

Independent Auditors' Report
To The Members Of Ifin Securities Finance Limited

Report on the audit of Ind AS financial statements

Opinion

We have audited the accompanying Ind AS financial statements of Ifin Securities Finance Limited ("the Company"), which comprise the Balance Sheet as at 31st March, 2019, the Statement of Profit and Loss, the Cash Flow Statement for the year then ended, and a summary of the significant accounting policies and other explanatory information.

In our opinion and to be best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act, 2013 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 March 31, 2019, and its loss, and its Cash Flow for the year then ended on that date.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under Section 143(10) of the Companies Act, 2013. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the financial statements section of our report. We are independent of the company in accordance with Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the rules there under, and we have fulfilled our other ethical responsibilities in accordance with these requirements and Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters

The Primary activity of the company is to provide loans against shares and towards Margin Funding. The Company earns the major component of its income from interest and loans form the largest component of its total assets. The company has adopted the EIR method to recognize interest on loans from shares whilst stating its loan outstandings at amortised cost. Impairment provisioning on the loans has been done utilizing the expected credit loss model. Our audit procedures included considering appropriateness of policies and assessing compliance with Standards based on our testing. On verification we found them to be broadly in conformity except for some immaterial differences.

Responsibilities of Management and those Charged with Governance 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 flow of the company in accordance with the accounting principles generally accepted in India, including the accounting standards specified under Section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with 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. In preparing the financial statements, the Board of Directors is responsible for assessing the company's ability to continue as going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to Cease operations, or has no realistic alternative but to do so. Those Board of Directors are also responsible for overseeing the company's financial reporting process.

Auditors Responsibilities for the Audit of the Financial Statements

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

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditors' 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 paragraph 3 & 4 of the Order, to the extent applicable.

1A. As required by Section 143(5) of the Act, we give in Annexure 'B', a statement of matters specified by the Comptroller and Auditor-General of India for the Company.

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 statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- (e) The Dept. of Company Affairs has clarified vide notification No. GSR 463(E) dated 5th June'2015 that the provisions of sub-sec (2) of section 164 of the Companies Act, 2013 regarding obtaining written representations from the directors are not applicable to a government Company.
- (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 C".
- (g) With respect to the other matters to be included in the Auditors' 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:

JAGANNATHAN & SARABESWARAN
CHARTERED ACCOUNTANTS

- i. The Company did not have any pending litigation which would impact its financial position apart from the matters indicated in other notes II.
- ii. The Company did not have material foreseeable losses on long term contracts and derivative contracts.
- iii. There were no amounts required to be transferred to the Investor Education and Protection Fund by the Company.

For Jagannathan & Sarabeswaran



G.R. Ravi
(Partner)
Chartered Accountants
Firm Reg. No. 01204S
M.No. 25669

Place: Chennai

Date: 17th APR '19

ANNEXURE 'A' TO INDEPENDENT AUDITORS' REPORT

(Referred to in paragraph 1 Under Report on other Legal and regulatory requirements)

1. The company has maintained proper records showing full particulars including quantitative details and situation of fixed assets. We are informed that fixed assets have been physically verified by the management in accordance with a regular programme of verification at reasonable intervals and no material discrepancies were noticed on such verification. According to information and explanations given to us the company does not own any immovable property.
2. The company does not have any inventory and reporting under clause (ii) of the CARO 2016 Order is not applicable.
3. According to the information and explanations given to us, the Company has not granted any loans secured or unsecured loans to companies covered in the Register maintained under section 189 of the Companies Act 2013.
4. In our opinion and according to the information and explanations given to us, the Company has not granted any loans or made any investments or provided any guarantee or security to any party covered under Sections 185 and 186 of the Companies Act, 2013.
5. According to the information and explanations given to us, the Company has not accepted any deposits during the year and hence the question of reporting on compliance of Sec 73 to 76 of the Act does not arise.
6. Considering the nature of the Company's business / activities, reporting under clause (vi) of the CARO 2016 Order is not applicable.
- 7.(a)The Company is generally regular in depositing with the appropriate authorities undisputed statutory dues including Provident fund, Income tax, Gst, and other dues. However we notice some delay in payment of Gst dues. There are no undisputed statutory dues which were outstanding for more than six months as at 31st March 2019 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 or cess and Gst which have not been deposited on account of any dispute.
8. The company has not defaulted in the repayment of loans to any financial institution. The company has not taken any loan from banks or raised any moneys through debentures.
9. The company has not raised any moneys by way of initial / further public offer. In our opinion and according to information and explanations given us, the term loans have been applied by the company during the year for the purposes for which they were raised.
10. According to the information and explanations given to us, no fraud on or by the company has been noticed or reported during the course of our audit.
11. The Dept. of Company Affairs has clarified vide notification No. GSR 463(E) dated 5th June'2015 that the provisions of section 197 of the Companies Act, 2013 regarding managerial remuneration are not applicable to a government Company.
12. The Company is not a Nidhi Company and hence reporting under clause (xii) of the CARO 2016 Order is not applicable.

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JAGANNATHAN & SARABESWARAN
CHARTERED ACCOUNTANTS

13. In our opinion and according to the information and explanations given to us, the Company is in compliance with Section 177 and 188 of the Companies Act, 2013, where applicable, for all transactions with the related parties and the details of related party transactions have been disclosed in the financial statements as required by the applicable accounting standards.
14. During the year the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures and hence reporting under clause (xiv) of CARO 2016 Order is not applicable to the Company.
15. According to the information and explanations given to us, the company has not entered into any non-cash transactions involving directors or persons connected with them as referred to in Section 192 of the Companies Act, 2013.
16. The Company is required to be registered under section 45-IA of the Reserve Bank of India Act, 1934 and it has obtained the registration.

For Jagannathan & Sarabeswaran



(G.R. Ravi)

Partner

Chartered Accountants

Firm Reg. No. 01204 S

M.No. 25669

Place: Chennai

Date: 17th April '19


ANNEXURE 'B' TO INDEPENDENT AUDITORS' REPORT

(Referred to in paragraph 1A Under Report on other Legal and regulatory requirements)

General Directions under Section 143(5) of the Companies Act, 2013, for conducting audit of annual accounts for the year 2018-19

1. Whether the company has system in place to process all the accounting transactions through IT system? If yes the implications of processing of accounting transactions outside IT system on the integrity of the accounts along with the financial implications, if any may be stated.
 - All the accounting transactions have been processed through the IT system using Tally software. Outside of the Tally software no processing of transactions are generally undertaken except for accounting compliance purposes.
2. Whether there is any restructuring of an existing loan or cases of waiver/write off of debts/loans/interest, etc., made by a lender to the company due to the company's inability to repay the loan? If yes, the financial impact may be stated.
 - There has been no restructuring, waiver, write off of loans taken by the company during the year.
3. Whether funds received/receivable for schemes from Central/State agencies were properly accounted for/utilized as per its terms and conditions? List the cases of deviation.
 - The company is a Non Banking Financial Company registered with Reserve Bank of India.
 - It does not receive any funds from any government agency.

For Jagannathan and Sarabeswaran


(G.R. Ravi)
Partner
Chartered Accountants
M No. 025669
Firm Regn No. 001204S

Place: Chennai

Date: 17th Apr '19

Annexure C 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 with reference to financial statements of IFIN Securities Finance Ltd as of 31 March 2019 in conjunction with our audit of the IndAS 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 the 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 with reference to 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 with reference to financial statements were 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 with reference to financial statements and their operating effectiveness. Our audit of internal financial controls with reference to financial statements included obtaining an understanding of internal financial controls with reference to financial statements 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 auditors' 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 with reference to financial statements.



Meaning of Internal Financial Controls over Financial Reporting

A Company's internal financial control with reference to financial statements 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 with reference to financial statements 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 authorizations of the Management and directors of the Company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the Company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

Because of the inherent limitations of internal financial controls with reference to financial statements, 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 with reference to financial statements to future periods are subject to the risk that the internal financial control with reference to financial statements may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Qualified Opinion

According to the information and explanations given to us and based on our audit, the following material weaknesses have been identified as at 31st March, 2019 :

- a) The lending policies of the company need to be fine tuned and credit appraisals needs to be improved and commensurate credit limits be fixed which will factor the financial capabilities of the borrowers and volume of their operations. We are informed that the company is revisiting its loans policies at intervals.
- b) We notice that investment policy limits have been exceeded in respect of Mutual Funds investments. Approvals/ratifications are required.

A 'material weakness' is a deficiency, or a combination of deficiencies, in the internal financial control over financial reporting, such that there is a reasonable possibility that a material misstatement of the company's annual or interim financial statements will not be prevented or detected on a timely basis.

In our opinion, except for the effects of the material weaknesses described above on the achievement of the objectives of the control criteria the company has maintained, in all material respects, adequate internal financial controls with reference to financial statements and such internal financial controls with reference to financial statements were operating effectively as of March 31, 2019, based on our audit.



JAGANNATHAN & SARABESWARAN
CHARTERED ACCOUNTANTS

We have considered the material weaknesses identified and reported above in determining the nature, timing and extent of audit tests applied in our audit of the March 31, 2019 financial statements of the Company and these material weaknesses have not affected our opinion on the financial statements of the Company.

For Jagannathan & Sarabeswaran



G.R.RAVI

Partner

Chartered Accountants

Firm Reg. No : 01204S

Membership No: 25669

Place: Chennai

Date: 12th April '19

IFIN SECURITIES FINANCE LIMITED
BALANCE SHEET AS AT 31ST MARCH 2019

(Amount in Rs.)

ASSETS				
Particulars	Note No.	As at 31.03.2019	As at 31.03.2018	As at 01.04.2017
(1) Financial Assets				
(a) Cash and cash equivalents	1	1,45,03,213	20,59,528	46,40,014
(b) Bank balances other than above		-	-	-
(c) Derivative Financial instruments		-	-	-
(d) Receivables		-	-	-
(e) Loans	2	10,34,10,259	29,46,18,468	39,75,41,095
(f) Investments	3	16,76,74,171	4,17,67,619	1,72,699
(g) Other Financial Assets	4	2,61,365	36,175	55,261
(2) Non - Financial Assets				
(a) Inventories		-	-	-
(b) Current Tax Assets (Net)		11,10,871	29,03,806	-
(c) Deferred Tax Assets (Net)		-	-	-
(d) Investment Property		-	-	-
(e) Biological assets other than bearer plants		-	-	-
(f) Property, Plant and Equipment	5	1,23,833	4,662	8,026
(g) Capital work - in - progress		-	-	-
(h) Intangible assets under development		-	-	-
(i) Goodwill		-	-	-
(j) Other intangible assets	6	1	1	1
(k) Other non - financial assets (to be specified)		-	-	-
Total Assets		29,20,83,653	34,13,99,259	40,24,17,096

(Amount in Rs.)

