

Allium Finance Private Limited

Financial Statements
together with Auditors' Report
for the year ended 31 March 2017

Allium Finance Private Limited

Financial statements together with Auditors' Report *for the year ended 31 March 2017*

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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 2017, 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.

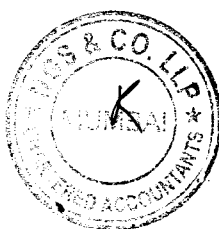
We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material 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 2017, and its loss and its cash flows for the year ended on that date.



B - 46, 3rd Floor, Pravasi Estate, V N Road, Goregaon (E), Mumbai - 400 063.

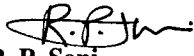
Tel.: +91. 22. 4217 3337 | Email: info@ngsco.in

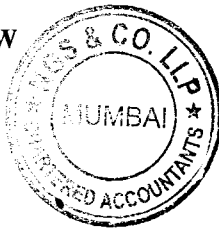
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Report on Other Legal and Regulatory Requirements

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 2017, taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2017, 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;
 - iii. there were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company;
 - iv. the Company did not have any holdings or dealings in Specified Bank Notes during the period from 8 November 2016 to 30 December 2016 – Refer Note 2.38.

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


R. P. Soni
Partner
Membership No.:104796



Place: Mumbai
Date: 15 May 2017

Annexure 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 2017, we report that:

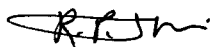
- (i) Based on our examination of documents and records, the Company does not own any fixed assets as at balance sheet date. Therefore, the provisions of clause 3(i)(a) to 3(i)(c) of the Companies (Auditor's Report) Order, 2016 are not applicable to the Company.
- (ii) Based on our examination of documents 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 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.

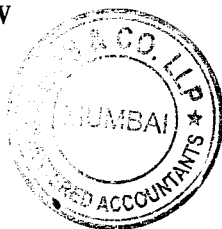
 According to the information and explanations given to us, no undisputed amounts payable in respect of provident fund, income-tax, service tax, cess and other material statutory dues were outstanding, at the year end, for a period of more than six months from the date they became payable.
- (b) According to the information and explanations given to us, there are no dues of income tax, service tax, 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: 15 May 2017

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 2017 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.



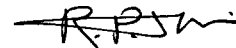
Inherent Limitations of Internal Financial Controls Over Financial Reporting MUMBAI • INDORE • CHITTORGARH

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 2017, 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.

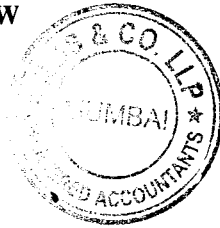
For NGS & Co. LLP
Chartered Accountants
Firm Registration No.: 119850W



R. P. Soni

Partner

Membership No.: 104796



Place: Mumbai

Date: 15 May 2017

Allium Finance Private Limited

Balance sheet

(Currency: Indian rupees)

EQUITY AND LIABILITIES

Shareholders' funds

Share capital

Reserves and surplus

Non-current liabilities

Long-term provisions

Current liabilities

Trade payables

Total outstanding dues of micro enterprises and small enterprises

Total outstanding dues of creditors other than micro enterprises and small enterprises

Other current liabilities

Short-term provisions

Note	As at 31 March 2017	As at 31 March 2016
2.1	68,257,240	68,257,240
2.2	572,827,025	591,427,330
	<u>641,084,265</u>	<u>659,684,570</u>
2.3	120,212,968	201,000
2.32	-	-
2.4	482,787	1,471,332
2.5	727,405	2,484,325
2.6	2,212,500	80,644,127
	<u>764,719,925</u>	<u>744,485,354</u>

ASSETS

Non-current assets

Non-current investments

Deferred tax assets

Long-term loans and advances

2.7	259,848,634	259,848,634
2.8	37,162,125	24,815,673
2.9	413,792,501	135,926,830
	<u>710,803,260</u>	<u>420,591,137</u>

Current assets

Cash and bank balances

Short-term loans and advances

Other current assets

2.10	44,191,797	36,884,259
2.11	7,316,090	284,729,820
2.12	2,408,778	2,280,138
	<u>53,916,665</u>	<u>323,894,217</u>
	<u>764,719,925</u>	<u>744,485,354</u>

Significant accounting policies and notes to the financial statements.

