



LAXMI INDIA FINLEASECAP PRIVATE LIMITED

"Sapne dekho, Bade dekho, Hamare saath unhe Pura hote dekho"

ANNUAL REPORT

2018 - 2019



**MSME
Loan**



**Vehicle
Loan**



**Mortgage
Loan**



**Business
Loan**



**Personal
Loan**



**Two Wheeler
Loan**



**Tractor
Loan**



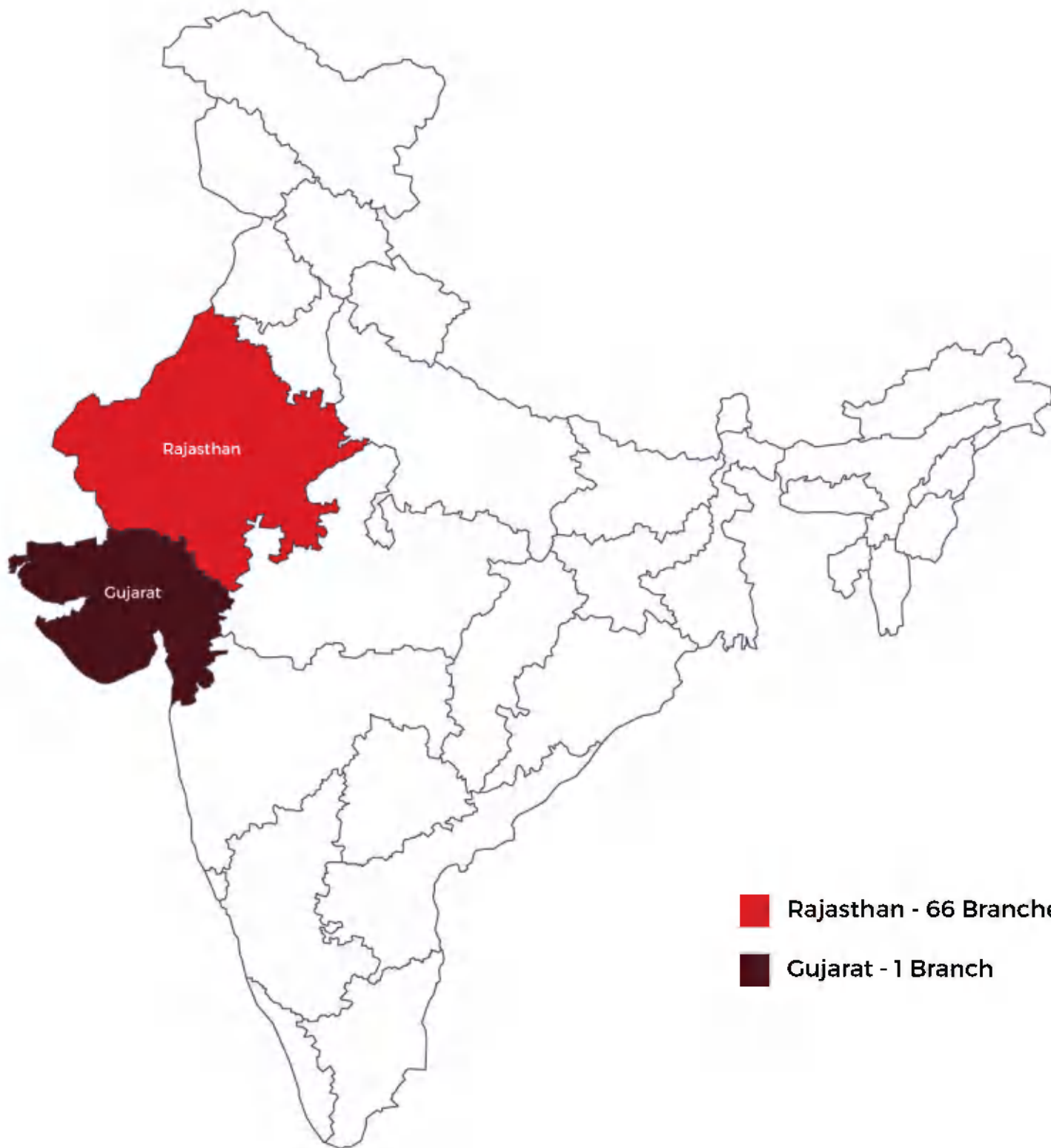
**Residential
Construction
Loan**



**Commercial
Vehicle Loan**



**Sapne dekho,
Bade dekho,
Hamare saath unhe
Pura hote dekho.**



 Rajasthan - 66 Branches

 Gujarat - 1 Branch



BRANCH NETWORKS

S. No.	Rajasthan		Gujarat
1	Agra Road, Jaipur	34	67 Godhra
2	Ajeetgarh	35	
3	Ajmer	36	
4	Bagru	37	
5	Bansure	38	
6	Beawar	39	
7	Bhankrota	40	
8	Bhilwara	41	
9	Bijaynagar (Ajmer)	42	
10	Bundi	43	
11	Bassi	44	
12	Chaksu	45	
13	Chirawa (Jhunjhunu)	46	
14	Chitttograh	47	
15	Chomu	48	
16	Dantaramgarh	49	
17	Dausa	50	
18	Diggi Malpura	51	
19	Dudu	52	
20	Degana	53	
21	Goner Road	54	
22	Gopinath Marg (Jaipur)	55	
23	Govind Garh (Chomu)	56	
24	Harmada (Jaipur)	57	
25	Harsor	58	
26	Jaipur H.O.	59	