LIABILITIES AND EQUITY				
Particulars	Note No.	As at 31.03.2019 (Unaudited)	As at 31.03.2018 (Unaudited)	As at 01.04.2017 (Unaudited)
LIABILITIES				
Financial Liabilities				
(a) Derivative financial instruments		-	-	-
(b) Payables		-	-	-
(c) Debt Securities		-	-	-
(d) Borrowings (Other than Debt Securities)	7	-	10,00,000	7,15,00,000
(e) Deposits		-	-	-
(f) Subordinated Liabilities		-	-	-
(g) Other financial liabilities (to be specified)	8	35,81,366	86,72,109	51,63,810
Non-Financial Liabilities				
(a) Current tax liabilities (Net)		-	-	59,44,995
(b) Provisions	9	3,52,843	1,13,796	75,630
(c) Deferred tax liabilities (Net)		-	-	-
(d) Other non-financial liabilities (to be specified)		-	-	-
Equity				
(a) Equity Share capital	10	30,01,00,000	30,01,00,000	30,01,00,000
(b) Other Equity	11	-1,19,50,556	3,15,94,354	1,96,32,661
Total Liabilities and Equity		29,20,83,653	34,13,99,259	40,24,17,096

Notes on accounts

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This is the Balance Sheet referred to in our report of even date

The Notes 1 to 11, 22 form an integral part of Balance Sheet

For: Jagannathan & Satabeswaran

For and on behalf of the Board of Directors

G R Ravi
Partner
Chartered Accountants
Firm No: 012045
Membership No: 25669

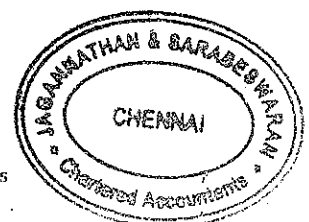
K V Rao
Managing Director

Ram Kumar Srinivasan
Director

Place : Chennai
Date : 17th April '19

Sabareeswar I
Company Secretary

A V Pushparaj
Chief Financial Officer



STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH 2019

(Amount in Rs.)

#	Particulars	Note No.	Year ended	Year ended
			31.03.2019	31.03.2018
I	Revenue From Operations			
	(i) Interest Income	12	3,30,87,796	5,00,66,901
	(ii) Dividend Income		43,547	8,310
	(iv) Processing Fees and Commission Income		25,000	4,05,000
	(v) Net gain on fair value changes	13	30,14,606	6,53,870
	(vi) Net gain on derecognition of financial instruments under amortised cost category	14	1,37,99,998	-
	(ix) Others	15	-	62,06,688
II	Other Income	16	41,16,113	18,80,467
III	Total Income (I+II)		5,40,87,060	5,92,21,236
IV	EXPENSES			
	(i) Finance Costs	17	33,223	18,61,227
	(ii) Fees and commission expense		39,825	3,54,000
	(iii) Net loss on fair Value changes	18	7,17,138	4,96,200
	(v) Impairment on financial instruments	19	7,08,83,326	-
	(vi) Bad debts written off		-	1,96,34,943
	(ix) Employee Benefits Expenses	20	1,25,14,796	1,20,56,650
	(x) Depreciation, amortization and impairment		14,625	3,364
	(xi) Other expenses	21	78,87,089	75,52,061
	Total expenses (IV)		9,20,90,022	4,19,58,445
V	Profit / (loss) before exceptional items and tax (III - IV)		-3,80,02,962	1,72,62,791
VI	Exceptional Items		-	-
VII	Profit/ (loss) before tax (V - VI)		-3,80,02,962	1,72,62,791
VIII	Tax expense:			
	(1) Current tax		54,51,948	53,91,097
	(2) Deferred tax		-	-
IX	Profit / (loss) for the period from continuing operations (VII - VIII)		-4,34,54,910	1,18,71,694
X	Profit / (loss) from discontinuing operations		-	-
XI	Tax expense of discontinued operations		-	-
XII	Profit / (loss) for the period from discontinuing operations (after tax) (X - XI)		-	-
XIII	Profit/ (loss) for the period (IX+XII)		-4,34,54,910	1,18,71,694
XIV	Other Comprehensive Income			
XV	Total Comprehensive income for the period (XIII+XIV) (Comprising Profit (loss) and other Comprehensive Income for the period)		-4,34,54,910	1,18,71,694
XVI	Earnings Per share (for the continuing Operations)			
	Basic (Rs.)		-14.48	3.96
	Diluted (Rs.)		-14.48	3.96
XVII	Earnings Per share (for the discontinuing Operations)			
	Basic (Rs.)		-	-
	Diluted (Rs.)		-	-
XVIII	Earnings Per share (for the continuing and discontinuing Operations)			
	Basic (Rs.)		-14.48	3.96
	Diluted (Rs.)		-14.48	3.96

Notes on accounts

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The Notes 12 - 22 form an integral part of Statement of Profit and Loss

For and on behalf of the Board of Directors

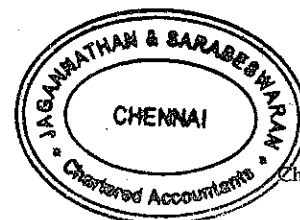
For Jagannathan & Sarabeswaran

K V Rao
K V Rao
Managing Director

Ramkumar Srinivasan
Ramkumar Srinivasan
Director

Sabareeswar T
Sabareeswar T
Company Secretary

A V Pushparaj
A V Pushparaj
Chief Financial Officer



G R Ravi
G R Ravi
Partner

Chartered Accountants
Firm No: 01204S
Membership No: 25669

Place : Chennai
Date : 17th April '19

IFIN SECURITIES FINANCE LIMITED

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH 2019

(Amount in Rs.)

Particulars	As at 31st March 2019		As at 31st March 2018	
A CASH FLOW FROM OPERATING ACTIVITIES				
Net Profit before tax as per P&L a/c		-3,80,02,962		1,72,62,791
Adjustments for:				
Depreciation / Amortisation on Fixed Assets	14,625		3,364	
Provision for diminution in value of Trade investments	7,17,138		4,96,200	
Gain in fair value of Trade investments	-30,14,606		-6,53,870	
Impairment provisions / Write Back	7,08,83,326		-62,06,688	
Bad debts written off	-		1,96,34,943	
Operation Profit before adjustment for financial and non- financial assets		6,86,00,483		1,32,73,949
		3,05,97,521		3,05,36,740
Adjustments for changes in Financial and Non-Financial Instruments				
(Increase) / Decrease in Loans	11,53,24,883		8,94,94,371	
(Increase) / Decrease in Other Financial Assets	-2,25,130		19,086	
(Increase) / Decrease in Current Tax Assets (Net)	-		-	
(Increase) / Decrease in Other Non - Financial Assets	-		-44,49,117	
Increase / (Decrease) in Other Financial liabilities	-50,90,743		35,08,299	
Increase / (Decrease) in Provisions	2,39,047		38,167	
Cash Generated from Operation before tax		11,02,48,057		8,86,10,806
Direct taxes payments/(refunds)		14,08,45,578		11,91,47,546
Net cash from Operating Activities		42,83,297		97,90,782
		13,65,62,281		10,93,56,764
B CASH FLOW FROM INVESTING ACTIVITIES				
Purchase of Fixed Assets	-1,33,796		-	
(Purchase) / Sale of Investment	-12,29,84,800		-4,14,37,250	
Net Cash used in / raised from Investing Activities		-12,31,18,596		-4,14,37,250
C CASH FLOW FROM FINANCING ACTIVITIES				
Increase / (Decrease) in Borrowings	-10,00,000		-7,05,00,000	
		-10,00,000		-7,05,00,000
Net Changes in Cash & Cash Equivalent (A+B+C)		1,24,43,685		-25,80,485
Opening Cash and Cash Equivalent		20,59,528		46,40,012
Closing Cash and Cash Equivalent		1,45,03,213		20,59,527
Increase / Decrease in Cash & Cash Equivalent		1,24,43,685		-25,80,485

For and on behalf of the Board of Directors

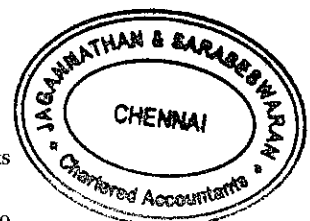
This is the Cash Flow Statement referred to in our report of even date

For Jagannathan & Sarabeswaran

K V Rao
Managing Director

Ramkumar Srinivasan
Director

G.R. Ravi
Partner
Chartered Accountants
Firm No: 012045
Membership No: 25669



Place : Chennai
Date : 17th April '19

Sabareeswar T
Company Secretary

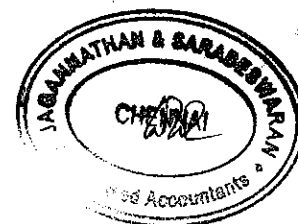
A V Pushparaj
Chief Financial Officer

IFIN SECURITIES FINANCE LIMITED

Note # 1 - Cash and Cash Equivalents

Particulars	As at 31.03.2019	As at 31.03.2018	As at 01.04.2017
Cash and cash equivalents			
(i) Cash in hand	3,674	5,287	16,337
(ii) Balances with Banks			
- Current Accounts	1,44,99,539	20,54,241	46,23,677
Less:ECL Impairment Loss Allowance			
Total	1,45,03,213	20,59,528	46,40,014
Bank Balance other than above			
(i) Bank Deposits with original maturity of more than three months	-	-	-
(ii) Bank Deposits against fund placed with Company under Credit Guarantee Enhancement Scheme			
- Bank balance	-	-	-
- Bank Deposits	-	-	-
(iii) Balances with Banks held as margin money against guarantees	-	-	-
(iv) Bank Deposits under directions of Court & Tribunal etc.	-	-	-
Less:ECL Impairment Loss Allowance	-	-	-
Total	-	-	-
Receivables			
(I) Trade Receivables			
- Secured	-	-	-
- Unsecured	-	-	-
Less: ECL Impairment Loss Allowance	-	-	-
Total	-	-	-
(II) Other Receivables			
- Secured	-	-	-
- Unsecured	-	-	-
Less: ECL Impairment Loss Allowance	-	-	-
Total	-	-	-
Total	-	-	-

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IFIN SECURITIES FINANCE LIMITED

Note # 2 - Loans

Particulars	As at 31.03.2019				As at 31.03.2018				As at 01.04.2017						
	At Fair Value		Amortised cost	Sub Total	Total	At Fair Value		Amortised cost	Sub Total	Total	At Fair Value		Amortised cost	Sub Total	Total
	At Fair Value through other comprehensive income	Designated at fair value through profit and loss account				At Fair Value through other comprehensive income	Designated at fair value through profit and loss account				At Fair Value through other comprehensive income	Designated at fair value through profit and loss account			
(1)	(2)	(3)	(4)	(5=2+3+4)	(6=1+5)	(7)	(8)	(9)	(10=7+8+9)	(11=6+10)	(12)	(13)	(14)	(15=12+13+14)	
(A) Loans															
(i) Against Shares / Margin Funding	18,98,36,660	-	-	-	18,98,36,660	30,51,61,543	-	-	-	30,51,61,543	41,42,90,858	-	-	-	41,42,90,858
(ii) Margin Funding	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
(iii) Others	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total (A) - Gross	18,98,36,660	-	-	-	18,98,36,660	30,51,61,543	-	-	-	30,51,61,543	41,42,90,858	-	-	-	41,42,90,858
Less: Impairment loss allowance	8,14,26,401	-	-	-	8,14,26,401	1,05,43,075	-	-	-	1,05,43,075	1,67,49,763	-	-	-	1,67,49,763
Total (A) - Net	10,84,10,259	-	-	-	10,84,10,259	29,46,18,468	-	-	-	29,46,18,468	39,75,41,095	-	-	-	39,75,41,095
(B) Secured / Unsecured															
(i) Secured by tangible assets	18,98,36,660	-	-	-	18,98,36,660	30,51,61,543	-	-	-	30,51,61,543	41,42,90,858	-	-	-	41,42,90,858
(ii) Secured by intangible assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
(iii) Covered by Bank/ Government Guarantees	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
(iv) Unsecured	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total (B) - Gross	18,98,36,660	-	-	-	18,98,36,660	30,51,61,543	-	-	-	30,51,61,543	41,42,90,858	-	-	-	41,42,90,858
Less: Impairment loss allowance	8,14,26,401	-	-	-	8,14,26,401	1,05,43,075	-	-	-	1,05,43,075	1,67,49,763	-	-	-	1,67,49,763
Total (B) - Net	10,84,10,259	-	-	-	10,84,10,259	29,46,18,468	-	-	-	29,46,18,468	39,75,41,095	-	-	-	39,75,41,095
C. Sector Analysis															
(C I) Loans in India															
(i) Public Sectors	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
(ii) Private parties	18,98,36,660	-	-	-	18,98,36,660	30,51,61,543	-	-	-	30,51,61,543	41,42,90,858	-	-	-	41,42,90,858
Total (C I) - Gross	18,98,36,660	-	-	-	18,98,36,660	30,51,61,543	-	-	-	30,51,61,543	41,42,90,858	-	-	-	41,42,90,858
Less: Impairment loss allowance	8,14,26,401	-	-	-	8,14,26,401	1,05,43,075	-	-	-	1,05,43,075	1,67,49,763	-	-	-	1,67,49,763
Total (C I) - Net	10,84,10,259	-	-	-	10,84,10,259	29,46,18,468	-	-	-	29,46,18,468	39,75,41,095	-	-	-	39,75,41,095
(C II) Loans outside India															
Total (C II) - Gross	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Less: Impairment loss allowance	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total (C II) - Net	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total: (C I and C II)	10,84,10,259	-	-	-	10,84,10,259	29,46,18,468	-	-	-	29,46,18,468	39,75,41,095	-	-	-	39,75,41,095