1 & 2

As per our report of even date attached

For NGS & Co. LLP

Chartered Accountants

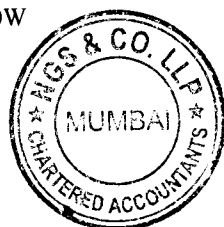
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R.P. Soni

R. P. Soni

Partner

Membership No.: 104796



For and on behalf of the Board of Directors

Amit Agarwal

Amit Agarwal

Director

DIN: 06396342

Pawan Kumar Agarwal

Pawan Kumar Agarwal

Director

DIN: 01056455

Ashvini Kaluskar

Ashvini Kaluskar

Company secretary

Mumbai

15 May 2017

Mumbai

15 May 2017

Allium Finance Private Limited

Statement of Profit and Loss

(Currency: Indian rupees)

	Note	For the year ended 31 March 2017	For the year ended 31 March 2016
Revenue from operations			
Fee and commission income	2.13	15,500,000	-
Interest income	2.14	5,646,937	6,318,313
Total revenue		21,146,937	6,318,313
Expenses			
Employee benefit expenses	2.15	2,754,315	2,595,330
Finance costs	2.16	117,419	198
Other expenses	2.17	45,222,960	42,597,082
Total expenses		48,094,694	45,192,610
Loss before tax		(26,947,757)	(38,874,297)
Tax expense			
Current tax		3,999,000	(349,860)
MAT credit entitlement		-	(437)
Deferred tax benefit		(12,346,452)	(11,341,525)
Loss for the year		(18,600,305)	(27,182,475)
Earnings per equity share (₹) (face value of ₹ 10 each):	2.20		
(1) Basic		(10.72)	(15.67)
(2) Diluted		(2.73)	(3.98)

Significant accounting policies and notes to the financial statements.

1 & 2

As per our limited review report of even date attached

For NGS & Co. LLP

Chartered Accountants

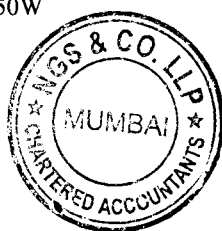
Firm Registration No.: 119850W

R.P.Soni

R. P. Soni

Partner

Membership No.: 104796



For and on behalf of the Board of Directors

Amit Agarwal

Amit Agarwal

Director

DIN: 06396342

Pawan Kumar Agarwal

Pawan Kumar Agarwal

Director

DIN: 01056455

Ashvini Kaluskar

Ashvini Kaluskar

Company secretary

Mumbai

15 May 2017

Mumbai

15 May 2017

Allium Finance Private Limited

Cash Flow Statement

(Currency: Indian rupees)

A Cash flow from operating activities

Loss before taxation

Adjustments for

Provision for gratuity

Provision for compensated absences

Provision for standard assets

Provision for non-performing asset

Interest income on fixed deposit

Operating cash flow before working capital changes

Adjustments for working capital changes

Decrease in receivable from financing business

Increase in other assets

Increase / (Decrease) in current liabilities and provisions

Cash generated from operations

Income taxes paid

Net cash generated from operating activities - A

B Cash flow from investing activities

Increase in short term deposits placed with bank

Proceeds from redemption of non-current investments

Interest received on fixed deposit

Net cash used in investing activities - B

C Cash flow from financing activities - C

Net Increase / (Decrease) in cash and cash equivalents (A+B+C)

Cash and cash equivalent as at the beginning of the year

Cash and cash equivalent as at the end of the year (refer note below)

Note:

Cash and cash equivalents include the following:

In current accounts

In deposit accounts

For the year ended
31 March 2017

For the year ended
31 March 2016

(26,947,757)

(38,874,297)

(46,282)

101,000

(7,000)

15,000

9,436

(18,378)

40,000,000

40,000,000

(2,955,119)

(1,886,444)

10,053,278

(663,119)

-

11,126,327

(1,076,902)

(41,988)

(2,745,466)

1,574,678

6,230,910

11,995,898

(1,914,157)

(403,339)

4,316,753

11,592,559

(6,292,043)

(34,118,231)

-

2,852,904

2,990,785

1,754,798

(3,301,258)

(29,510,529)

-

-

1,015,495

(17,917,970)