27	Jhotwara Jaipur	60	
28	Jhujhunu	61	
29	Jobner	62	
30	Jodhpur	63	
31	Kishangarh Renwal	64	
32	Kanwat	65	
33	Kapasan	66	



Key Strengths of LIFC

1. Strong Capital base of Promoter
2. Laxmi Mitra (Referral- App)
3. Employee Base
4. Professional Hierarchy with experienced players
5. Superior Quality Services
6. Products & Geographical Diversification
7. Vehicle valuation Application
8. Time Labs
9. Networking
10. Digitalisation
11. M- Collection
12. Women Borrower Base
13. Long standing relationship with Corporate Lenders
14. Centralisation of Credit Appraisal
15. E-NACH
16. LOS application
17. Auto Dialler
18. End Point security

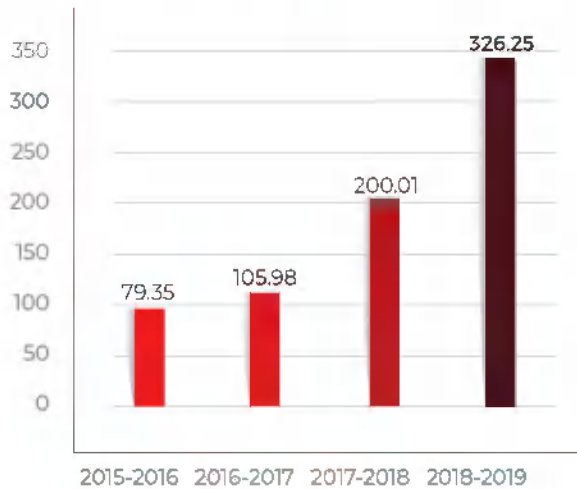


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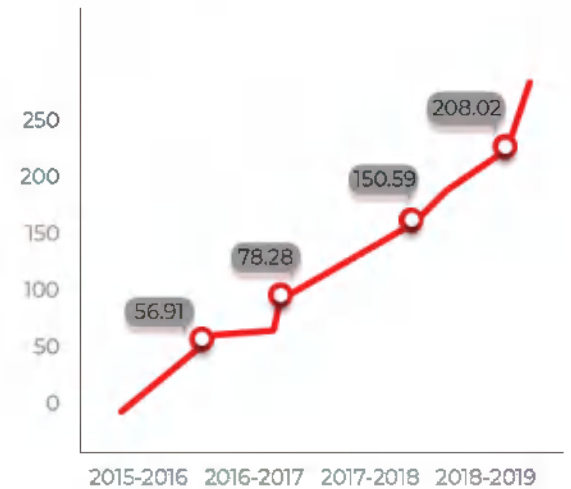
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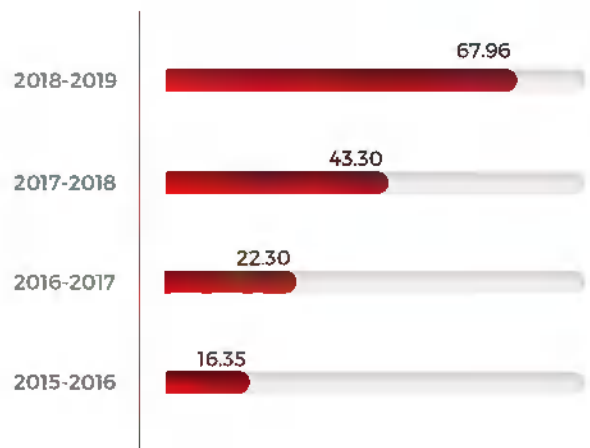
Asset Under Management (in ₹Crore)



Disbursement (in ₹Crore)

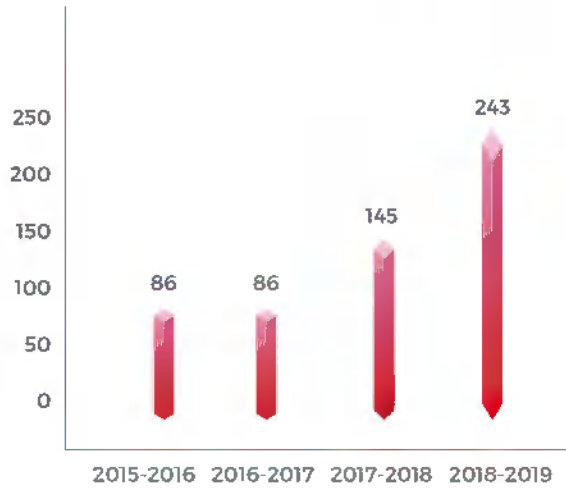


Net worth (in ₹Crore)