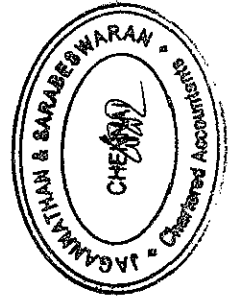


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IFIN SECURITIES FINANCE LIMITED

Note # 3 - Investments

Particulars	As at 31.03.2019						As at 01.04.2017										
	At Fair Value			Amortised cost	Sub-Total	Others*	Total	At Fair Value			Amortised cost	Sub-Total	Others*	Total			
	(1)	(2)	(3)					(4)	(5=2+3+4)	(6)					(7=1+5+6)	(8)	(9)
Investments																	
A. Security type																	
(i) Mutual funds	-	16,62,19,577	-	16,62,19,577	-	-	16,62,19,577	-	-	-	-	-	-	-	-	-	-
(ii) Government securities	-	-	-	-	-	-	-	3,95,95,887	-	-	-	3,95,95,887	-	-	-	-	-
(iii) Other approved securities	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
(iv) Debt securities	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
(v) Equity instruments (other than investment in subsidiaries, associates and joint ventures)	-	-	14,54,594	14,54,594	-	-	14,54,594	21,71,732	-	-	21,71,732	-	-	-	-	-	-
Gross	-	16,76,74,171	16,76,74,171	16,76,74,171	-	-	16,76,74,171	4,17,67,619	-	-	4,17,67,619	-	-	-	-	-	-
B. Sector Analysis																	
(i) Investments in India	-	16,76,74,171	-	16,76,74,171	-	-	16,76,74,171	4,17,67,619	-	-	4,17,67,619	-	-	-	-	-	-
(ii) Investments outside India	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Gross	-	16,76,74,171	-	16,76,74,171	-	-	16,76,74,171	4,17,67,619	-	-	4,17,67,619	-	-	-	-	-	-
Less: Impairment loss allowance	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Net	-	16,76,74,171	-	16,76,74,171	-	-	16,76,74,171	4,17,67,619	-	-	4,17,67,619	-	-	-	-	-	-



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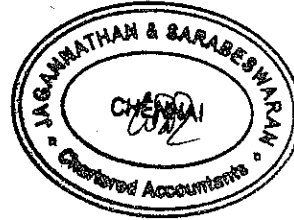
IFIN SECURITIES FINANCE LIMITED

Note # 4 - Other Financial Assets

Unsecured considered good

Particulars	As at 31.03.2019	As at 31.03.2018	As at 31.03.2017
Other Financial Assets			
Prepaid Expenses	84,830	31,770	31,850
Advance to Staff	9,250	2,000	8,000
Other Advances	1,67,225	2,405	15,411
Total	2,61,305	36,175	55,261

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IFIN SECURITIES FINANCE LIMITED

Note # 5 & 6 - Property, Plant and Equipment & Other Intangible Assets

Property, Plant and Equipment

#	Fixed Assets	Gross Block						Accumulated Depreciation					Net Block		
		Balance as at 1st April 2017	Additions	Disposals	Acquired through business combinations	Revaluation s/ (impairment s)	Balance as at 31st Mar 2018	Balance as at 1st April 2017	Depreciation charge for the year	Adjustment due to revaluations	On disposals	Balance as at 31st Mar 2018	Adjustment against retained earning	Balance as at 31st Mar 2018	Balance as at 31st March 2017
		Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
a	Office equipment	56,145	-	-	-	-	48,119	3,364	-	-	51,483	-	-	4,662	8,026
	Total	56,145	-	-	-	-	48,119	3,364	-	-	51,483	-	-	4,662	8,026

Other Intangible Assets

#	Fixed Assets	Gross Block						Accumulated Depreciation					Net Block		
		Balance as at 1st April 2017	Additions	Disposals	Acquired through business combinations	Revaluation s/ (impairment s)	Balance as at 31st Mar 2018	Balance as at 1st April 2017	Depreciation charge for the year	Adjustment due to revaluations	On disposals	Balance as at 31st Mar 2018	Adjustment against retained earning	Balance as at 31st Mar 2018	Balance as at 31st March 2017
		Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
a	Computer software	12,60,000	-	-	-	-	12,59,999	-	-	-	12,59,999	-	-	1	1
	Total	12,60,000	-	-	-	-	12,59,999	-	-	-	12,59,999	-	-	1	1



IFIN SECURITIES FINANCE LIMITED

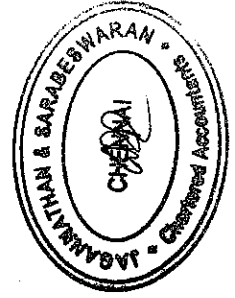
Note # 5 & 6 - Property, Plant and Equipment & Other Intangible Assets

Property, Plant and Equipment

#	Gross Block							Accumulated Depreciation					Net Block	
	Balance as at 1st April 2018	Additions	Disposals	Acquired through business combinations	Revaluations / (Impairments)	Balance as at 31st Mar 2019	Balance as at 1st April 2018	Depreciation charge for the year	Adjustment due to revaluations	On disposals	Balance as at 31st Mar 2019	Adjustment against retained earning	Balance as at 31st Mar 2019	Balance as at 31st Mar 2018
	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
Fixed Assets	56,145	-	-	-	-	56,145	51,483	1,049	-	-	52,532	-	3,613	4,662
Computers	-	1,33,796	-	-	-	1,33,796	-	13,576	-	-	13,576	-	1,20,220	-
Total	56,145	1,33,796	-	-	-	1,89,941	51,483	14,625	-	66,108	-	-	1,23,833	4,662

Other Intangible Assets

#	Gross Block				Accumulated Depreciation					Net Block				
	Balance as at 1st April 2018	Additions	Disposals	Acquired through business combinations	Revaluations / (Impairments)	Balance as at 31st Mar 2019	Balance as at 1st April 2018	Depreciation charge for the year	Adjustment due to revaluations	On disposals	Balance as at 31st Mar 2019	Adjustment against retained earning	Balance as at 31st Mar 2019	Balance as at 31st Mar 2018
	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
Fixed Assets	12,60,000	-	-	-	-	12,60,000	12,59,999	-	-	-	12,59,999	-	1	1
Computer software	12,60,000	-	-	-	-	12,60,000	12,59,999	-	-	-	12,59,999	-	1	1
Total	12,60,000	-	-	-	-	12,60,000	12,59,999	-	-	-	12,59,999	-	1	1



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IFIN SECURITIES FINANCE LIMITED

Note # 5 & 6 - Property, Plant and Equipment & Other Intangible Assets

Particulars	As at		
	31.03.2019	31.3.2018	01.04.2017
Carrying amounts of:			
Office Equipment	56,145	56,145	56,145
Computers	1,33,796	-	-
Capital work-in-progress	1,89,941	56,145	56,145
	1,89,941	56,145	56,145

Particulars	Office Equipment	Computers	Total
Cost or deemed cost			
Balance at April 1, 2017 (Deemed cost)	56,145	-	56,145
Additions	-	-	-
Disposals	-	-	-
Balance at March 31, 2018	56,145	-	56,145
Additions	-	1,33,796	1,33,796
Disposals	-	-	-
Balance at March 31, 2019	56,145	1,33,796	1,89,941

Particulars	Office Equipment	Computers	Total
Accumulated depreciation and impairment			
Balance at April 1, 2017	48,119	-	48,119
Eliminated on disposal of Disposals	-	-	-
Depreciation expense	3,364	-	3,364
Balance at March 31, 2018	51,483	-	51,483
Additions	1,049	13,576	14,625
Disposals	-	-	-
Balance at March 31, 2019	52,532	13,576	66,108



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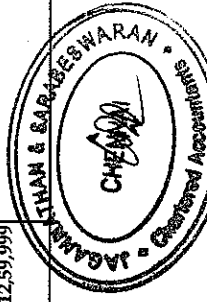
Particulars	Software	Total
Cost or deemed cost		
Balance at April 1, 2017	12,60,000	12,60,000
Additions	-	-
Balance at March 31, 2018	12,60,000	12,60,000
Additions	-	-
Disposals	-	-
Balance at March 31, 2019	12,60,000	12,60,000

Particulars	Software	Total
Accumulated depreciation and impairment		
Balance at April 1, 2017	12,59,999	12,59,999
Amortisation expense	-	-
Balance at March 31, 2018	12,59,999	12,59,999
Additions	-	-
Balance at March 31, 2019	12,59,999	12,59,999

Particulars	Software	Total
Carrying amount		
Balance at April 1, 2017	1	1
Additions	-	-
Acquisition through business combination	-	-
Amortisation expense	-	-
Balance at March 31, 2018	1	1
Additions	-	-
Disposals	-	-
Acquisition through business combination	-	-
Amortisation expense	-	-
Balance at March 31, 2019	1	1

Details of Deemed cost as at 01.04.2018

Particulars	Gross block		Written down value as
	Cost	Depreciation	
Software	12,60,000	12,59,999	1
Total	12,60,000	12,59,999	1



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Particulars	Office Equipment	Computers	Total
Carrying amount			
Balance at April 1, 2017	8,026	-	8,026
Additions	-	-	-
Disposals	-	-	-
Depreciation expense	3,364	-	3,364
Balance at March 31, 2018	4,662	-	4,662
Additions	-	1,33,796	1,33,796
Disposals	-	-	-
Depreciation expense	1,049	-	1,049
Balance at March 31, 2019	3,613	1,20,220	1,23,833

Capitalised borrowing cost:

No Borrowing cost has been capitalised on property, plant and equipment for the year ended 31st March 2019 & 31st March 2018

Under Ind AS 101 :-

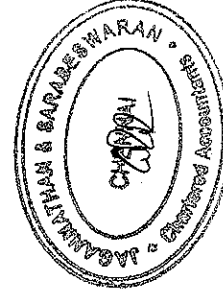
In accordance with Ind-AS transitional provisions, the company opted to consider previous GAAP carrying value of plant and equipment and intangible assets as deemed cost on the transition date.