2,766,028

20,683,998

3,781,523

2,766,028

853,297

17,431

2,928,226

2,748,597

3,781,523

2,766,028

As per our report of even date attached

For NGS & Co. LLP

Chartered Accountants

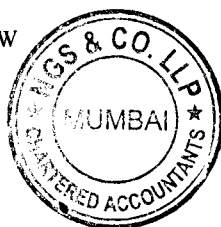
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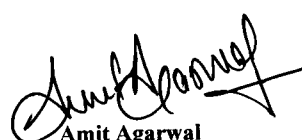
R. P. Soni

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

15 May 2017

Mumbai

15 May 2017

Allium Finance Private Limited

Notes to the financial statements

for the year ended 31 March 2017

(Currency: Indian rupees)

1. Significant accounting policies

1.1 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 (to the extent notified), (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.

1.2 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.

1.3 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.

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.



Allium Finance Private Limited

Notes to the financial statements (*continued*)

for the year ended 31 March 2017

(Currency: Indian rupees)

1. Significant accounting policies (*continued*)

1.4 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.

1.5 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.

1.6 Impairment of assets

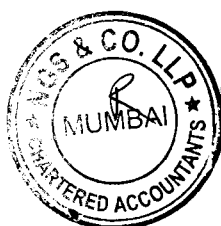
The Company assesses at each balance sheet date whether there is any indication that an asset may be impaired based on internal/external factors. If any such indication exists, the Company estimates the recoverable amount of the asset. If such recoverable amount of the asset is less than its carrying 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.

1.7 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.



Allium Finance Private Limited

Notes to the financial statements (*continued*)

for the year ended 31 March 2017

(Currency: Indian rupees)

1. Significant accounting policies (*continued*)

1.8 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.

1.9 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:

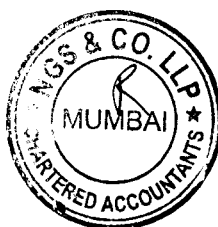
Gratuity

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.



Allium Finance Private Limited

Notes to the financial statements *(continued)*

for the year ended 31 March 2017

(Currency: Indian rupees)

1. Significant accounting policies *(continued)*

1.9 Employee benefits *(continued)*

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.

1.10 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.

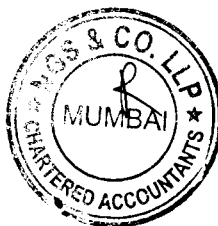
Diluted earnings per share reflect the potential dilution that could occur if securities or other contracts to issue equity shares were exercised or converted during the year. Diluted earnings per share is computed by dividing the net profit after tax attributable to the equity shareholders for the year 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.

1.11 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 2017

As at
31 March 2016

2.1 Share capital

(a) Authorised :

2,100,000 (Previous year: 2,100,000) Equity shares of ₹ 10 each
5,500,000 (Previous year: 5,500,000) Preference shares of ₹ 10 each

21,000,000
55,000,000
76,000,000

21,000,000
55,000,000
76,000,000

(b) Issued, subscribed and paid up:

1,734,339 (Previous year: 1,734,339) Equity shares of ₹ 10 each, fully paid-up
5,019,385 (Previous year: 5,019,385) 0.01% - Compulsorily Convertible Non-cumulative Preference shares - "Series A" of ₹ 10 each, fully paid up

17,343,390

50,913,850
68,257,240

17,343,390

50,913,850
68,257,240

(c) The movement in share capital during the year :

(i) Equity shares

	31 March 2017		31 March 2016	
	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</u>	<u>17,343,390</u>	<u>1,734,339</u>	<u>17,343,390</u>

(ii) 0.01% - Compulsorily Convertible Non- cumulative Preference shares - "Series A"

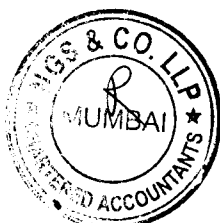
	31 March 2017		31 March 2016	
	No of shares	Amount	No of shares	Amount
Share capital at the beginning of the year	5,091,385	50,913,850	5,091,385	50,913,850
Share capital issued during the year	-	-	-	-
Share capital at the end of the year	<u>5,091,385</u>	<u>50,913,850</u>	<u>5,091,385</u>	<u>50,913,850</u>

(d) Details of Equity shareholders holding more than 5% shares in the Company:

	31 March 2017		31 March 2016	
	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</u>	<u>100%</u>	<u>1,734,339</u>	<u>100%</u>

(e) Details of Preference shareholders holding more than 5% shares in the Company:

	31 March 2017		31 March 2016	
	No of shares	% holding in the class	No of shares	% holding in the class
0.01% Compulsorily Convertible Non- cumulative Preference Shares - "Series A"				
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</u>	<u>100%</u>	<u>5,091,385</u>	<u>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.