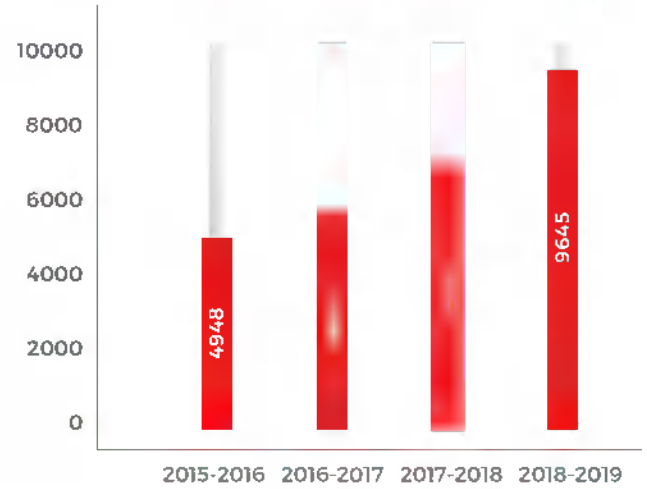




Staff Base (in Number)



Customer Base (in Number)



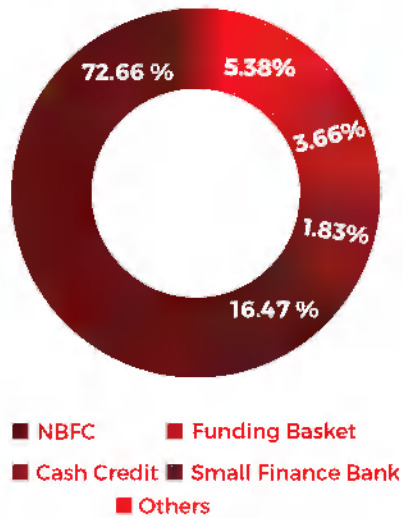
Share Holding Pattern in (%)



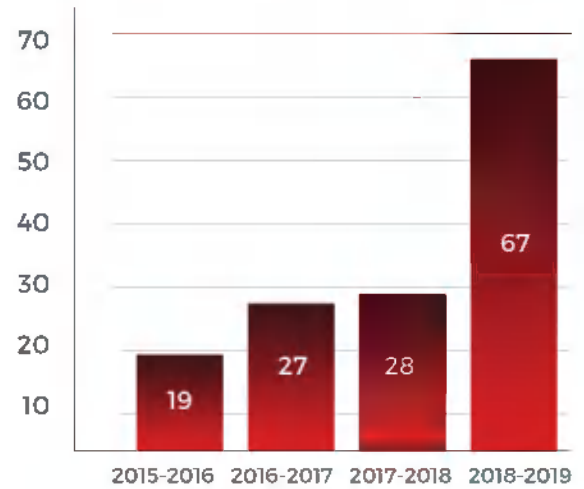
 Promoter & Promoter Groups



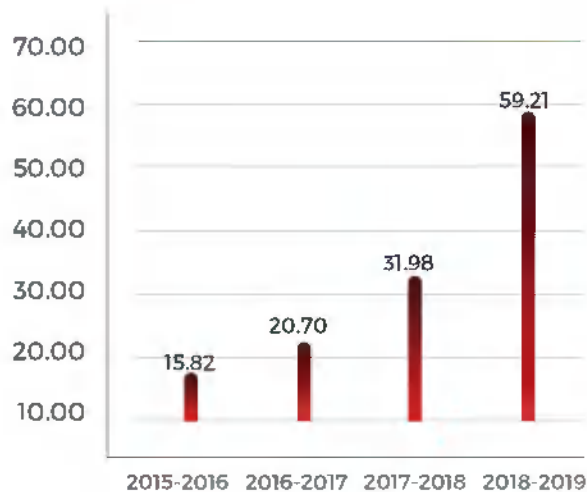
Funding Basket in (%)



Branches (in Number)



Total Income (in ₹ Crore)





OUR LENDERS

Mahindra FINANCE





CORPORATE INFORMATION

Board of Directors

Mr. Deepak Baid
Managing Director

Mrs. Aneesha Baid
Director

Mrs. Prem Devi Baid
Director

Mr. Surendra Mehta
Independent Director

Mr. Kishore Kumar Sansi
Independent Director

Statutory Auditors

M/s. A Bafna & Co.
CA Mukesh Gupta

**K-2, Keshav Path, Ahinsa Circle, C-Scheme,
Jaipur-302001, Rajasthan, India**

Registered Office

**33 Chitta Ranjan Avenue 9th Floor Room No. 908A
Kolkata-700012, West Bengal, India
Contact: 0141-4033635
Mail I'd: info@lifc.in**