Particulars	Details of Deemed cost as on 01.04.2018		Amounts in Rs.
	Cost	Depreciation	
Office Equipment	56,145	52,532	3,613
Computers	1,33,796	13,576	1,20,220
Total	1,89,941	66,108	1,23,833

Other Intangible assets

Software

	Amounts in Rs.	
	As at 31.03.2019	As at 31.3.2018
Software	12,60,000	12,60,000
	12,60,000	12,60,000
		01.04.2017
		12,60,000
		12,60,000



IFIN SECURITIES FINANCE LIMITED

Note # 7 - Borrowings

Particulars	As at 31st March 2019			As at 31st March 2018			As at 01st April 2017					
	Amortised cost	At Fair Value through profit and loss account	Designated at fair value through profit and loss account	Total	Amortised cost	At Fair Value through profit and loss account	Designated at fair value through profit and loss account	Total	Amortised cost	At Fair Value through profit and loss account	Designated at fair value through profit and loss account	Total
	(1)	(2)	(3)	(4) = (1) + (2) + (3)	(1)	(2)	(3)	(4) = (1) + (2) + (3)	(1)	(2)	(3)	(4) = (1) + (2) + (3)
Borrowings (Other than Debt Securities issued)												
(a) Term Loans	-	-	-	-	-	-	-	-	-	-	-	-
(i) from Banks	-	-	-	-	-	-	-	-	-	-	-	-
(ii) from other parties	-	-	-	-	-	-	-	-	-	-	-	-
(b) Deferred payment liabilities	-	-	-	-	-	-	-	-	-	-	-	-
(c) Loans from related parties	-	-	-	-	-	-	-	-	-	-	-	-
(d) Finance lease obligations	-	-	-	-	-	-	-	-	-	-	-	-
(e) Liability component of compound financial instruments	-	-	-	-	-	-	-	-	-	-	-	-
(f) Loans repayable on demand	-	-	-	-	-	-	-	-	-	-	-	-
(i) from Banks	-	-	-	-	-	-	-	-	-	-	-	-
(ii) from other parties	-	-	-	-	-	-	-	-	-	-	-	-
(g) Others loans (specify nature)	-	-	-	-	10,00,000	-	-	10,00,000	7,15,00,000	-	-	7,15,00,000
Total (A)	-	-	-	-	10,00,000	-	-	10,00,000	7,15,00,000	-	-	7,15,00,000
B. Secured / Unsecured												
(i) Secured	-	-	-	-	10,00,000	-	-	10,00,000	7,15,00,000	-	-	7,15,00,000
(vi) Unsecured	-	-	-	-	-	-	-	-	-	-	-	-
Total (B)	-	-	-	-	10,00,000	-	-	10,00,000	7,15,00,000	-	-	7,15,00,000
C. Sector Analysis												
(i) Borrowings in India	-	-	-	-	10,00,000	-	-	10,00,000	7,15,00,000	-	-	7,15,00,000
(ii) Borrowings outside India	-	-	-	-	-	-	-	-	-	-	-	-
Total (C)	-	-	-	-	10,00,000	-	-	10,00,000	7,15,00,000	-	-	7,15,00,000



Borrowings are secured by loan receivables and further secured by a letter of comfort issued by IFCI Ltd the ultimate holding Company.

IFIN SECURITIES FINANCE LIMITED

Note # 8 & 9 - Other Financial liabilities & Provisions

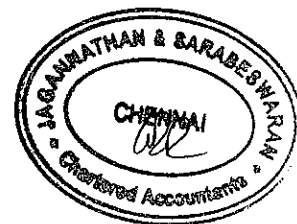
Other Financial liabilities

Particulars	As at 31.03.2019	As at 31.03.2018	As at 01.04.2017
Statutory remittances	2,15,002	2,37,040	4,88,012
Creditors for expenses	6,53,430	41,39,678	4,27,091
Other liabilities	27,12,934	42,95,391	42,48,707
Total	35,81,366	86,72,109	51,63,810

Provisions

Particulars	As at 31.03.2019	As at 31.03.2018	As at 01.04.2017
Leave Encashment	1,57,821	99,796	63,965
Provision for Bonus	11,962	14,000	11,665
Provision for Gratuity	1,83,060	-	-
Total	3,52,843	1,13,796	75,630

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IFIN SECURITIES FINANCE LIMITED

Note # 10 - Equity Share Capital

Particulars	As at 31st March 2019		As at 31st March 2018		As at 31st March 2017	
	Number	Rs.	Number	Rs.	Number	Rs.
Authorised						
Equity Shares of Rs.100/- each	59,75,500	59,75,50,000	59,75,500	59,75,50,000	59,75,500	59,75,50,000
Preference Shares	24,500	24,50,000	24,500	24,50,000	24,500	24,50,000
Total	60,00,000	60,00,00,000	60,00,000	60,00,00,000	60,00,000	60,00,00,000
Issued						
Equity Shares of Rs.100/- each	30,01,000	30,01,00,000	30,01,000	30,01,00,000	30,01,000	30,01,00,000
Subscribed & Paid up						
Equity Shares of Rs.100/- each	30,01,000	30,01,00,000	30,01,000	30,01,00,000	30,01,000	30,01,00,000
Total	30,01,000	30,01,00,000	30,01,000	30,01,00,000	30,01,000	30,01,00,000

Particulars	Equity Shares March 2019		Equity Shares March 2018		Equity Shares March 2017	
	Number	Rs.	Number	Rs.	Number	Rs.
Shares outstanding at the beginning of the year	30,01,000	30,01,00,000	30,01,000	30,01,00,000	30,01,000	30,01,00,000
Shares Issued during the year	-	-	-	-	-	-
Shares bought back during the year	-	-	-	-	-	-
Shares outstanding at the end of the year	30,01,000	30,01,00,000	30,01,000	30,01,00,000	30,01,000	30,01,00,000

Details of shareholders holding more than 5% shares in the Company

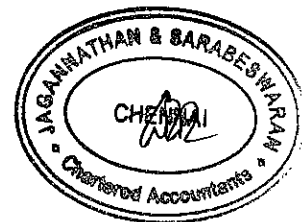
Name of Shareholder	As at 31st March 2019		As at 31st March 2018		As at 31st March 2017	
	No. of Shares held	% of Holding	No. of Shares held	% of Holding	No. of Shares held	% of Holding
IFCI Financial Services Limited (Holding Company)	30,00,994	99.99	30,00,994	99.99	30,00,994	99.99

Capital management

The Company manages its capital to ensure that it will be able to continue as going concern while maximising the return to stakeholders through the optimisation of the debt and equity balance. The Company determines the amount of capital required on the basis of annual master planning and budgeting and for working capital, capital outlay and loan disbursement. The funding requirements are met through equity, internal accruals and a combination of borrowing. The Company monitors the capital structure on the basis of total debt to equity and maturity profile of the overall debt portfolio of the Company.

The company maintains an actively managed capital base to cover risks inherent in the business and is meeting the capital adequacy requirements of the Reserve Bank of India. The adequacy of the company's capital is monitored using, among other measures, the regulations issued by RBI.

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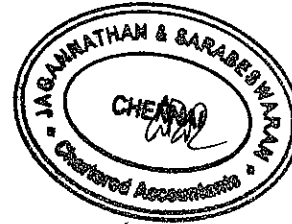
IFIN SECURITIES FINANCE LIMITED

Note # 11 - Other Equity

Other Equity

Particulars	Note No.	As at 31.03.2019	As at 31.03.2018	As at 01.04.2017
Capital Reserve		2,51,000	2,51,000	2,51,000
Securities Premium Reserve		-	-	-
Capital Redemption Reserve		4,50,000	4,50,000	4,50,000
Statutory Reserve		94,25,006	94,25,006	83,70,506
Debenture Redemption Reserve		-	-	-
Share Options Outstanding Account		-	-	-
General Reserve		25,16,200	25,16,200	25,16,200
Cash Flow Hedge Reserve		-	-	-
Foreign currency monetary item translation difference		-	-	-
Retained Earnings		-2,45,92,762	1,88,62,148	80,44,955
Total		-1,19,50,556	3,15,04,354	1,96,32,661

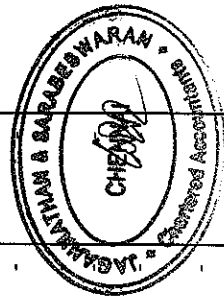
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IFIN SECURITIES FINANCE LIMITED

Note # 11 - Other Equity

Particulars	Share pending allotment	Capital Reserve	Reserves and Surplus							Effective portion of Cash Flow Hedges	Total	
			Securities Premium Reserve	Capital Redemption Reserve	Debt Redemption Reserve	Statutory Reserve	Share Options Outstanding Account	General Reserve	Foreign currency monetary item translation difference			
Balance at the beginning of April 1, 2017	-	2,51,000	4,50,000	-	83,70,506	-	25,16,200	-	-	80,44,955	-	1,96,32,661
Profit for the year	-	-	-	-	-	-	-	-	-	1,18,71,694	-	1,18,71,694
Other comprehensive income	-	-	-	-	-	-	-	-	-	-	-	-
Total Comprehensive Income for the year	-	2,51,000	4,50,000	-	83,70,506	-	25,16,200	-	-	1,99,16,649	-	3,15,04,355
Adjustment on account of componentisation of property, plant and equipment	-	-	-	-	-	-	-	-	-	-	-	-
Exchange difference on translation of outstanding loan balances	-	-	-	-	-	-	-	-	-	-	-	-
Exchange difference amortised	-	-	-	-	-	-	-	-	-	-	-	-
Dividend including tax thereon	-	-	-	-	-	-	-	-	-	-	-	-
Transfer to retained earnings	-	-	-	-	10,54,500	-	-	-	-	-10,54,500	-	-
Balance at the end of March 31, 2018	-	2,51,000	4,50,000	-	94,25,006	-	25,16,200	-	-	1,88,62,149	-	3,15,04,355
Profit for the year	-	-	-	-	-	-	-	-	-	-4,34,54,910	-	-4,34,54,910
Other comprehensive income	-	-	-	-	-	-	-	-	-	-	-	-
Total Comprehensive Income for the year	-	2,51,000	4,50,000	-	94,25,006	-	25,16,200	-	-	-2,45,92,762	-	-1,19,50,556
Exchange difference on translation of outstanding loan balances	-	-	-	-	-	-	-	-	-	-	-	-
Exchange difference amortised	-	-	-	-	-	-	-	-	-	-	-	-
Dividends including tax thereon	-	-	-	-	-	-	-	-	-	-	-	-
Recognition of share based payments	-	-	-	-	-	-	-	-	-	-	-	-
Taken over pursuant to business combination (Refer Note 3.21)	-	-	-	-	-	-	-	-	-	-	-	-
Consequent to business combination (Refer Note 3.21)	-	-	-	-	-	-	-	-	-	-	-	-
Transfer to retained earnings	-	-	-	-	-	-	-	-	-	-	-	-
Balance at the end of March 31, 2019	-	2,51,000	4,50,000	-	94,25,006	-	25,16,200	-	-	-2,45,92,762	-	-1,19,50,556



