (net of provision)

-

368,140

MAT credit entitlement

159,875

437

Advances recoverable in cash or in kind or for value to be received

5,000

-

2,004,382

1,942,417

8,754,382

7,316,090

2.12 Other current assets

Accrued interest on fixed deposits

322,781

338,288

Accrued interest on loans given

1,834,099

2,070,490

2,156,880

2,408,778

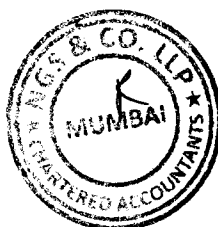


Allium Finance Private Limited

Notes to the financial statements (Continued)

(Currency: Indian rupees)

	For the year ended 31 March 2018	For the year ended 31 March 2017
2.13 Fee and commission income		
Advisory and other fees	-	15,500,000
	<u>-</u>	<u>15,500,000</u>
2.14 Interest income		
On loans	2,405,924	2,558,543
On fixed deposits	2,974,183	2,955,119
On investment in security receipts	545,800	127,891
On others	-	5,384
	<u>5,925,907</u>	<u>5,646,937</u>

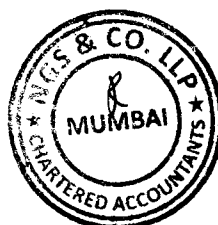


Allium Finance Private Limited

Notes to the financial statements (Continued)

(Currency: Indian rupees)

	For the year ended 31 March 2018	For the year ended 31 March 2017
2.15 Employee benefit expenses		
Salaries and wages	1,546,383	2,226,640
Contribution to provident and other funds (refer note 2.36)	33,845	57,445
Staff welfare expenses	16,775	30,230
	<u>1,597,003</u>	<u>2,754,315</u>
2.16 Finance costs		
Interest - others	-	117,361
Bank charges	29	58
	<u>29</u>	<u>117,419</u>



Allium Finance Private Limited

Notes to the financial statements (Continued)

(Currency: Indian rupees)

For the year ended
31 March 2018

For the year ended
31 March 2017

2.17 Other expenses

Auditors' remuneration	75,000	75,000
Communication	(403)	754
Computer expenses	60,918	25,193
Clearing and custodian charges	-	14,064
Electricity charges (refer note 2.37)	18,106	68,944
Legal and professional fees	2,403,704	3,281,131
Membership and subscription	(9,042)	36,646
Office expenses	131,742	151,921
Printing and stationery	233	4,780
Provision for standard assets	(12,058)	9,436
Provision for non performing asset	-	40,000,000
Rates and taxes	3,943	3,355
Rent (refer note 2.37)	187,853	417,570
ROC expenses	610	1,800
Service tax expenses	135,998	547,621
Travelling and conveyance	(6,905)	584,745
	<u>2,989,699</u>	<u>45,222,960</u>

Auditors' remuneration:

As auditor	75,000	75,000
	<u>75,000</u>	<u>75,000</u>



Allium Finance Private Limited

Notes to the financial statements for the year ended 31 March 2018 (continued)

(Currency: Indian rupees)

2.18 Segment reporting

The Company is into business of financing, and accordingly it operates in one segment only. Hence, no segmental disclosure is separately required to be made under Accounting Standard 17 on "Segment Reporting".

2.19 Disclosure as required by Accounting Standard 18 – "Related Party Disclosure" as prescribed under Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014

(i) **Names of related parties which exercise significant influence over the Company**

Edelweiss Commodities Services Limited
RMS Automation Systems Limited

(ii) **Holding company of the entity which exercise significant influence over the Company**

Edelweiss Financial Services Limited, the holding company of Edelweiss Commodities Services Limited

(iii) **Transactions with related parties:**

Sr. No.	Nature of transaction	Related party name	2017-18	2016-17
(I)	Current account transactions			
	Cost reimbursements paid to	Edelweiss Financial Services Limited	10,595	35,482
		Edelweiss Commodities Services Limited	67,042	298,158
	Reimbursements paid to	Edelweiss Financial Services Limited	45,346	618,755
		Edelweiss Commodities Services Limited	1,864,312	5,941,170
(II)	Balances with related parties			
	Trade payables to	Edelweiss Financial Services Limited	71,657	71,657
		Edelweiss Commodities Services Limited	8,522	-