Head Office

**2 DFL Tower Gopinath Marg Opp.
Hotel Jaisingh Palace M.I Road,
Jaipur-302001, Rajasthan, India**

Corporate Identity

**U65929WB1996PTC168419
Web Address: www.lifc.co.in**

Key Managerial Personnel

Mr. Piyush Somani
Chief Financial Officer

Mr. Anurag Jain
Company Secretary & Compliance Officer



FROM THE DESK OF MANAGING DIRECTOR



“ I am happy to welcome you all to 22nd Annual General Meeting of Laxmi India Finlease Cap Private Limited. We believe, responsible business are sustainable businesses in the long run. We are a potent instrument of inclusiveness and empowerment for all the sections of society, and out tent of responsibility is a natural extension of this business philosophy. We at LIFC are building trust of not only our lenders who had extended their hands for the growth but also the core values of our customers by getting their valuable feed backs and implementing the same in the operational lines so that we can build a strong foundation for future immense growth. We strive to maintain a robust and effective governance framework which supports the application and execution of our strategy and remain consistent with our values. It give me an immense please to share some of the key highlights of your company's performance for the fiscal year ending March -19 with the great efforts of all the family members of LIFC.

Economic Scenery

On a macro economy level, the global economy witnessed a moderation in the growth due to a confluence of factors which affected most of the major economies. India registered a GDP growth of 6.8%, lower than the previous forecast of 7% on account of sluggish fourth quarter. However, the Reserve Bank of India (RBI) has projected a GDP growth forecast of 7% for 2019-20, following the infusion of additional liquidity in the economy with more focus on priority sectors.

On the sectoral front, 2018-19 ended with several challenges for Non - Banking Financing Companies (NBFC's), affecting their growth curve. However, what is encouraging is that the RBI is monitoring the sector more closely to address the signs of stain, which may gradually impact the entire financial services sector.

NBFCs are seeking new ways to fund their growth, and RBI is facilitating the process with streamlining the system. NBFC plays a very important role in sustaining consumption demand as well as capital formation in small and medium industrial segment and on the other hand critical to the Indian financial sector.

NBFCs need to opt for better practices and strengthen their risk management framework.



Performance in standpoint

The stressed NBFC scenario had a minor impact over the gold loan players in the market. The high cost of borrowing in the market, led to marginal increase in interest rates, which had passed on to the customer, hence increased cost to customer.

Brief highlights of your company during the year are detailed below:-

- a) LIFC continued to perform well which was even recognized by external credit rating agency. Our external credit rating was upgraded to BBB (With stable outlook) by Acuite Ratings.
- b) Our Assets under Management grew by 63.17% from ₹ 200.01 crores in F.Y 2017-18 to ₹ 326.35 crore in F.Y 2018-19 driven by horizontal and vertical growth.
- c) Our revenue from operation have grown by 85.15% from ₹ 31.98 crore in F.Y 2017-18 to 59.21 crore by the end of F.Y 2018-19.
- d) LIFC has first time crossed an annual disbursement to 200 crores.
- e) Promoter & Promoter Group Company is always there to support the growth of the company by infusing capital as and when required. During the recently closed F.Y 2018-19 they had infused ₹ 15.48 crores reaching the net worth to 67.96 crore after plugging back of profits.
- f) Profit after tax has increased by 173.92% from ₹ 3.85 crore to 9.45 crore.
- g) Capital Adequacy stood at 20.84% as on March 31, 2019.
- h) Your company during the year has achieved its best ever numbers on the asset quality front with GNPA and NNPA (own books) of 1.30% & 1.10% respectively. On AUM these numbers stood at 1.21% & 1.02% respectively.
- i) Remarkably your company now deals with over 20 institutions including banks, FI's & NBFCs. I am thankful to each and every one for extending their support in the growth of the company that has great value addition to the social sector of this country mainly catering to underserved segment.

I express my thanks to all our directors specially Mr. Kishore Kumarji Sansi (Independent Director) for their invaluable contribution though their guidance and encouragement, which is the key resource for the immense success of the company.

Thanking You.
Mr. Deepak Baid
Managing Director



PROMOTERS & DIRECTORS



MR. DEEPAK BAID
(Managing Director)

First generation entrepreneur with over more than two decades of experience in the field of financing. He is a commerce graduate ,engaged in social activities like Jain Tera panti Samaj, Mother Teresa home, Round Table India, Jain International Trade Organisations.

MRS. ANEESHA BAID
(Director)

She is co- founder member of LIFC & was appointed as Director in the company. She has been involved in the operations and growth of the business empire since its inception.



MRS. PREM DEVI BAID
(Director)

She is mother of Mr.Deepak Baid (MD). She is an Entrepreneur and Business woman. More than two decades, she had contributed to several family companies in India in various positions.



MR. SURENDRA MEHTA
(Independent Director)

He is a Commerce graduate. Contributes in the decisions making to improve the financial performance of the company. He is having very rich knowledge of Finance and banking.