IFIN SECURITIES FINANCE LIMITED

Note # 11 - Other Equity

Particulars	Share application money pending allotment	Equity component of compound financial instruments	Reserves and Surplus							Debt Instruments Through Other Comprehensive Income	Equity Instruments Through Other Comprehensive Income	Effective portion of Cash Flow Hedges	Revaluation on surplus	Exchange differences on translating the financial statements of a foreign operation	Other items of Comprehensive Income	Money received against share warrants	Total
			Statutory Reserves	Capital Reserve	Capital Redemption Reserve	Securities Premium	General Reserve	Amalgamation Reserve	Retained Earnings								
Balance at the beginning of the reporting 01st April 2016	-	-	32,35,506	2,51,000	4,50,000	-	25,16,200	-	24,95,282	-	-	-	-	-	-	-	89,47,988
Changes in accounting policy or prior period errors	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Restated balance at the beginning of the reporting period	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Comprehensive Income for the year	-	-	-	-	-	-	-	-	1,06,84,673	-	-	-	-	-	-	-	1,06,84,673
Dividends	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfer from retained earnings	-	-	51,35,000	-	-	-	-	-	-	-	-	-	-	-	-	-	51,35,000
Any other change	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfer to Statutory Reserves as per Sec 45	-	-	-	-	-	-	-	-	51,35,000	-	-	-	-	-	-	-	51,35,000
Balance at the end of the year	-	-	83,70,506	2,51,000	4,50,000	-	25,16,200	-	80,44,955	-	-	-	-	-	-	-	1,96,32,661



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IFIN SECURITIES FINANCE LIMITED

Note # 11 - Other Equity

Particulars	Share application money pending allotment	Equity component of compound financial instruments	Reserves and Surplus							Debt Instruments Through Other Comprehensive Income	Equity Instruments Through Other Comprehensive Income	Effective portion of Cash Flow Hedges	Revaluation on surplus	Exchange differences on translating the financial statements of a foreign operation	Other items of Comprehensive Income (Expense)	Money received against share warrants	Total
			Statutory Reserves	Capital Reserve	Capital Redemption Reserve	Securities Premium	General Reserve	Amalgamation Reserve	Retained Earnings								
Balance at the beginning of the reporting 01st April 2017			83,70,506	2,51,000	4,50,000		25,16,200		80,44,954								1,96,32,660
Changes in accounting policy or prior period errors																	
Restated balance at the beginning of the reporting period																	
Total Comprehensive Income for the year									1,18,71,694								1,18,71,694
Dividends																	
Transfer from retained earnings			10,54,500														10,54,500
Any other change																	
Transfer to Statutory Reserves as per Sec 45									10,54,500								10,54,500
Balance at the end of the year			94,25,006	2,51,000	4,50,000		25,16,200		1,88,62,148								3,15,04,354



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IFIN SECURITIES FINANCE LIMITED

Note # 11 - Other Equity

Particulars	Reserves and Surplus										Total					
	Share application money pending allotment	Equity component of compound financial instruments	Statutory Reserves	Capital Reserve	Capital Redemption Reserve	Securities Premium	General Reserve	Amalgamation Reserve	Retained Earnings	Debt Instruments Through Other Comprehensive Income		Equity Instruments Through Other Comprehensive Income	Effective portion of Cash Flow Hedges	Revaluation on surplus	Exchange differences on translating the financial statements of a foreign operation	Other items of Other Comprehensive Income (Specify nature)
Balance at the beginning of the reporting 01st April 2018	-	-	94,25,006	2,51,000	4,50,000	-	25,16,200	-	1,88,62,148	-	-	-	-	-	-	3,15,04,354
Changes in accounting policy or prior period errors	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Restated balance at the beginning of the reporting period	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Comprehensive Income for the year	-	-	-	-	-	-	-	-	-4,34,54,910	-	-	-	-	-	-	-4,34,54,910
Transfer to retained earnings	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfer to Statutory Reserves as per Sec 45	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Balance at the end of the year	-	-	94,25,006	2,51,000	4,50,000	-	25,16,200	-	-2,45,92,762	-	-	-	-	-	-	-1,19,50,556



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IFIN SECURITIES FINANCE LIMITED

Notes # 12 - Interest Income

Particulars	For the Year Ended 31.03.2019				For the year ended 31.03.2018			
	On Financial Assets measured at fair value through OCI	On Financial Assets measured at Amortised Cost	On Financial Assets classified at fair value through profit or loss	Total	On Financial Assets measured at fair value through OCI	On Financial Assets measured at Amortised Cost	On Financial Assets classified at fair value through profit or loss	Total
Interest income								
(i) Interest on loans	-	3,30,87,796	-	3,30,87,796	-	5,00,66,901	-	5,00,66,901
(ii) Interest income from investments	-	-	-	-	-	-	-	-
(iii) Interest on debentures	-	-	-	-	-	-	-	-
(iv) Other interest income	-	-	-	-	-	-	-	-
Total	-	3,30,87,796	-	3,30,87,796	-	5,00,66,901	-	5,00,66,901



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IFIN SECURITIES FINANCE LIMITED

Notes # 13, 14, 15 & 16 - Net gain on fair value changes, Net gain on derecognition of financial instruments under amortised cost category, Others & Other Income

Net gain on fair value changes

Particulars	For the Year ended 31.03.2019	For the Year ended 31.03.2018
(A) Net gain on financial instruments at fair value through profit or loss		
(i) On trading portfolio -		
-Investments	30,14,606	6,53,870
-Derivatives	-	-
-Others	-	-
(ii) On financial instruments at fair value through profit or loss		
(B) Others (to be specified)		
Total Net gain/(loss) on fair value changes (C)	30,14,606	6,53,870
Fair Value Changes :		
-Realised	-	-
-Unrealised	30,14,606	6,53,870

Net gain on derecognition of financial instruments under amortised cost category

Particulars	For the Year ended 31.03.2019	For the Year ended 31.03.2018
Financial Instrument written off in earlier year now recovered	1,37,99,998	-
Total	1,37,99,998	-

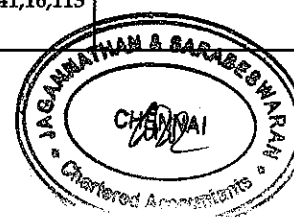
Others

Particulars	For the Year ended 31.03.2019	For the Year ended 31.03.2018
Provisions for impairment on financial instrument Written back	-	62,06,688
Total	-	62,06,688

Other Income

Particulars	For the Year ended 31.03.2019	For the Year ended 31.03.2018
Net gain/(loss) on ineffective portion of hedges	-	-
Net gain/(loss) on derecognition of property, plant and equipment	-	-
Net gain/(loss) on foreign currency transaction and translation (other than considered as finance cost)	-	-
Bad Debts written off earlier recovered	-	-
Interest on IT Refund	-	3,38,450
Profit on sale of Investments (Net)	41,16,113	15,42,017
Total	41,16,113	18,80,467

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IFIN SECURITIES FINANCE LIMITED

Notes # 17 - Finance Cost

Particulars	For the Year ended 31.03.2019		For the Year ended 31.03.2018		Total
	On Financial Liabilities measured at fair value through profit or loss	On Financial Liabilities measured at Amortised Cost	On Financial Liabilities measured at fair value through profit or loss	On Financial Liabilities measured at Amortised Cost	
Finance cost					
(i) Interest on deposits	-	-	-	-	-
(ii) Interest on borrowings	-	33,223	-	18,61,227	18,61,227
(iii) Interest on debt securities	-	-	-	-	-
(iv) Interest on subordinated liabilities	-	-	-	-	-
(v) Other interest expenses	-	-	-	-	-
(vi) Bank charges	-	-	-	-	-
(vii) Other finance costs	-	-	-	-	-
Total	-	33,223	-	18,61,227	18,61,227



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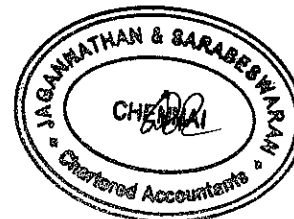
IFIN SECURITIES FINANCE LIMITED

Notes # 18 - Net loss on fair value changes

Particulars	For the Year ended 31.03.2019	For the Year ended 31.03.2018
(A) Net loss on financial instruments at fair value through profit or loss		
(i) On trading portfolio -		
-Investments	7,17,138	4,96,200
-Derivatives	-	-
-Others	-	-
(ii) On financial instruments at fair value through profit or loss		
(B) Others (to be specified)		
Total Net loss on fair value changes (C)	7,17,138	4,96,200
Fair Value Changes :		
-Realised	-	-
-Unrealised	7,17,138	4,96,200
Total Net gain/(loss) on fair value changes (D) to tally with (C)	7,17,138	4,96,200

*Fair Value changes in this schedule are other than those arising on account of accrued interest income / expense.

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IFIN SECURITIES FINANCE LIMITED

Notes # 19, 20 & 21 - Impairment on financial Instruments, Employee Benefit Expenses & Other Expenses

Impairment on financial Instruments

Particulars	For the Year ended 31.03.2019			For the Year ended 31.03.2018		
	On Financial instruments measured at fair value through OCI	On Financial instruments measured at Amortised Cost	Total	On Financial instruments measured at fair value through OCI	On Financial instruments measured at Amortised Cost	Total
Loans	-	7,08,83,326	7,08,83,326	-	-	-
Investments	-	-	-	-	-	-
Others (to be specified)	-	-	-	-	-	-
Total	-	7,08,83,326	7,08,83,326	-	-	-

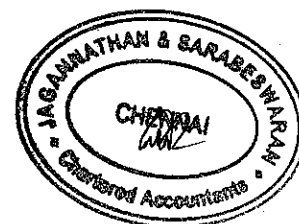
Employee Benefit Expenses

Particulars	For the Year ended 31st Mar 2019	For the Year ended 31st Mar 2018
(a) Salaries and incentives	1,18,08,151	1,18,63,740
(b) Contributions to -		
Provident fund & Employee State Insurance	1,71,538	1,56,692
Staff Welfare Expenditure	5,35,107	36,218
Total	1,25,14,796	1,20,56,650

Other Expenses

Particulars	For the Year ended 31st Mar 2019	For the Year ended 31st Mar 2018
Rent	21,00,000	21,00,000
Telephone expenses	8,99,078	9,49,334
Electricity Charges	5,00,000	5,00,000
Auditor's fees and expenses	3,44,265	3,39,315
Legal and Professional Charges	6,29,096	5,50,474
Repairs and Office Maintenance	24,22,173	20,81,026
Printing and Stationery	10,832	10,333
Tour, travel & Conveyance	2,73,666	1,38,793
Rates And Taxes	70,245	70,917
Information technology Expenses	3,24,415	3,01,765
Meeting Expenses	31,889	30,473
Sitting Fees	1,10,000	3,56,500
Insurance Charges	45,569	33,187
Service Tax Expenses / GST Expenses	37,805	54,950
Miscellaneous expenses	88,055	34,994
Total	78,87,089	75,52,061

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IFIN Securities Finance Limited
(Formerly known as Narayan Sriram Investments Private Limited)

Note: 22

A. Company Background

IFIN Securities Finance Limited ("the Company") is a non-deposit taking Non Banking Financial Services Company incorporated and domiciled in India and governed by the Companies Act, 2013 ("Act"). It is registered with the Reserve Bank of India as a Loan Company. The name of the company was changed to IFIN Securities Finance Limited vide Certificate of Registration dated 26th August 2013 from erstwhile name of Narayan Sriram Investments Private Limited. The Company's registered office is situated at Continental Chambers, 3rd Floor, 142, Mahatma Gandhi Road, Nungambakkam, Chennai 600034 Tamil Nadu, India.

The company is primarily engaged in the business of providing loans against shares and margin funding.

B. Significant Accounting Policies

1. Basis of preparation and presentation

The financial statements have been prepared in accordance with Ind AS notified under the Companies (Indian Accounting Standards) Rules, 2015. Up to the year ended March 31, 2018, the Company prepared its financial statements in accordance with the requirements of previous GAAP, which includes Standards notified under the Companies (Accounting Standards) Rules, 2006. These are the Company's first Ind AS financial statements. The date of transition to Ind AS is April 1, 2017.