Allium Finance Private Limited

Notes to the financial statements for the year ended 31 March 2018 (continued)

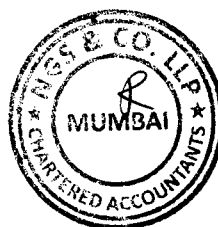
(Currency: Indian rupees)

2.20 Earnings per share

In accordance with Accounting Standard 20 on Earnings Per Share notified under section 133 of the Companies Act 2013, read together with Rule 7 of the Companies (Accounts) Rules, 2014, the computation of earnings per share is set out below:

	For the year ended 31 March 2018	For the year ended 31 March 2017
a) Net amount attributable to equity shareholders (as per statement of profit and loss)	(5,236,936)	(18,600,305)
Calculation of weighted average number of equity shares of ₹ 10 each:		
– Number of shares at the beginning of the year	1,734,339	1,734,339
– Shares issued during the year (number of shares issued)	-	-
Total number of equity shares outstanding at the end of the year	1,734,339	1,734,339
b) Weighted average number of equity shares outstanding during the year (based on the date of issue of shares)	1,734,339	1,734,339
c) Number of dilutive potential equity shares	5,091,385	5,091,385
d) Basic earnings per share (in ₹) (a/b)	(3.02)	(10.72)
e) Diluted earnings per share (in ₹) {a / (b+c)}	(0.77)	(2.73)

The Company has issued compulsorily convertible non-cumulative preference shares which have been considered for the purpose of computing diluted earnings per share.



Allium Finance Private Limited

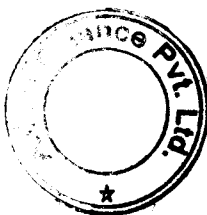
Notes to the financial statements for the year ended 31 March 2018 (continued)

(Currency: Indian rupees)

2.21 *Schedule to the Balance Sheet of a non-deposit taking non-banking financial company (as required in terms of Paragraph 13 of Non-Banking Financial (Non-Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2007. (Figures are as at 31 March 2018)*

(Amount in ₹ Lakhs)

	Amount Outstanding	Amount Overdue
<u>Liabilities side :</u>		
(1) Loans and advances availed by the NBFCs inclusive of interest accrued thereon but not paid:		
(a) Debentures : Secured	-	-
: Unsecured (other than falling within the meaning of public deposits *)	-	-
(b) Deferred Credits	-	-
(c) Term Loans	-	-
(d) Inter-Corporate Loans and Borrowing	-	-
(e) Commercial Paper	-	-
(f) Other loans:	-	-
(g) Loan from holding company	-	-
(* Please see Note 1 below)		
	Amount Outstanding	
<u>Assets side :</u>		
(2) Break-up of Loans and Advances including bills receivables [other than those included in (4) below]:		
(a) Secured		4,135.00
(b) Unsecured		-
(3) Break-up of Leased Assets and stock on hire and hypothecation loans counting towards AFC activities		
(i) Lease assets including lease rentals under sundry debtors :		-
(a) Financial Lease		-
(b) Operating Lease		-
(ii) Stock on hire including hire charges under sundry debtors:		-
(a) Assets on Hire		-
(b) Repossessed Assets		-
(iii) Hypothecation loans counting towards EL / HP activities :		-
(a) Loans where assets have been repossessed		-
(b) Loans other than (a) above		-



Allium Finance Private Limited

Notes to the financial statements for the year ended 31 March 2018 (continued)

(Currency: Indian rupees)

2.21 *Schedule to the Balance Sheet of a non-deposit taking non-banking financial company (as required in terms of Paragraph 13 of Non-Banking Financial (Non-Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2007. (Figures are as at 31 March 2018) (continued)*

(Amount in ₹ Lakhs)