MR. KISHORE KUMAR SANSI
(Independent Director)

He is Ex-Managing Director and Chief Executive Officer of the Vijaya Bank. He also served as Executive Director of Punjab and Sind Bank and Oriental Bank of Commerce in his banking experience. Listed as Best CEO amongst 40 Best CEO by PWC & Business Today under BFSI Category and also awarded by many organisation in various field.





OUR TEAM



PIYSUH SOMANI
(Chief Financial Officer)

He is a Post Graduate with specialization in the field of finance, accounts, tax and International Business. He is a Chartered accountant and had started his career with a manufacturing company of locomotive and automotive bearing known as National Engineering Industries Limited (C. K. Birla Group Company) & Ess Kay Fincorp Limited (NBFC) has spent almost 9+ years in the field of finance in the past while working with Corporate Group's.

ANURAG JAIN
(Company Secretary)

He is a Qualified Company Secretary and Law Graduate is having around 2 years of experience in Secretarial and Compliance Department. He is taking care of Legal and Secretarial Department and working for investor relationship of the company and playing important role in fund raising from Banks and FI's.



SUSHANT TANWAR
(HR Head)

He has done MBA in Human Resource in 2009 from Kurukshetra University and having around 8 years of experience in NBFC and Health care sector. He has joined recently Laxmi and accountable for all HR and Operations work.



GAINDI LAL KUMAWAT
(Business Development Manager)

He is a Commerce graduate with 15 Years' experience in Business and Expansion. He is associated with the company since April 2004. He has expertise in dealing with new area expansion in the state of Rajasthan.

DILIP SINGH YADAV
(Legal Head)

Mr. Dilip Singh Yadav is a B.com, LLB and having around 15 years of experience in the field of legal matters in the Banking Sector. Previously he was working AU Small finance Bank having expertise in the field of all legal matters and deals with cases of section 138 under Negotiable Instruments and other consumer related matter.



SANJAY OJHA
(Collection Head)

Mr. Sanjay Ojha is leading a team of around 50 person of collection and Tele calling department and he is having around 10 years of experience in the collection field, he is B.sc graduate and has a very vast knowledge in controlling the NPA levels and have a leading track record in AU Small finance bank in leading the team of Rajasthan.

RAMESH JAT
(Credit Head)

Mr. Ramesh Jat is a qualified BA & MBA having an experience of more than a decade in the field of credit and collection, previously he was associated the Fullerton India, RBL Bank and other financial institutions in India.





NOTICE

NOTICE is hereby given that the 22nd Annual General Meeting (“AGM/Meeting”) of the members of Laxmi India Finleasecap Private Limited for Financial Year 2019-20 will be held on Wednesday, the 14th Day of August, 2019 at 11.00 A.M. at the Corporate office of the Company situated at 2 DFL Gopinath Marg, MI Road, Jaipur-302001 Rajasthan, India to transact the following business:

ORDINARY BUSINESS:-

TO ADOPT THE AUDITED FINANCIAL STATEMENTS OF THE COMPANY FOR FINANCIAL YEAR ENDED ON 31ST MARCH, 2019 TOGETHER WITH THE REPORTS OF THE BOARD OF THE DIRECTORS AND AUDITORS THEREON.

Date: 19th May 2019
Place: Jaipur

BY ORDER OF THE BOARD OF DIRECTORS
For LAXMI INDIA FINLEASECAP PRIVATE LIMITED

Sd/
ANURAG JAIN
Company Secretary
M.No. 52322

**Notes:**

- 1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT ONE OR MORE PROXY TO ATTEND AND VOTE ON A POLL INSTEAD OF HIMSELF AND THE PROXY NEED NOT BE A MEMBER OF THE COMPANY. A PERSON CAN ACT AS A PROXY ON BEHALF OF MEMBERS NOT EXCEEDING (50%) FIFTY AND HOLDING IN AGGREGATE NOT MORE THAN (10%) TEN PERCENT OF THE TOTAL SHARE CAPITAL OF THE COMPANY CARRYING VOTING RIGHTS. A MEMBER HOLDING MORE THAN (10%) TEN PERCENT OF THE TOTAL SHARE CAPITAL OF THE COMPANY MAY APPOINT A SINGLE PERSON AS PROXY AND SUCH PERSON SHALL NOT ACT AS A PROXY FOR ANY OTHER PERSON OR SHAREHOLDER.**
2. The duly stamped, filled and signed instrument appointing the proxy should, however be deposited at the Registered Office of the Company not less than 48 (forty eight) hours before the commencement of the Meeting, in order to be effective.
3. Corporate Members intending to send their authorized representatives to attend the Meeting pursuant to Section 113 of the Companies Act, 2013 are requested to send to the Company, a certified copy of the relevant Board resolution together with their respective specimen signatures authorizing their representative(s) to attend and vote on their behalf at the Meeting.
4. A copy of Audited Financial Statements of the Company for the year ended 31st March, 2019 together with the report of Board of Directors and Auditors thereon is enclosed herewith.
5. Relevant documents referred to in the accompanying Notice are open for inspection by the members at the Registered office of the Company on all working days, during business hours from the date hereof upto the date of the Meeting.
6. Members seeking any information with regard to the resolution as proposed to be passed in the meeting are requested to write to the Company at least 7 days prior to the meeting, so as to enable the Management to keep the information ready at the meeting.
7. With reference to SS-2 for the convenience of recipients of notice, Route Map to the venue of Annual General Meeting of the Company is as under:



Venue of the Meeting :

2, DFL, Gopinath Marg, M.I. Road, Jaipur- 302001,
Rajasthan, India.