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First-time adoption

In accordance with Ind AS 101 on First time adoption of Ind AS, the Company has prepared its first Ind AS financial statements which include:

- I. Three Balance sheets namely, the opening Balance sheet as at April 1, 2017 (the transition date) by recognising all assets and liabilities whose recognition is by Ind AS, not recognising assets or liabilities which are not required by Ind AS, by reclassifying assets and liabilities from previous GAAP as required by Ind AS, and applying Ind AS in measurement of recognised assets and liabilities; and Balance sheets as at March 31, 2019 and 2018; and
- II. Two statements each of profit and loss; cash flows and changes in equity for the years ended March 31, 2019 and 2018 together with the related notes.

The same accounting policies have been applied for all the periods presented

The financial statements have been prepared on the historical cost basis except for certain financial instruments that are measured at fair values at the end of each reporting period, as explained in the accounting policies below.

Historical cost is generally based on the fair value of the consideration given in exchange for goods or services. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date, regardless of whether that price is directly observable or estimated using another valuation technique. In estimating the fair value of an asset or a liability, the Company takes into account the characteristics of the asset or liability if market participants would take those characteristics into account when pricing the asset or liability at the measurement date.

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Fair value for measurement and/ or disclosure purposes in these financial statements is determined on such a basis, except for share- based payment transactions that are within the scope of Ind AS 102, leasing transactions that are within the scope of Ind AS 17.

In addition, for financial reporting purposes, fair value measurements are categorised into Level 1, 2, or 3 based on the degree to which the inputs to the fair value measurements are observable and the significance of the inputs to the fair value measurement in its entirety, which are described as follows:

- I. Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date;
- II. Level 2 inputs are inputs, other than quoted prices included within Level 1, that are observable for the asset or liability, either directly or indirectly; and
- III. Level 3 inputs are unobservable inputs for the asset or liability.

The financial statements are presented in Indian Rupees and all values are rounded to the nearest rupee, except where otherwise indicated. The financial statements were approved for issue by the Board of Directors on April 17, 2019.

2. Use of estimates

In preparing these financial statements, management has made judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

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

Judgements are made in applying accounting policies that have the most significant effects on the amounts recognised in the financial statements.

Assumptions and estimation uncertainties that have a significant risk of resulting in a material adjustment are reviewed on an ongoing basis.

The areas involving critical estimates or judgements are:

S.No	Particulars	Note No.
1.	Revenue recognition using effective interest rate	3
2.	Impairment of loans -Expected credit loss	11 a

3. Revenue recognition

Interest Income on Loan against shares

Interest earned on loans against shares (financial asset) is recognized based on the effective interest rate (EIR) method as per Ind AS 109 & 32 and is the rate that exactly discounts the estimated future repayments of principal and interest through the expected life of the financial asset to the gross carrying amount of a financial asset i.e the amortised cost of the financial asset, before adjusting for any credit loss allowance which are applicable for Stage 1 (Performing) and Stage 2 (Under performing) assets. For Stage 3 (Non-performing) assets, expected interest rate is calculated on the amortised cost less expected credit loss adjustment. Refer note 11a for details on impairment.

Processing fee received by the company relating to the creation or acquisition of a financial asset is considered an integral part of the effective interest rate of a financial instrument and is treated as an adjustment to the effective interest rate and recognised over the lifetime of the financial instrument.

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Interest income on margin funding

Considering the nature and complexity of margin trading, it is not possible to apply the effective interest rate method and so interest has been considered on a time proportion basis taking into account the amount outstanding and the rate applicable.

Dividend Income

Dividends are recognised in profit or loss only when

- (a) the company's right to receive payment of the dividend is established;
- (b) it is probable that the economic benefits associated with the dividend will flow to the company; and
- (c) the amount of the dividend can be measured reliably.

4. Borrowing costs

The borrowing costs are recognised in profit or loss in the period in which they are incurred.

5. Employee benefits

(a) Defined contribution plan:

The Company's Provident Fund Scheme and other statutory funds are defined contribution plan and the company's contribution paid/payable is recognized as expense in Statement of Profit & Loss during the period in which the employee renders the related service.

(b) Defined benefit plan

Provision is made in the company's books for gratuity payable to employees who have completed five years of continuous service in the company.

(c) Compensated absences

The company employees are entitled to 24 days of earned leave per year, out of this 15 days leave standing to the credit of the employee at the end of the

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calendar year will be paid as leave salary. (Calculated on the gross pay) This balance is allowed to be accumulated. The expenses arising therefrom are recognized in the statement of profit and loss.

6. Income taxes

Income tax expense represents the sum of the tax currently payable and deferred tax. Current and deferred tax are recognised in profit or loss, except when they relate to items that are recognised in other comprehensive income or directly in equity, in which case, the current and deferred tax are also recognised in other comprehensive income or directly in equity respectively.

Current tax is determined on taxable profits for the year chargeable to tax in accordance with the applicable tax rates and the provisions of the Income Tax Act, 1961 including other applicable tax laws that have been enacted or substantively enacted.

Deferred tax is recognised on temporary differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit. Deferred tax liabilities are generally recognised for all taxable temporary differences. Deferred tax assets are generally recognised for all deductible temporary differences to the extent that it is probable that taxable profits will be available against which those deductible temporary differences can be utilised. Such deferred tax assets and liabilities are not recognised if the temporary difference arises from the initial recognition (other than in a business combination) of assets and liabilities in a transaction that affects neither the taxable profit nor the accounting profit.

7. Tangible assets

Tangible assets comprising of office equipment and computers are stated at historical cost less accumulated depreciation.

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Deemed cost on transition to Ind AS

The Company has elected to continue with the carrying value of all of its office equipment and computers recognised as of April 1, 2017 (the transition date) measured as per the previous GAAP and use such carrying value as its deemed cost as of the transition date.

Depreciation/ amortisation

Depreciation is recognised so as to write off the cost of assets less their residual values over their useful lives, using the written down value in the manner prescribed under Schedule II of the Companies Act, 2013. The estimated useful lives, residual values and depreciation method are reviewed at the end of each reporting period, with the effect of any changes in estimates accounted on a prospective basis.

8. Intangible assets – Computer software

Intangible assets comprising of computer software is recognized if they are separately identifiable and the Company controls the future economic benefits arising out of them. All other expenses on intangible items are charged to the statement of profit and loss.

Deemed cost on transition to Ind AS

The Company has elected to continue with the carrying value of all of its intangible assets recognised as of April 1, 2017 (the transition date) measured as per the previous GAAP and use such carrying value as its deemed cost as of the transition date.

Intangible assets are amortised over their useful life.

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9. Provisions

Provisions are recognised when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that the Company will be required to settle the obligation, and a reliable estimate can be made of the amount of the obligation.

The amount recognised as a provision is the best estimate of the consideration required to settle the present obligation at the end of the reporting period, taking into account the risks and uncertainties surrounding the obligation. When a provision is measured using the cash flows estimated to settle the present obligation, its carrying amount is the present value of those cash flows (when the effect of the time value of money is material).

10. Cash and cash equivalents

Cash comprises cash on hand and demand deposits with banks. Cash equivalents are short-term balances (with an original maturity of three months or less from the date of acquisition), highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value.

11. Financial instruments

Financial assets and financial liabilities are recognised when the Company becomes a party to the contractual provision of the instruments. Financial assets and financial liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through profit or loss) are added to or deducted from the fair value of the financial asset or financial liabilities, as appropriate, on initial recognition.

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Transactions costs directly attributable to the acquisition of financial assets or financial liabilities at fair value through profit or loss are recognised immediately in profit or loss.

11a. Financial assets

Classification of financial assets

Financial assets are subsequently measured at amortised cost, fair value through other comprehensive income or fair value through profit or loss.

A financial asset is measured at amortised cost using effective interest rate method if both of the following conditions are met:

- (a) the financial asset is held within a business model whose objective is to hold financial assets in order to collect contractual cash flows; and
- (b) the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

A financial asset is measured at fair value through other comprehensive income if both of the following conditions are met:

- (a) the financial asset is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets and
- (b) the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

A financial asset is measured at fair value through profit or loss unless it is measured at amortised cost or at fair value through other comprehensive income. Financial assets i.e. derivative instruments and investments in instruments other than equity of subsidiaries, joint ventures and associates) are subsequently measured at fair value.

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Such financial assets are measured at fair value at the end of each reporting period, with any gains (e.g. any dividend or interest earned on the financial asset) or losses arising on re-measurement recognised in profit or loss and included in the "Other Income". Investments in equity instruments & mutual funds are classified as fair value through profit or loss.

Impairment of financial assets

A financial asset is regarded as credit impaired when one or more events that may have a detrimental effect on estimated future cash flows of the asset have occurred. The Company applies the expected credit loss model for recognising impairment loss on financial assets (i.e. the shortfall between the contractual cash flows that are due and all the cash flows (discounted) that the Company expects to receive.

Expected Credit Loss (ECL)

Expected credit losses are the weighted average of credit losses with the respective risks of default occurring as the weights. Credit loss is the difference between all contractual cash flows that are due to the Company in accordance with the contract and all the cash flows that the Company expects to receive (i.e., all cash shortfalls), discounted at the original effective interest rate. The Company estimates cash flows by considering all contractual terms of the financial instrument through the expected life of that financial instrument.

The Company measures the loss allowance for the financial instruments at an amount equal to the lifetime expected credit losses if the credit risk on those financial instruments has increased significantly since initial recognition. If the credit risk on financial instruments has not increased significantly since initial recognition, the Company measures the loss allowance for that financial instrument at an amount equal to 12 month expected credit losses. The twelve months expected credit losses are portion of the lifetime cash shortfalls that will

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result if default occurs within 12 months after the reporting date and thus, are not cash shortfalls that are predicted beyond the 12 months.

If the Company measured loss allowance for the financial instruments at life time expected credit loss model in the previous period, but determines at the end of a reporting period that the credit risk has not increased significantly since initial recognition due to improvement in credit quality as compared to the previous period, the Company again measures the loss allowance based on 12 month expected credit losses.

When making the assessment of whether there has been a significant increase in credit risk since initial recognition, the Company uses the change in the risk of a default occurring over the expected life of the financial instruments instead of the change in the amount of expected credit losses. To make the assessment, the Company compares the risk of a default occurring on the financial instrument as at the reporting date with the risk of a default occurring on the financial instrument as at the date of initial recognition and consider reasonable and supportable information, that is available without undue cost or effort, that is indicative of significant increase in credit risk since initial recognition.

The company recognises stages for recognition of expected credit loss on financial instruments for which there has been significant increase in credit risk since initial recognition. The probability of default and loss given default have been measured using past credit history, and forward looking credit risk estimations which may include external credit ratings and credit loss experiences of other peer companies wherever applicable.

Stage	Category	Days due since initial recognition	Expected credit loss (ECL)
1	Performing	0-30 days or cash Margin clause not	12 months ECL

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		invoked as Stage 1	
2	Under-performing	31-90 days or cash margin clause invoked and the client has paid cash margin	Life time ECL
3	Non-performing	Beyond 90 days or cash margin clause invoked but the client has not paid ,entity has sold the security to the extent of cash margin short fall to recover the dues.	Life time ECL

De-recognition of financial assets

The Company derecognises a financial asset when the contractual rights to the cash flows from the asset expire, or when it transfers the financial asset and substantially all the risks and rewards of ownership of the asset to another party. The company directly reduces the gross carrying amount of a financial asset when it has no reasonable expectations of recovering a financial asset in its entirety or a portion thereof. A write-off constitutes a derecognition event.