		Amount Outstanding
(4)	Break-up of Investments	
	Current Investments:	
	1. <u>Quoted</u> :	
	(i) Shares : (a) Equity	-
	(b) Preference	-
	(ii) Debentures and Bonds	-
	(iii) Units of Mutual Funds	-
	(iv) Government Securities	-
	(v) Others	-
	2. <u>Unquoted</u> :	-
	(i) Shares : (a) Equity	-
	(b) Preference	-
	(ii) Debentures and Bonds	-
	(iii) Units of Mutual Funds	-
	(iv) Government Securities	-
	(v) Others (Debt instruments)	-
	Long Term investments :	
	1. <u>Quoted</u> :	
	(i) Shares : (a) Equity	-
	(b) Preference	-
	(ii) Debentures and Bonds	-
	(iii) Units of Mutual Funds	-
	(iv) Government Securities	-
	(v) Others	-
	2. <u>Unquoted</u> :	
	(i) Shares : (a) Equity	-
	(b) Preference	-
	(ii) Debentures and Bonds	-
	(iii) Units of Mutual Funds	-
	(iv) Government Securities	-
	(v) Others (securities receipts issued by trusts)	2,584.85
(5)	Borrower group-wise classification of all assets financed as in (2) and (3) above: (Please see Note 2 below)	
	Category	Amount (net of provisions)
		Secured Unsecured Total
	1. Related Parties**	
	(a) Subsidiaries	- - -
	(b) Companies in the same group	- - -
	(c) Other related parties	- - -
	2. Other than related parties	2,935.00 - 2,935.00
	Total	2,935.00 - 2,935.00



Allium Finance Private Limited

Notes to the financial statements for the year ended 31 March 2018 (continued)

(Currency: Indian rupees)

2.21 Schedule to the Balance Sheet of a non-deposit taking non-banking financial company (as required in terms of Paragraph 13 of Non-Banking Financial (Non-Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2007. (Figures are as at 31 March 2018) (continued)

(Amount in ₹ Lakhs)

(6) Investor group-wise classification of all investments (current and long term) in shares and securities (both quoted and unquoted) (Please see Note 3):		
Category	Market value / Break-up or fair value or NAV	Book value (net of provisions)
1. Related parties**		
(a) Subsidiaries	-	-
(b) Companies in the same group	-	-
(c) Other related parties	-	-
2. Other than related parties	2,584.85	2,584.85
Total	2,584.85	2,584.85
** As per Accounting Standard of ICAI (Please see note 3)		
(7) Other information		
Particulars	Amount	
(i) Gross non-performing assets		
(a) Related party	-	
(b) Other than related parties	4,000	
(ii) Net non-performing assets		
(a) Related party	-	
(b) Other than related parties	2,800	
(iii) Assets acquired in satisfaction of debts	-	

Notes:

- As defined in paragraph 2(1)(xii) of the Non-Banking Financial Companies Acceptance of Public Deposits (Reserve Bank) Directions, 1998
- Provisioning norms shall be applicable as prescribed in the Non-Banking Financial (Non-Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2007.
- All Accounting Standards and Guidance Notes issued by ICAI are applicable including for valuation of investments and other assets as also assets acquired in satisfaction of debt. However, market value in respect of quoted investments and break up/fair value/NAV in respect of unquoted investments should be disclosed irrespective of whether they are classified as long term or current in(4) above.



Allium Finance Private Limited

Notes to the financial statements for the year ended 31 March 2018 (continued)

(Currency: Indian rupees)

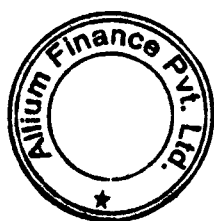
2.22 Capital to Risk Assets Ratio (CRAR)

		2018	2017
i)	CRAR (%)	89.50%	88.47%
ii)	CRAR - Tier I capital (%)	89.49%	88.46%
iii)	CRAR - Tier II Capital (%)	0.01%	0.01%
iv)	Amount of subordinated debt raised as Tier-II capital	-	-
v)	Amount raised by issue of Perpetual Debt Instruments	-	-

2.23 Investments

(₹ in Lakhs)

		2018	2017
1)	Value of investments		
	i Gross value of investments		
	a) In India	2,584.85	2,598.49
	b) Outside India	-	-
	Ii Provisions for depreciation		
	a) In India	-	-
	b) Outside India	-	-
	Iii Net value of investments		
	a) In India	2,584.85	2,598.49
	b) Outside India	-	-
2)	Movement of provisions held towards depreciation on investments		
	I Opening balance	-	-
	Ii Add : Provisions made during the year	-	-
	Iii Less : write-off / write-back of excess provisions during the year	-	-
	Iv Closing balance	-	-