Land Mark :

Hotel Jai Singh Palace

Route Map :

The mark indicating the venue of AGM



Date: 19th May 2019

Place: Jaipur

BY ORDER OF THE BOARD OF DIRECTORS
For LAXMI INDIA FINLEASECAP PRIVATE LIMITED

Sd/
ANURAG JAIN
Company Secretary
M.No. 52322

ROUTE MAP TO THE VENUE OF ANNUAL GENERAL MEETING





FORM NO. MGT - 11
PROXY FORM

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

CIN:
U65929WB1996PTC168419

Name of the Company:
Laxmi India Finleaseap Private Limited

Registered Office:
33 Chitta Ranjan Avenue 9th Floor Room No. 908A
Kolkata-700012 West Bengal
India.

Name of the Member (s) :

Registered Address :

E-mail Id :

Folio No / Client Id :

I / We, being the member(s) of _____ shares of the above mentioned Company, hereby appoint:

1. Name: _____
Address: _____
E-mail Id: _____ Signature: _____ or failing him/her

2. Name: _____
Address: _____
E-mail Id: _____ Signature: _____ or failing him/her

3. Name: _____
Address: _____
E-mail Id: _____ Signature: _____ or failing him/her

as my / our proxy to attend and vote (on a poll) for me/ us and on my/ our behalf at the Annual General Meeting of the Company, to be held on Wednesday 14th August, 2019 at 11.00 A.M. at its Corporate office situated at 2 DFL Gopinath Marg MI Road Jaipur- 302001 Rajasthan, India and at any adjournment thereof in respect of such resolutions as are indicated below:

**Resolution No.**

1. To consider and adopt the Audited Financial Statements for the year ended 31st March, 2019 together with the reports of Board of Directors and Auditors thereon.

Signed this _____ day of _____, 2019

Signature of Shareholder

Affix Revenue
Stamp here

Signature of Proxy Holder (s)

Note: This form of proxy in order to be effective should be duly completed and deposited at the registered office of the Company, not less than 48 hours before the commencement of the Meeting.



BOARD'S REPORT

To,
The Members,

Your Directors are glad to take this opportunity to present the 22nd Annual Report on the business and operations of the Laxmi India Finleasecap Private Limited (hereinafter referred as “we” or “Company” or “Laxmi India”) together with the audited financial statements for the Financial Year ended 31st March 2019.

1. FINANCIAL PERFORMANCE OF THE COMPANY:

The Company's financial performance for the year ended 31st March, 2019 is summarized below:

Particulars	Financial year ended 31st March 2019	Financial year ended 31st March 2018
Total Income	592,061,486	319,878,165
Profit/(loss) before Interest, Depreciation & Tax (EBITDA)	442,262,790	224,162,063
Finance Charges	308,497,724	165,148,784
Depreciation	5,393,710	3,606,060
(Net Profit/ Loss) Before Tax	128,371,356	55,407,219
Provision for Tax (Net of Deferred Tax)	33,912,065	16,924,720
Net Profit/(Loss) After Tax	94,459,291	38,482,499

2. BRIEF DESCRIPTION OF THE COMPANY'S WORKING DURING THE YEAR:

During the Financial Year 2018-19, the Company has recorded Total Income of ₹ 592,061,486/- as against ₹ 319,878,165/- in F.Y. 2018-19, an increase of about 85.09%. The total income comprised income from financing activities of ₹ 591,549,255 and other Income of ₹ 512,231/-



During the Financial Year, the Company's profit after tax ("PAT"), increased by about i.e. from ₹ 38,482,499/- to ₹ 94,459,291/-

During the Financial Year 2018-19, total expenditure were ₹ 463,690,130/- as against ₹ 264,470,946/- in financial year 2017-18. The increase is on account of operation costs, employee costs owing to increase in manpower strength to support growth in the business, higher borrowings in line with the growth in loan portfolio.

The Company is mainly engaged in the business of Non-banking Financing Activities and has maintained a close emphasis on increasing the revenue model.

3. RESERVES:

Since the Company is a Non-Banking Financial Company registered with Reserve Bank of India (RBI), therefore as per section 45IC of RBI Act 1934, the Company has transferred ₹ 18,891,858/- in statutory reserve fund i.e. aggregating to 20% of its net profits during the Financial year 2018-19.

4. DIVIDEND:

Your Directors do not recommend any dividend for the financial year ended 31st March, 2019 following the conservation approach to retain the profits.