If the Company neither transfers nor retains substantially all the risks and rewards of ownership and continues to control the transferred asset, the Company recognises its retained interest in the asset and an associated liability for amounts it may have to pay. On de-recognition of a financial asset in its entirety, the difference between the asset's carrying amount and the sum of the consideration received and receivable is recognised in the Statement of profit and loss.

A/

The Company has applied the de-recognition requirements of financial assets prospectively for transactions occurring on or after April 1, 2017 (the transition date).

11b. Financial liabilities

All financial liabilities are initially measured at fair value and subsequently measured at amortised cost, if material.

De-recognition of financial liabilities

The Company derecognises financial liabilities when, and only when, the Company's obligations are discharged, cancelled or have expired. The Company has applied the de-recognition requirements of financial liabilities prospectively for transactions occurring on or after April 1, 2017 (the transition date). The company removes a financial liability (or a part of a financial liability) from its balance sheet when, and only when, it is extinguished – ie when the obligation specified in the contract is discharged or cancelled or expires.

12. Earnings per share

Basic earnings per Share is calculated by dividing net profit after tax for the year attributable to equity shareholders of the company by the weighted average number of equity shares issued.

13. Contingent liabilities

Contingent liabilities are disclosed for:

- I. Possible obligation which will be confirmed only by future events not wholly within the control of the Company; or

Present obligations arising from past events where it is not probable that an outflow of resources will be required to settle the obligation or a reliable estimate of the amount of the obligation cannot be made.

D/

Other Notes

I. Contingent liabilities

- i. Estimated amount of contracts remaining to be executed on Capital account and not provided for (NIL).
- ii. Other Contingent liabilities (NIL).

II. Loans due from two parties (one of whom is absconding) amount to Rs. 8.45 crores. The company has lodged a complaint with police department and EOW. Cheque returned cases have also been filed. Provision for ECL has been created at Rs.7.49 Crores.

III. Managerial Remuneration:

(Amount in Rs.)

Particulars	2018-19	2017-18
To Whole Time Director		
(a) Salary, Allowances, Contribution to PF and other funds	-	2,87,509
Total	-	2,87,509

IV. Remuneration to auditor:

(Amount in Rs.)

Nature of Service	2018-19	2017-18
Statutory Audit Fee	2,00,000	2,00,000
For quarterly reporting	79,500	79,500
Tax Audit and Other Fees	10,000	10,000
GST / Others	54,765	52,110
Total	3,44,265	3,41,610

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V. Employee Benefits

(a) The Company is making contribution to Provident fund which is a defined contribution plan and the amount charged to Statement of Profit & Loss is Rs.1,71,538/- (Rs. 1,56,692/-)

(b) Provisions for Gratuity has been made for one employee amounting to Rs.1,83,060/-. However it remains to be fund.

(c) Leave encashment as per policy followed by the Company during the financial year and the amount charged to Statement of profit & Loss is Rs.1,26,098/- (Rs. 1,13,776/-)

VI. The Company shares certain costs/service charges on a mutually agreed basis with the holding company.

VII. The company is primarily engaged in lending against equity share and margin funding for shares. As such there are no separate reportable segments as per IND AS 108.

VIII. Earnings Per Share:

The Earning per Share [EPS] has been computed in accordance with the IND AS 33.

Particulars	As on 31-03-2019	As on 31-03-2018
Net Profit / (loss)for the year available for the equity share holders (Before & after extra-ordinary Item)	(4,28,01,040)	1,18,71,694
Nominal value per equity share	100	100
Weighted Average No. of outstanding equity shares during the year - Basic & Diluted.	30,01,000	30,01,000
Basic & Diluted Earnings per Share (Before & after extra-ordinary Item)	-14.26	3.96

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IX. Current and Deferred Taxation

- (a) The Company has provided for Minimum Alternative Tax (MAT) amounting to Rs.65,00,000/- (Rs.22,50,000) as per provisions of Sec 115JB of the Income Tax Act, 1961.
- (b) The company's carried forward losses results in Deferred Tax Asset which has not been recognized in these accounts as a matter of prudence. MAT credits (Rs.82.65 Lacs for A.Y.17-18 and A.Y.2018-19) will also be accounted in the year the company moves from MAT tax to regular payment of tax.

X. Related Party Disclosure as per AS 18

- a) Ultimate Holding Company : IFCI Limited
- b) Holding Company : IFCI Financial Services Limited
- c) Fellow Subsidiaries : a) IFIN Commodities Limited
b) IFIN Credit Limited
c) IFCI Factors Limited
d) IFCI Venture Capital Funds Limited
e) IFCI Infrastructure Development Limited
f) MPCON Limited
g) Stock Holding Corporation of India Limited

Note: Fellow Subsidiaries (c) to (g) given above are subsidiaries of ultimate Holding Company, IFCI Limited.

d) Key Management Personnel and relatives of such personnel

Mr. Karra Visweswara Rao : Managing Director

Relatives of Key Management Personnel : Nil



e) Transaction with Related Parties

(Amount in Rs.)

Sr. No.	Particulars	Holding/Subsidiary/ Fellow Subsidiary Companies		Key Managerial Personnel	
		2018-19	2017-18	2018-19	2017-18
1	Managerial Remuneration	-	-	-	2,87,509
2	Loan Disbursed to IFCI Financial Services Ltd	-	-	-	-
3	Loan Repaid by IFCI Financial Services Ltd	-	-	-	-
4	Interest receivable from IFCI Financial Services Ltd	-	-	-	-
5	Expense reimbursed to IFCI Financial Services Ltd	1,25,00,000	1,25,00,000	-	-
6	Loan Availed from IFCI Ltd	-	-	-	-
7	Loan Repaid to IFCI Ltd	-	-	-	-
8	Interest paid to IFCI Ltd	-	-	-	-
9	Loan given to IFCI Venture Capital Funds Limited	-	4,50,00,000	-	-
10	Loan repaid by IFCI Venture Capital Funds Limited	-	4,50,00,000	-	-

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11	Interest/ Other Charges received from IFCI Venture Capital Funds Limited	-	7,33,822	-	-
12	Interest payable to IFCI Ltd	-	-	-	-
13	Letter of comfort - Commission Paid to IFCI Ltd	-	-	-	-

XI. Foreign Exchange Inflow and Outflow

During the year, the company has spent a sum of Rs.NIL (NIL) in foreign exchange, towards expenses, asset purchases. There is no foreign exchange income during the year.

XII. As per information and explanations given to us, the Company does not deal with vendors covered under Micro, Small & Medium Enterprises Development Act, 2006. Hence compliance and reporting in this regard does not arise.

XIII. Figures of the previous year have been regrouped / recast wherever necessary to make them comparable with the current year figures.

XIV. Figures have been rounded off to the nearest Rupee. Figures in bracket represent previous year's figures.

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For JAGANNATHAN & SARABESWARAN
CHARTERED ACCOUNTANTS
FIRM REGD. No: 0912048


G. R. RAVI
PARTNER-M.No:025669

IFIN SECURITIES FINANCE LIMITED

IND AS RECONCILIATION
BALANCE SHEET

ASSETS							
Particulars	Note No.	As Per GAAP	Transition Effect	Ind AS	As Per GAAP	Transition Effect	Ind AS
		As at 31.03.2018	As at 31.03.2018	As at 31.03.2018	As at 01.04.2017	As at 01.04.2017	As at 01.04.2017
(1) Financial Assets							
(a) Cash and cash equivalents		20,59,528	-	20,59,528	46,40,012	-	46,40,012
(b) Bank balances other than above		-	-	-	-	-	-
(c) Derivative Financial Instruments		-	-	-	-	-	-
(d) Receivables		-	-	-	-	-	-
(e) Loans	A	30,48,72,397	1,02,53,929	29,46,18,468	41,48,54,704	1,73,13,609	39,75,41,095
(f) Investments	C	4,11,13,749	-6,53,870	4,17,67,619	1,72,699	-	1,72,699
(g) Other Financial Assets (other advances)		36,175	-	36,175	55,261	-	55,261
(2) Non - Financial Assets							
(a) Inventories		-	-	-	-	-	-
(b) Current Tax Assets (Net)		29,03,806	-	29,03,806	-	-	-
(c) Deferred Tax Assets (Net)		-	-	-	-	-	-
(d) Investment Property		-	-	-	-	-	-
(e) Biological assets other than bearer plants		-	-	-	-	-	-
(f) Property, Plant and Equipment		4,662	-	4,662	8,026	-	8,026
(g) Capital work - in - progress		-	-	-	-	-	-
(h) Intangible assets under development		-	-	-	-	-	-
(i) Goodwill		-	-	-	-	-	-
(j) Other intangible assets		1	-	1	-	-	1
(k) Other non - financial assets (to be specified)		-	-	-	-	-	-
Total Assets		35,09,90,318	96,00,059	34,13,90,259	41,97,30,703	1,73,13,609	40,24,17,094

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

(Amount in Rs.)

LIABILITIES AND EQUITY							
Particulars	Note No.	As Per GAAP	Transition Effect	Ind AS	As Per GAAP	Transition Effect	Ind AS
		As at 31.03.2018 (Audited)	As at 31.03.2018 (Audited)	As at 31.03.2018 (Audited)	As at 01.04.2017 (Audited)	As at 01.04.2017 (Audited)	As at 01.04.2017 (Audited)
LIABILITIES							
Financial Liabilities							
(a) Derivative financial instruments		-	-	-	-	-	-
(b) Payables		-	-	-	-	-	-
(c) Debt Securities		-	-	-	-	-	-
(d) Borrowings (Other than Debt Securities)		10,00,000	-	10,00,000	7,15,00,000	-	7,15,00,000
(e) Deposits		-	-	-	-	-	-
(f) Subordinated Liabilities		-	-	-	-	-	-
(g) Other financial liabilities (to be specified)		86,72,109	-	86,72,109	60,45,290	8,81,480	51,63,810
Non-Financial Liabilities							
(a) Current tax liabilities (Net)		-	-	-	59,44,995	-	59,44,995
(b) Provisions	B	13,33,286	12,19,490	1,13,796	15,27,619	14,51,991	75,628
(c) Deferred tax liabilities (Net)		-	-	-	-	-	-
(d) Other non-financial liabilities (to be specified)		-	-	-	-	-	-
Equity							
(a) Equity Share capital		30,01,00,000	-	30,01,00,000	30,01,00,000	-	30,01,00,000
(b) Other Equity	A-C	3,98,84,922	83,80,568	3,15,04,354	3,46,12,799	1,49,80,138	1,96,32,661
Total Liabilities and Equity		35,09,90,317	96,00,058	34,13,90,259	41,97,30,703	1,73,13,609	40,24,17,094

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

For and on behalf of the Board of Directors

For Jagannathan & Sarabeswaran

K V Rao
Managing Director

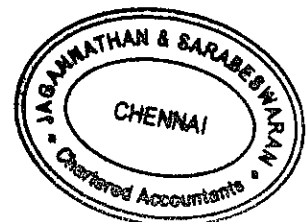
Ramkumar Srinivasan
Director

G R Ravi
Partner
Chartered Accountants
Firm No: 012045
Membership No: 25669

Place : Chennai
Date : 17th April '19

Sabareeswar I
Company Secretary

A V Pushparaj
Chief Financial Officer



IND AS RECONCILIATION
STATEMENT OF PROFIT AND LOSS

(Amount in Rs.)