Allium Finance Private Limited

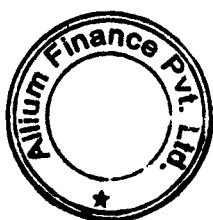
Notes to the financial statements for the year ended 31 March 2018 (continued)

(Currency: Indian rupees)

2.24 Exposure to real estate sector, both direct and indirect

(₹ in Lakhs)

			2018	2017
A	Direct Exposure			
	(i)	Residential mortgages -	-	-
		Lending fully secured by mortgages on residential property that is or will be occupied by the borrower or that is rented:	-	-
		- Individual housing loans up to ₹. 15 Lakh	-	-
		- Individual housing loans above ₹. 15 Lakh	-	-
	(ii)	Commercial real estate -		
		Lending secured by mortgages on commercial real estates (office buildings, retail space, multipurpose commercial premises, multi-family residential buildings, multi-tenanted commercial premises, industrial or warehouse space, hotels, land acquisition, development and construction, etc). Exposure includes non-fund based (NFB) limits.	4,135.00	4,188.74
		Investments in Mortgage Backed Securities (MBS) and other securitised exposures -		
		- Residential	-	-
		- Commercial real estate	-	-
B	Indirect exposure			
		Fund based and non-fund based exposures on National Housing Bank (NHB) and Housing Finance Companies (HFCs)	-	-



Allium Finance Private Limited

Notes to the financial statements for the year ended 31 March 2018 (continued)

(Currency: Indian rupees)

2.25 Movements in Non Performing Advances:

The following table sets forth, for the periods indicated, the details of movement of gross Non-performing assets (NPAs), net NPAs and provision

		(₹ in Lakhs)	
		2018	2017
i	Net NPAs to Net advances (%)	95.40%	93.69%
ii	Movement of NPAs (Gross)		
	a) Opening Balance	4,000	4,000
	b) Additions during the year	-	-
	c) Reductions during the year	-	-
	d) Closing balance	4,000	4,000
iii	Movement of NPAs (Net)		
	a) Opening Balance	2,800	3,200
	b) Additions during the year	-	-
	c) Reductions during the year	-	400
	d) Closing balance	2,800	2,800
iv	Movement of Provisions for NPAs (excluding provision on Standard assets)		
	a) Opening Balance	1,200	800
	b) Additions during the year	-	400
	c) Reductions during the year	-	-
	d) Closing balance	1,200	1,200

2.26 Break up of 'Provisions and Contingencies' shown under the head Expenditure in Statement of Profit and Loss

		(₹ in Lakhs)	
		2018	2017
i)	Provisions for depreciation on Investment	-	-
ii)	Provision towards NPA	-	400.00
iii)	Provision made towards Income tax	4.93	39.99
iv)	Provision for standard assets	(0.12)	0.09
v)	Other provision and contingencies		
	Provision for gratuity	(0.10)	(0.46)
	Provision for compensated absences	(0.22)	(0.07)



Allium Finance Private Limited

Notes to the financial statements for the year ended 31 March 2018 (continued)

(Currency: Indian rupees)

2.27 Concentration of Deposits, Advances, Exposures and NPAs

(₹ in Lakhs)

A)	Concentration of advances	2018	2017
	Total Advances to twenty largest borrowers	4,135.00	4,188.74
	% of Advances to twenty largest borrowers to total advances	100%	100%
B)	Concentration of exposures		
	Total Exposures to twenty largest borrowers / Customers	4,135.00	4,188.74
	% of Exposures to twenty largest borrowers / Customers to total advances	100%	100%
C)	Concentration of NPAs		
	Total exposures to top four NPAs	4,000.00	4,000.00
D)	Sector-wise NPAs		
		% of NPAs to Total Advances in that sector	
1	Agriculture and allied activities	0%	0%
2	MSME	0%	0%
3	Corporate borrowers	100%	100%
4	Services	0%	0%
5	Unsecured personal loans	0%	0%
6	Auto loans	0%	0%
7	Other personal loans	0%	0%

2.28 Asset Liability Management

Maturity pattern of certain items of assets and liabilities as at 31 March 2018

(₹ in Lakhs)