5. MATERIAL CHANGES AND COMMITMENTS:

There are no material changes and commitments affecting the financial position of the Company, which occurred between end of financial year of the Company to which the financial statements relate and date of this report.

6. SHARE CAPITAL:

The Authorized Share Capital as on 31st March, 2019 is ₹ 150,000,000/- and the Paid Up capital of the Company as on 31st March, 2019 is ₹ 128,679,160/-.

During the financial year under review, the Company has:

1. Increased the Authorized Share Capital of the Company from ₹ 100,000,000/- divided into ₹ 10,000,000 Nos. of Equity shares of ₹ 10/- (Rupees Ten) each to ₹ 150,000,000/- divided into ₹ 15,000,000 Nos. of Equity Shares of ₹ 10/- each vide ordinary resolution passed in the Extra Ordinary General Meeting ("EOGM") dated 7th May, 2018. and
2. Issue and allotted 1,201,120 Nos. of Equity Shares of ₹ 10/- (Rupees Ten) each at a premium of ₹ 41/- (Rupees Forty one) per share vide Board Resolution passed in the Board Meeting Dated 29th September, 2018, on preferential basis; and



3. Issue and allotted 833,456 Nos. of Equity Shares of ₹ 10/- (Rupees Ten) each at a premium of ₹ 44/- (Rupees Forty Four) per share vide Board Resolution passed in the Board Meeting Dated 30th December, 2018, on preferential basis;
4. Issue and allotted 833,340 Nos. of Equity Shares of ₹ 10/- (Rupees Ten) each at a premium of ₹ 50/- (Rupees Forty one) per share vide Board Resolution passed in the Board Meeting Dated 30th March, 2019, on preferential basis;

7. DIRECTORS AND KEY MANEGRIAL PERSONNEL:

During the financial year under review, Mr. Deepak Baid, Director of the Company was designated as the Managing Director of the Company vide ordinary resolution passed in the Annual General Meeting dated 28th September, 2018.

Further, Mr. Kishore Kumar Sansi was recommended to be appointed as Independent Director of the Company vide ordinary resolution passed in the Annual General Meeting dated 28th September, 2018.

Further, Mr. Piyush Somani was recommended to be appointed as Chief Financial Officer of the Company in the Board Meeting dated 20th February, 2019 and the appointment took place w.e.f. 1st March, 2019.

There were no other changes took place during the year under review in directors and Key Managerial personnel of the Company.

8. NUMBER OF BOARD MEETINGS OF THE BOARD OF DIRECTORS:

During the financial year under review, the Board of the Directors of the Company met 33(Thirty Three) times on

12.04.2018, 26.04.2018, 30.04.2018, 10.05.2018, 30.05.2018, 04.06.2018, 14.06.2018, 23.06.2018, 13.07.2018, 17.07.2018, 28.07.2018, 09.08.2018, 20.08.2018, 27.08.2018, 31.08.2018, 03.09.2018, 12.09.2018, 17.09.2018, 24.09.2018, 28.09.2018, 29.09.2018, 12.11.2018, 19.11.2018, 01.12.2018, 19.12.2018, 29.12.2018, 30.12.2018, 07.02.2019, 20.02.2019, 27.02.2019, 11.03.2019, 13.03.2019, 30.03.2019

The frequency and the quorum at these meetings were in conformity with the provisions of the Companies act, 2013 and Secretarial Standards-1. The intervening gap between any two meetings was within the period prescribed by the Companies Act, 2013 and Secretarial Standards-1.



9. STATUTORY AUDITORS:

M/s. A. Bafna & Company, Chartered Accountants, (FRN: 003660C) were appointed as Statutory Auditors of the Company, vide Ordinary Resolution passed in the Extra Ordinary General Meeting held on 19.11.2018 to hold office from the conclusion of this Extra Ordinary General Meeting till the conclusion of the Annual General Meeting of the Company to be held in the year 2023 for the Financial Year 2018-19 to Financial Year 2022-23.

10. AUDITORS REPORT:

There is no reservation, qualification or adverse remark contained in the Auditor's Report attached to Financial Statements of Company as at 31st March, 2019. Information referred in Auditor's Report are self-explanatory and do not call for any further comments.

11. PARTICULARS OF EMPLOYEES:

None of the employees of the Company were in receipt of remuneration exceeding the limits as prescribed under rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014. Therefore, particular of the employees of the Company to be given as required is NIL.

12. DECLARATION BY INDEPENDENT DIRECTOR:

Independent Directors have given declaration that they met the criterion of independence as laid down under section 149(6) of the Companies Act 2013 and there has been no change in the circumstances which may affect their status as Independent director during the year.

13. BRANCH NETWORK:

Your Company consolidated its network presence through a measures expansion of its footprint across Rajasthan taking the total number of branches as on 31st March, 2019 to 67 (Sixty Seven) including its Head Office with its presence in a new state of Gujarat.