#	Particulars	Note No.	As Per GAAP	Transition Effect	Ind AS
			Year ended	Year ended	Year ended
			31.03.2018	31.03.2018	31.03.2018
I	Revenue From Operations				
	(i) Interest Income	A	4,80,16,842	-20,50,059	5,00,66,901
	(ii) Dividend Income		8,310	-	8,310
	(iii) Rental Income		-	-	-
	(iv) Processing Fees and Commission Income	D	16,92,500	12,87,500	4,05,000
	(v) Net gain on fair value changes	C	-	-6,53,870	6,53,870
	(ix) ECL provision written back	B	-	-62,06,688	62,06,688
	Total Revenue From Operations		4,97,17,652	-76,23,117	5,73,40,769
II	Other Income		18,80,467	-	18,80,467
III	Total Income (I+II)		5,15,98,119	-76,23,117	5,92,21,236
IV	EXPENSES				
	(i) Finance Costs		18,61,227	-	18,61,227
	(ii) Fees and commission expense		3,54,000	-	3,54,000
	(iii) Net loss on fair Value changes		4,96,200	-	4,96,200
	(v) Provision for Standard Assets	B	-2,32,501	-2,32,501	-
	(vi) Bad debts written off		1,96,34,943	-	1,96,34,943
	(ix) Employee Benefits Expenses		1,20,56,650	-	1,20,56,650
	(x) Depreciation, amortization and impairment		3,364	-	3,364
	(xi) Other expenses		75,52,061	-	75,52,061
	Total expenses (IV)		4,17,25,944	-2,32,501	4,19,58,445
V	Profit / (loss) before exceptional items and tax (III - IV)		98,72,175	-73,90,616	1,72,62,791
VI	Exceptional Items		-	-	-
	Prior Period Income	E	8,81,480	8,81,480	-
	Prior Period Expenses	E	90,435	90,435	-
VII	Profit / (loss) before tax (V - VI)		1,06,63,220	-65,99,571	1,72,62,791
VIII	Tax expense:				
	(1) Current tax		53,91,097	-	53,91,097
	(2) Deferred tax		-	-	-
IX	Profit / (loss) for the period from continuing operations (VII - VIII)		52,72,123	-65,99,571	1,18,71,694
X	Profit / (loss) from discontinuing operations		-	-	-
XI	Tax expense of discontinued operations		-	-	-
XII	Profit / (loss) for the period from discontinuing operations (after tax) (X - XI)		-	-	-
XIII	Profit / (loss) for the period (IX+XII)		52,72,123	-65,99,571	1,18,71,694
XIV	Other Comprehensive Income		-	-	-
XV	Total Comprehensive income for the period (XIII+XIV) (Comprising Profit (loss) and other Comprehensive Income for the period)		52,72,123	-65,99,571	1,18,71,694
XVI	Earnings Per share (for the continuing Operations)				
	Basic (Rs.)		1.76	-2.20	3.96
	Diluted (Rs.)		1.76	-2.20	3.96
XVII	Earnings Per share (for the discontinuing Operations)				
	Basic (Rs.)		-	-	-
	Diluted (Rs.)		-	-	-
XVII	Earnings Per share (for the continuing and discontinuing Operations)				
	Basic (Rs.)		1.76	-2.20	3.96
	Diluted (Rs.)		1.76	-2.20	3.96

The Notes A - E form an integral part of Statement of Profit and Loss

For and on behalf of the Board of Directors

For Jagannathan & Sarabeswaran

K V Rao
Managing Director

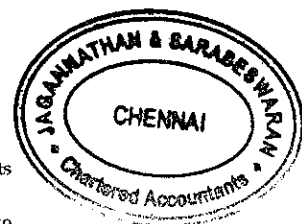
Rasakumar Srinivasan
Director

Place : Chennai
Date : 17th April '19

Sabareeswar T
Company Secretary

A V Pushparaj
Chief Financial Officer

G.R. Ravi
Partner
Chartered Accountants
Firm No: 01204S
Membership No: 25669



IFIN SECURITIES FINANCE LIMITED

Notes to Reconciliation

#	Particulars	As Per GAAP Year ended 31.03.2018	Transition Effet Year ended 31.03.2018	Ind AS Year ended 31.03.2018
A	Cash Flow From Operating Activites	10,93,56,764	-0	10,93,56,764
B	Cash Flow From Investing Activities	-4,14,37,249	1	-4,14,37,250
C	Cash Flow From Financing Activities	-7,05,00,000	-	-7,05,00,000
	Net Changes in Cash & Cash Equivalent (A+B+C)	-25,80,485	0	-25,80,485
	Opening Cash and Cash Equivalent	46,40,012	-	46,40,012
	Closing Cash and Cash Equivalent	20,59,527	-	20,59,527
	Increase / Decrease in Cash & Cash Equivalent	-25,80,485	-1	-25,80,485

Notes on Reconciliation

A) Under previous GAAP, Interest on loans was recorded as per contractual obligation at agreed interest rates. Under Ind AS cash flows are discounted and effective interest rate is worked out as the loans are disclosed at amortised cost.

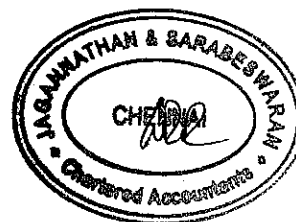
B) Under Ind AS provision for impairment of loans is made as per ECL model. Whereas under previous GAAP it is as per RBI norms. The difference represents loan provision as per ECL made in 2017 is revised for ECL provisions in 2018. The provision for standard assets made as per earlier GAAP is utilised to make good Ind AS ECL provision.

C) Investment in Mutual Fund are disclosed at Fair Value through P&L under Ind AS.

D) Under previous GAAP processing charges are recorded as income. Under Ind AS they are reflected as adjustments in interest from loans.

E) Prior period income is disclosed separately as per earlier GAAP. As per Ind AS they are related to the relevant year or earlier Ind AS presentation.

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IFIN SECURITIES FINANCE LIMITED

Financial Instrument

(ii) Categories of financial instruments

Particulars	As at		
	31.03.2019	31.03.2018	01.04.2017
Financial assets			
Measured at fair value through profit or loss (FVTPL)			
(a) Mandatorily measured:	-	-	-
(i) Equity investments / Mutual Funds	16,76,74,171	4,17,67,619	1,72,699
(ii) Derivative instruments designated in hedge accounting relationship	-	-	-
Measured at amortised cost			
(a) Cash and bank balances	1,45,03,213	20,59,528	46,40,014
(b) Other financial assets at amortised cost	2,61,305	36,175	55,261
(c) Loans	10,84,10,259	29,46,18,468	39,75,41,095

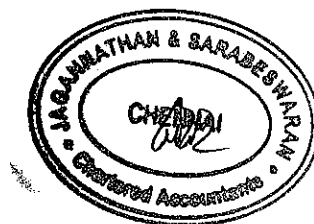
The table below provides details regarding the contractual maturities of financial liabilities including estimated interest payments as at 31 March 2019:

#	Particulars	Carrying amount	upto 1 year	1-3 year	3-5 year	More than 5 year	Total contracted cash flows
1	Non-current financial liabilities						
	Borrowings and interest thereon	-	-	-	-	-	-
	Finance lease liability	-	-	-	-	-	-
2	Current financial liabilities						
	Borrowings and interest thereon	-	-	-	-	-	-
	Trade payables	-	-	-	-	-	-
	Finance lease liability	-	-	-	-	-	-
	Other financial liabilities	35,81,366	35,81,366	-	-	-	35,81,366

The table below provides details regarding the contractual maturities of financial liabilities including estimated interest payments as at 31 March 2018:

#	Particulars	Carrying amount	upto 1 year	1-3 year	3-5 year	More than 5 year	Total contracted cash flows
1	Non-current financial liabilities						
	Borrowings and interest thereon	-	-	-	-	-	-
	Finance lease liability	-	-	-	-	-	-
2	Current financial liabilities						
	Borrowings and interest thereon	-	-	-	-	-	-
	Trade payables	-	-	-	-	-	-
	Finance lease liability	-	-	-	-	-	-
	Other financial liabilities	86,72,109	86,72,109	-	-	-	86,72,109

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The table below provides details regarding the contractual maturities of financial liabilities including estimated interest payments as at 1 April 2017:

#	Particulars	Carrying amount	upto 1 year	1-3 year	3-5 year	More than 5 year	Total contracted cash flows
1	Non-current financial liabilities						
	Borrowings and interest thereon	-	-	-	-	-	-
	Finance lease liability	-	-	-	-	-	-
2	Current financial liabilities						
	Borrowings and interest thereon	-	-	-	-	-	-
	Trade payables	-	-	-	-	-	-
	Finance lease liability	-	-	-	-	-	-
	Other financial liabilities	51,63,810	51,63,810	-	-	-	51,63,810

The table below provides details regarding the contractual maturities of financial assets including estimated interest receipts as at 31 March 2019:

#	Particulars	Carrying amount	upto 1 year	1-3 year	3-5 year	More than 5 year	Total contracted cash flows
1	Non-current financial assets						
	Other financial assets	-	-	-	-	-	-
2	Current financial assets						
	(a) Cash and bank balances	1,45,03,213	1,45,03,213	-	-	-	1,45,03,213
	(b) Other financial assets at amortised cost	2,61,305	2,61,305	-	-	-	2,61,305
	(c) Loans at amortised cost	10,84,10,259	10,84,10,259	-	-	-	10,84,10,259

The table below provides details regarding the contractual maturities of financial assets including estimated interest receipts as at 31 March 2018:

#	Particulars	Carrying amount	upto 1 year	1-3 year	3-5 year	More than 5 year	Total contracted cash flows
1	Non-current financial assets						
	Other financial assets	-	-	-	-	-	-
2	Current financial assets						
	(a) Cash and bank balances	20,59,528	20,59,528	-	-	-	20,59,528
	(b) Other financial assets at amortised cost	36,175	-	-	-	-	36,175
	(c) Loans at amortised cost	29,46,18,468	29,46,18,468	-	-	-	29,46,18,468

The table below provides details regarding the contractual maturities of financial assets including estimated interest receipts as at 1 April 2017:

#	Particulars	Carrying amount	upto 1 year	1-3 year	3-5 year	More than 5 year	Total contracted cash flows
1	Non-current financial assets						
	Other financial assets	-	-	-	-	-	-
2	Current financial assets						
	(a) Cash and bank balances	46,40,014	46,40,014	-	-	-	46,40,014
	(b) Other financial assets at amortised cost	55,261	55,261	-	-	-	55,261
	(c) Loans at amortised cost	39,75,41,095	39,75,41,095	-	-	-	39,75,41,095

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Financing facilities	As at		
	31.03.2019	31.03.2018	01.04.2017
Secured cash credit and other borrowings facility:			
Amount used	-	10,00,000	7,15,00,000
amount unused.	-	-	-

Credit risk

Credit risk refer to the risk that a borrower will default on contractual obligation resulting in financial loss to the company. The company makes a provision for doubtful debts using expected credit loss model.

Movement in provision for Impairment Loss

Particulars	Y.E.31.03.2019	Y.E.31.03.2018
Balance at beginning of the year	1,05,43,075	1,67,49,763
Incremental / (Reduction) in ECL	7,08,83,326	-62,06,688
Balance at end of the year	8,14,26,401	1,05,43,075

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IFIN SECURITIES FINANCE LIMITED

Income Taxes Relating to Continuing Operations

Particulars	Year ended 31.03.2019	Year ended 31.03.2018
Income tax recognised in profit or loss	-	-
Current tax	-	-
In respect of the current year	65,00,000	22,50,000
In respect of the prior year	-10,48,052	31,41,097
Total income tax expense recognised in profit or loss	54,51,948	53,91,097

Tax provision made as per Sec 115JB for the year 31st March 2019. Income tax effect on adoption of IND AS for year ended 31st March 2018 is not material.

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