	1 day to 30/31 days (One month)	Over One month to 2 months	Over 2 months upto 3 months	Over 3 months to 6 months	Over 6 months to 1 year	Over 1 year to 3 years	Over 3 years to 5 years	Over 5 years	Total
Deposits	-	-	-	-	-	-	-	-	-
Advances	-	-	-	-	67.60	67.50	-	4,000.00	4,135.00
Investments	-	-	-	-	-	-	-	2,584.85	2,584.85
Borrowings	-	-	-	-	-	-	-	-	-
Foreign Currency assets	-	-	-	-	-	-	-	-	-
Foreign Currency liabilities	-	-	-	-	-	-	-	-	-



Allium Finance Private Limited

Notes to the financial statements for the year ended 31 March 2018 (continued)

(Currency: Indian rupees)

Maturity pattern of certain items of assets and liabilities as at 31 March 2017

(₹ in Lakhs)

	1 day to 30/31 days (One month)	Over One month to 2 months	Over 2 months upto 3 months	Over 3 months to 6 months	Over 6 months to 1 year	Over 1 year to 3 years	Over 3 years to 5 years	Over 5 years	Total
Deposits	-	-	-	-	-	-	-	-	-
Advances	-	-	53.24	-	-	135.00	-	4,000.00	4,188.74
Investments	-	-	-	-	2,550.00	48.49	-	-	2,598.49
Borrowings	-	-	-	-	-	-	-	-	-
Foreign Currency assets	-	-	-	-	-	-	-	-	-
Foreign Currency liabilities	-	-	-	-	-	-	-	-	-

2.29 Details of Single Borrower Limit and Borrower Group Limit exceeded by the Company:

RBI circular no. DNBR (PD) CC.No.002/03.10.001/2014-15 dated November 10, 2014 on Revised Regulatory Framework for NBFCs is applicable to the Non-Banking Financial Companies from the date of Circular (the applicable date). The provisions of the said circular including provisions on compliance with single borrower limit and borrower group limit are therefore applicable to the Company from the applicable date. The loans and advances and investment outstanding as on 31 March 2018, were made by the Company before the applicable date and since there is no change / movement in the said details after the applicable date, the disclosure of compliance with single borrower limit and borrower group limit are not made in the financial statements.

2.30 Capital market exposure

The Company did not have any capital market exposure as at 31 March 2018 and 31 March 2017.

2.31 Customer complaints

	Particulars	2018	2017
(a)	No. of complaints pending at the beginning of the year	-	-
(b)	No. of complaints received during the year	-	-
(c)	No. of complaints redressed during the year	-	-
(d)	No. of complaints pending at the end of the year	-	-

2.32 Details of dues to micro, medium and small enterprises

Trade payables includes ₹. Nil (Previous year: ₹. Nil) payable to "Suppliers" registered under the Micro, Small and Medium Enterprises Development Act, 2006. No interest has been paid / is payable by the Company during the year to "Suppliers" registered under this act. The aforementioned is based on the responses received by the Company to its inquiries with suppliers with regard to applicability under the said act.



Allium Finance Private Limited

Notes to the financial statements for the year ended 31 March 2018 (continued)

(Currency: Indian rupees)

2.33 The Company has not restructured any loans and advances during the year ended 31 March 2018 and 31 March 2017.

2.34 **Capital commitment and contingent liability**

The Company has no capital commitments and contingent liabilities as at balance sheet date (Previous year: ₹ Nil)

2.35 **Foreign currency**

The Company has not earned/ incurred any income/ expenditure in foreign currency during the year (Previous year: ₹ Nil)

2.36 **Disclosure pursuant to Accounting Standard 15 (Revised) - Employee benefits**

A) Defined contribution plan (provident fund):

Amount of ₹ 33,809 (previous year: ₹ 57,445) is recognised as expenses and included in "Employee benefit expenses".