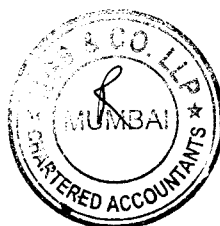
144,224 Preference Shares were allotted on February 7, 2012. The Shares remaining outstanding as at January 31, 2022, shall be compulsorily converted into 1 equity shares of ₹ 10 each.

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.

2.2 Reserves and surplus

	As at 31 March 2017	As at 31 March 2016
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	(37,266,303)	(10,083,828)
Add: Loss for the year	(18,600,305)	(27,182,475)
Amount available for appropriation	(55,866,608)	(37,266,303)
Appropriations:		
Transfer to Special Reserve under Section 45-IC of the Reserve Bank of India Act, 1934 (*)	-	-
Closing balance	(55,866,608)	(37,266,303)
	572,827,025	591,427,330

(*) 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 2017	As at 31 March 2016
2.3 Long-term provisions		
Provision for employee benefits		
Gratuity	143,718	173,000
Compensated leave absences	22,000	28,000
Others		
Provision for non performing assets	120,000,000	-
Provision for standard assets	47,250	-
	<u>120,212,968</u>	<u>201,000</u>
2.4 Trade payables		
Trade payables to related parties	114,376	23,374
Others	368,411	1,447,958
	<u>482,787</u>	<u>1,471,332</u>



Allium Finance Private Limited

Notes to the financial statements (Continued)

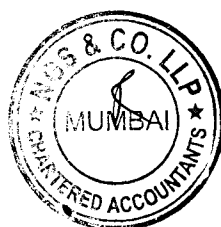
(Currency: Indian rupees)

	As at 31 March 2017	As at 31 March 2016
2.5 Other current liabilities		
Accrued salaries and benefits	440,000	650,000
Withholding tax, service tax and other statutory dues payable	286,673	560,893
Book overdraft	-	1,272,700
Others	732	732
	<u>727,405</u>	<u>2,484,325</u>

2.6 Short-term provisions

Provision for employee benefits		
Gratuity	28,000	45,000
Compensated leave absences	6,000	7,000
	18,808	56,622
Provision for standard assets	-	80,000,000
Provision for non performing assets		
Provision for taxation (net of advance tax and tax deducted at source)		
	2,159,692	535,505
	<u>2,212,500</u>	<u>80,644,127</u>

	As at 31 March 2017			As at 31 March 2016		
2.7 Non-current investments - at cost	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	485	10,000	4,848,634	485	10,000	4,848,634
			<u>259,848,634</u>			<u>259,848,634</u>
Aggregate of unquoted investment						
- At book value			259,848,634			259,848,634



Allium Finance Private Limited

Notes to the financial statements (Continued)

(Currency: Indian rupees)

2.8 Deferred tax assets	As at 31 March 2017	As at 31 March 2016
Disallowances under section 43B of the Income Tax Act, 1961	61,713	78,177
Provision for non-performing assets and standard assets	37,100,412	24,737,496
	37,162,125	24,815,673

2.9 Long-term loans and advances

Secured, considered good

Receivable from financing business
- considered performing asset

13,500,000 18,873,673

Secured, considered doubtful

- considered non performing asset

400,000,000 116,300,000

Unsecured, considered good

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

292,501 753,157

413,792,501 **135,926,830**

2.10 Cash and bank balances

Cash and cash equivalents

Balances with banks

- in current accounts
- in fixed deposits with maturity less than 3 months

853,297 17,431

2,928,226 2,748,597

Other bank balances

- Short term deposits with banks

40,410,274 34,118,231

44,191,797 **36,884,259**



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

As at
31 March 2017

As at
31 March 2016

5,373,673

-

Secured, considered doubtful

- considered non performing asset

-

283,700,000

5,373,673

283,700,000

Unsecured, considered good

Other loans and advances

Prepaid expenses

10,084

12,777

Loans and advances to employees

115,000

9,621

Vendor advances

11,237

25,278

Cenvat and VAT Assets

1,437,519

981,707

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

368,140

-

MAT credit entitlement

437

437

1,942,417

1,029,820

7,316,090

284,729,820

2.12 Other current assets

Accrued interest on fixed deposits

338,288

373,954

Accrued interest on loans given

2,070,490

458,724

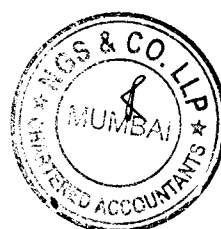
Receivable from client

-

1,447,460

2,408,778

2,280,138



Allium Finance Private Limited

Notes to the financial statements (Continued)

(Currency: Indian rupees)

For the year ended
31 March 2017

For the year ended
31 March 2016

2.13 Fee and commission income

Advisory and other fees

15,500,000

-

15,500,000

-

2.14 Interest income

On loans

2,558,543

3,182,039

On fixed deposits

2,955,119

1,886,444

On investment in security receipts

127,891

1,163,127

On others

5,384

86,703

5,646,937

6,318,313



Allium Finance Private Limited

Notes to the financial statements (Continued)

(Currency: Indian rupees)

For the year ended
31 March 2017

For the year ended
31 March 2016

2.15 Employee benefit expenses

Salaries and wages	2,226,640	2,481,572
Contribution to provident and other funds (refer note 2.36)	57,445	59,462
Staff welfare expenses	30,230	54,295
	<u>2,754,315</u>	<u>2,595,330</u>

2.16 Finance costs

Interest - others	117,361	27
Bank charges	58	171
	<u>117,419</u>	<u>198</u>



Allium Finance Private Limited

Notes to the financial statements (Continued)

(Currency: Indian rupees)

For the year ended
31 March 2017

For the year ended
31 March 2016

2.17 Other expenses

Advertisement and business promotion	-	16,030
Auditors' remuneration	75,000	176,000
Communication	754	-
Computer expenses	25,193	5,020
Clearing and custodian charges	14,064	13,899
Electricity charges (refer note 2.37)	68,944	75,701
Legal and professional fees	3,281,131	947,838
Membership and Subscription	36,646	42,278
Office expenses	151,921	17,725
Printing and stationery	4,780	31,575
Provision for standard assets	9,436	(18,378)
Provision for non performing asset	40,000,000	40,000,000
Rates and taxes	3,355	4,460
Rent (refer note 2.37)	417,570	522,565
ROC expenses	1,800	512
Service tax expenses	547,621	350,428
Travelling and conveyance	584,745	411,429
	<u>45,222,960</u>	<u>42,597,082</u>

Auditors' remuneration:

As auditor

75,000	176,000
<u>75,000</u>	<u>176,000</u>



Allium Finance Private Limited

Notes to the financial statements for the year ended 31 March 2017 (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

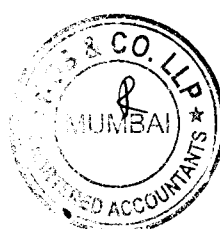
Edelweiss Commodities Services Limited
RMS Automation Systems Limited

(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	2016-17	2015-16
(I)	Current account transactions			
	Cost reimbursements paid to	Edelweiss Financial Services Limited	35,482	17,203
		Edelweiss Commodities Services Limited	298,158	598,266
	Reimbursements paid to	Edelweiss Financial Services Limited	618,755	550,515
		Edelweiss Commodities Services Limited	5,941,170	-
(II)	Balances with related parties			
	Trade payables to	Edelweiss Financial Services Limited	71,657	23,374



Allium Finance Private Limited

Notes to the financial statements for the year ended 31 March 2017 (continued)

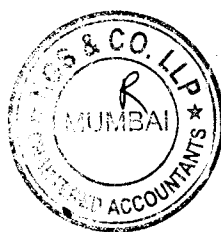
(Currency: Indian rupees)