B) Defined benefit plan (gratuity):

The following tables summarize the components of the net employee benefit expenses recognised in the statement of profit and loss and amount recognised in the balance sheet for the gratuity benefit plan

Statement of profit and loss

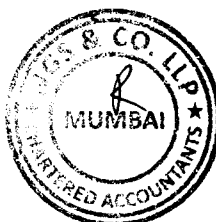
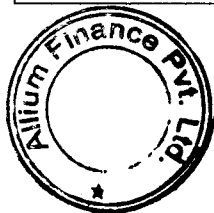
Net employee benefit expenses (recognized in employee cost)

Particulars	2017-18	2016-17
Current service cost	5,000	31,000
Interest on defined benefit obligation	2,000	9,718
Expected return on plan assets	-	-
Net actuarial losses/(gains) recognized in the year	-	-
Past service cost	-	-
Actuarial (gain) or losses	(17,000)	4,000
Total included in 'Employee benefit expense'	(10,000)	44,718

Balance Sheet

Details of provision for gratuity

Particulars	As at 31 March 2018	As at 31 March 2017
Liability at the end of the year	12,718	171,718



Allium Finance Private Limited

Notes to the financial statements for the year ended 31 March 2018 (continued)

(Currency: Indian rupees)

2.36 Disclosure pursuant to Accounting Standard 15 (Revised) - Employee benefits (continued)

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

Particulars	As at 31 March 2018	As at 31 March 2017
Liability at the beginning of the year	171,718	218,000
Transfer in / (out)	(149,000)	(91,000)
Interest cost	2,000	9,718
Current service cost	5,000	31,000
Past service cost (non vested benefit)	-	-
Past service cost (vested benefit)	-	-
Benefits Paid	-	-
Actuarial (gain)/loss	(17,000)	4,000
Liability at the end of the year	12,718	171,718

Principal actuarial assumptions at the balance sheet date:

Particulars	2018	2017
Discount rate	7.30%	6.80%
Salary escalation	7%	7%
Employee attrition rate	13%-25%	13%-25%

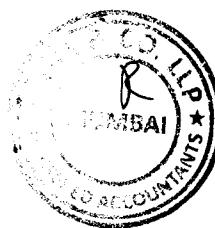
Amount recognised in the balance sheet::

Particulars	2018	2017	2016	2015	2014
Liability at the end of the year	12,718	171,718	218,000	117,000	70,386
Fair value of plan assets at the end of the year	-	-	-	-	-
Amount recognized in balance sheet – asset/(liability)	12,718	171,718	218,000	117,000	70,386

Experience adjustment :

Particulars	2018	2017	2016	2015	2014
On plan liabilities: (Gain)/ Loss	(16000)	(1,000)	51,000	13,000	9,000

- 2.37 Edelweiss Commodities Securities Limited, being the entity exercising significant influence over the Company incurs expenditure like rent and electricity expenditure which is for the benefit of the Company. This cost so expended is reimbursed by the Company on the basis of number of employees, area occupied by employees for other companies, actual identifications etc. Accordingly, and as identified by the management, the expenditure heads in notes 2.17 are gross of reimbursements.



Allium Finance Private Limited

Notes to the financial statements for the year ended 31 March 2018 (continued)

(Currency: Indian rupees)

2.38 Disclosure on Specified Bank notes (SBN's) pursuant to notification as per amended Schedule III of the Companies Act, 2013:

Not applicable for financial year 2017-18

For financial year 2016-17

Particulars	SBNs	Other denomination notes	Total
Closing cash in hand as on 08.11.2016	-	-	-
Add: Permitted receipts	-	-	-
Less: Permitted payments	-	-	-
Less: Amount deposited in Banks	-	-	-
Closing cash in hand as on 30.12.2016	-	-	-
Note: For the purpose of this clause, the term Specified Bank Notes (SBNs) means the bank notes of denominations of the existing series of the value of five hundred rupees and one thousand rupees as defined under the notification of the Government of India, in the Ministry of Finance, Department of Economic Affairs no. S.O. 3407(E), dated the 8 November, 2016.			

As per our report of even date attached.

For NGS & Co. LLP

Chartered Accountants

Firm Registration No.: 119850W

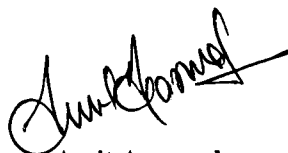


R. P. Soni

Partner

Membership No.: 104796

For and on behalf of the Board of Directors



Amit Agarwal

Director

DIN: 01056455



Pawan Kumar Agarwal

Director

DIN: 01056455



Mumbai
27 April, 2018



Ashvini Kaluskar

Company secretary

Mumbai

27 April, 2018