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 2017	For the year ended 31 March 2016
a) Net amount attributable to equity shareholders (as per statement of profit and loss)	(18,600,305)	(27,182,475)
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)	(10.72)	(15.67)
e) Diluted earnings per share (in ₹) {a / (b+c)}	(2.73)	(3.98)

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

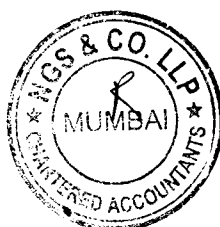
Notes to the financial statements for the year ended 31 March 2017 (continued)

(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 2017)

(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		4,188.74
(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 2017 (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 2017) (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)	2,598.49
(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	2,988.74 - 2,988.74
	Total	2,988.74 - 2,988.74



Allium Finance Private Limited

Notes to the financial statements for the year ended 31 March 2017 (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 2017) (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	2,598.49	2,598.49
Total	2,598.49	2,598.49
** 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 2017 (continued)

(Currency: Indian rupees)

2.22 Capital to Risk Assets Ratio (CRAR)

		2017	2016
i)	CRAR (%)	88.47%	93.08%
ii)	CRAR - Tier I capital (%)	88.46%	93.07%
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)

		2017	2016
1)	Value of investments		
i	Gross value of investments		
	a) In India	2,598.49	2,598.49
	b) Outside India	-	-
ii	Provisions for depreciation		
	a) In India	-	-
	b) Outside India	-	-
iii	Net value of investments		
	a) In India	2,598.49	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

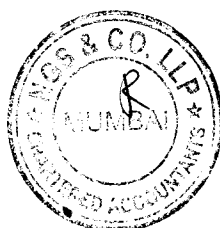
Notes to the financial statements for the year ended 31 March 2017 (continued)

(Currency: Indian rupees)

2.24 Exposure to real estate sector, both direct and indirect

(₹ in Lakhs)

			2017	2016
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.	4,188.74	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 2017 (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)	
		2017	2016
i	Net NPAs to Net advances (%)	93.69%	94.43%
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	3,200	3,600
	b) Additions during the year	-	-
	c) Reductions during the year	400	400
	d) Closing balance	2,800	3,200
iv	Movement of Provisions for NPAs (excluding provision on Standard assets)		
	a) Opening Balance	800	400
	b) Additions during the year	400	400
	c) Reductions during the year	-	-
	d) Closing balance	1,200	800

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

		(₹ in Lakhs)	
		2017	2016
i)	Provisions for depreciation on Investment	-	-
ii)	Provision towards NPA	400.00	400.00
iii)	Provision made towards Income tax	39.99	(3.49)
iv)	Provision for standard assets	0.09	(0.18)
v)	Other provision and contingencies		
	Provision for gratuity	(0.46)	1.01
	Provision for compensated absences	(0.07)	0.15



Allium Finance Private Limited

Notes to the financial statements for the year ended 31 March 2017 (continued)

(Currency: Indian rupees)

2.27 Concentration of Deposits, Advances, Exposures and NPAs

(₹ in Lakhs)

		2017	2016
A)	Concentration of advances		
	Total Advances to twenty largest borrowers	4,188.74	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	4,188.74	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%



Allium Finance Private Limited

Notes to the financial statements for the year ended 31 March 2017 (continued)

(Currency: Indian rupees)

2.28 Asset Liability Management

Maturity pattern of certain items of assets and liabilities as at 31 March 2017 (₹ in Lakhs)

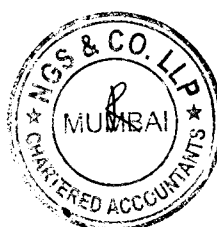
	1 day to 30/31 days (One month)	Over One month to 2 months	Over 2 months upto 3 months	Over 3 months to 6 months	Over 6 months to 1 year	Over 1 year to 3 years	Over 3 years to 5 years	Over 5 years	Total
Deposits	-	-	-	-	-	-	-	-	-
Advances	-	-	53.74	-	-	135.00	-	4,000.00	4,188.74
Investments	-	-	-	-	2,550.00	48.49	-	-	2,598.49
Borrowings	-	-	-	-	-	-	-	-	-
Foreign Currency assets	-	-	-	-	-	-	-	-	-
Foreign Currency liabilities	-	-	-	-	-	-	-	-	-

Maturity pattern of certain items of assets and liabilities as at 31 March 2016 (₹ 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	-	-	-	-	-	121.24	67.50	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 2017, 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.



Allium Finance Private Limited

Notes to the financial statements for the year ended 31 March 2017 (continued)

(Currency: Indian rupees)

2.30 Capital market exposure

The Company did not have any capital market exposure as at 31 March 2017 and 31 March 2016.

2.31 Customer complaints

	Particulars	2017	2016
(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.

2.33 The Company has not restructured any loans and advances during the year ended 31 March 2017 and 31 March 2016.

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 ₹ 57,445 (previous year: ₹ 59,462) is recognised as expenses and included in "Employee benefit expenses".



Allium Finance Private Limited

Notes to the financial statements for the year ended 31 March 2017 (continued)

(Currency: Indian rupees)

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

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	2016-17	2015-16
Current service cost	31,000	38,000
Interest on defined benefit obligation	9,718	9,000
Expected return on plan assets	-	-
Net actuarial losses/(gains) recognized in the year	-	-
Past service cost	-	-
Actuarial (gain) or losses	4,000	54,000
Total included in 'Employee benefit expense'	44,718	101,000

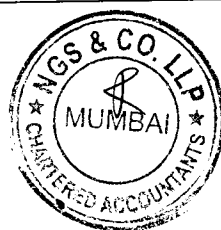
Balance Sheet

Details of provision for gratuity

Particulars	As at 31 March 2017	As at 31 March 2016
Liability at the end of the year	171,718	218,000

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

Particulars	As at 31 March 2017	As at 31 March 2016
Liability at the beginning of the year	218,000	117,000
Transfer in / (out)	(91,000)	-
Interest cost	9,718	9,000
Current service cost	31,000	38,000
Past service cost (non vested benefit)	-	-
Past service cost (vested benefit)	-	-
Benefits Paid	-	-
Actuarial (gain)/loss	4,000	54,000
Liability at the end of the year	171,718	218,000



Allium Finance Private Limited

Notes to the financial statements for the year ended 31 March 2017 (continued)

(Currency: Indian rupees)

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

Principal actuarial assumptions at the balance sheet date:

Particulars	2017	2016
Discount rate	6.80%	7.40%
Salary escalation	7%	7%
Employee attrition rate	13%-25%	13%-25%

Amount recognised in the balance sheet::

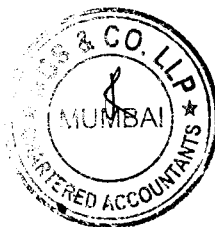
Particulars	2017	2016	2015	2014	2013
Liability at the end of the year	171,718	218,000	117,000	70,386	54,386
Fair value of plan assets at the end of the year	-	-	-	-	-
Amount recognized in balance sheet – asset /(liability)	171,718	218,000	117,000	70,386	54,386

Experience adjustment :

Particulars	2017	2016	2015	2014	2013
On plan liabilities: (Gain)/ Loss	(1000)	51,000	13,000	9,000	(32,000)

2.37 Cost Sharing

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 2017 (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:

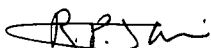
Particulars	SBNs	Other denomination notes	Total
Closing cash in hand as on 08.11.2016	-	-	-
Add: Permitted receipts	-	-	-
Less: Permitted payments	-	-	-
Less: Amount deposited in Banks	-	-	-
Closing cash in hand as on 30.12.2016	-	-	-
Note: For the purpose of this clause, the term Specified Bank Notes (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

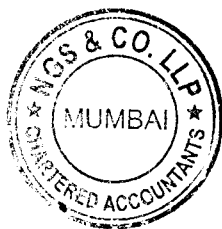
Firm Registration No.: 119850W



R. P. Soni

Partner

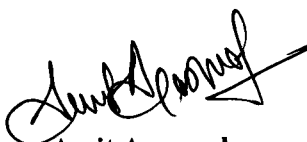
Membership No.: 104796



Mumbai

15 May, 2017

For and on behalf of the Board of Directors



Amit Agarwal

Director

DIN: 01056455



Pawan Kumar Agarwal

Director

DIN: 01056455



Ashvini Kaluskar

Company secretary

Mumbai

15 May, 2017