14. EXTRACT OF THE ANNUAL RETURN:

As required pursuant to Section 92(3) of the Companies Act, 2013 and rule 12(1) of The Companies (Management and Administration) Rules, 2014, an extract of Annual Return in form No. MGT-9 forms part and parcel of this Report as **ANNEXURE I**.



15. MAJOR CORPORATE ACTION:

1. The Company has obtained the consent of the members of the Company in Extra-Ordinary General Meeting held on 7th May, 2018 for alteration of the Capital Clause of the Memorandum of Association of the Company.
2. The Company has obtained the consent of the members of the Company in Extra-Ordinary General Meeting held on 6th March, 2019 for amendment in the Articles of Association of the Company.

16. CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS/ OUT-GO:

Your company continuously strives to conserve energy, adopt environment friendly practices and employ technology for more efficient operations.

The Particulars relating to the energy conservation and technology absorption, as required under section 134(3) (m) of the Companies Act, 2013 read with The Companies (Accounts) Rules, 2014 are given in the **ANNEXURE II** to this report.

17. DISCLOSURE UNDER SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013:

The Company has always believed in providing a safe and harassment free workplace for every individual through various intentions and practices. The Company always endeavours to create and provide an environment that is free from discrimination and harassment including sexual harassment. The company has in place an Anti-Sexual Harassment Policy in line with the requirement of the Sexual Harassment of Women at the Workplace (Prevention, Prohibition, and Redressal) Act, 2013. All Employees (permanent, contractual, temporary, trainees) are covered under this policy. The Following summary of sexual harassment complaints received and disposed off during each financial year:

No. of Complaints Received	NIL
No. of Complaints Disposed off	NOT APPLICABLE

18. RISK MANAGEMENT:

Risks are events situation or circumstances which may lead to negative consequences on the company's business. Risk Management is a structured approach to manage uncertainty. A formal approach to risk management is being adopted by the company and key risks will now be managed within a unitary framework.



Periodic assessment to indemnify the risks areas are carried out and management is briefed on the risks in advance to enable the company to control risk through a properly defined plan. The risks are taken into account while preparing the annual business plan for the year. The Board is also periodically informed of the business risks and the actions taken to manage them. The Company has formulated a policy for Risk Management with the following objects.

- Provide an overview of the principles of risk management.
- Explain approach adopted by the Company for risk management.
- Define the organisational structure for effective risk management.
- Develop a “risk” culture that encourage all employees to identify risks and associated and to respond to them with effective actions.
- Identify, assess and manage existing and new risks in a planned and coordinated manner with minimum disruption and cost, to protect and preserve Company’s human, physical and financial assets.

19. DETAILS OF ESTABLISHMENT OF VIGIL MECHANISM:

The Vigil Mechanism as envisaged in the Companies Act, 2013 and the Rules prescribed there under is implemented through the Company’s Whistle Blower Policy to enable the Directors, employees and all stakeholders of the Company to report genuine concerns, to provide for adequate safeguards against victimisation of persons who use such mechanism and make provision for direct access to the Vigilance officer of the Company.

20. DEPOSITS:

The NBFC Registration Certificate issued by RBI restricts the company to accept public deposit. The Directors in their meeting had again resolved not to accept public deposit without approval of RBI. As such, the company has not accepted any public deposit during the year.

21. PARTICULARS OF LOAN, GUARANTEES OR INVESTMENTS BY THE COMPANY:

Pursuant to section 186 (11) of the Companies Act, 2013 loans made, guarantees given or securities provided or acquisition of securities by a Non- Banking Financial Company in the ordinary course of its business are exempted from disclosure in the Annual Report.



22. PARTICULARS OF CONTRACTS OR ARRANGEMENT WITH RELATED PARTIES:

All related party transaction that were entered into the Financial Year ended 31st March, 2019 were on Arm's length basis and were in the ordinary course of business. Therefore, the provisions of section 188 of the Companies Act, 2013 were not attracted. Further, there are no materially significant related party transactions during the year under review made by the Company with Promoters, Directors, Key Managerial Personnel or other designated persons which may have a potential conflict with the interest of the Company at large. Thus, disclosure in Form AOC-2 is not required.

23. RBI GUIDELINES:

The Company has complied with all the applicable regulations of the Reserve Bank of India (RBI). As a Prudent practice, your Company makes accelerated provisioning for Non-Performing Assets (NPAs) that required by RBI for NBFCs.

During the year, there were no frauds by the Company and no material frauds on the Company by its officers or employees. Further, to RBI, in terms of the Master Circular on monitoring of frauds in NBFCs dated July 1, 2015, as amended from time to time.

24. DIRECTOR'S RESPONSIBILITY STATEMENT:

Pursuant to clause (c) of sub- section (3) of section 134 of the Companies act, 2013, your Directors, confirm that:

- a) In the preparation of the annual accounts, the applicable accounting standards have been followed and there are no material departures from the same;
- b) The directors had selected such accounting policies and applied them consistently and made judgements and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit and loss of the Company for that period.
- c) The directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- d) The directors had prepared the annual accounts on a going concern basis; and
- e) The directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.



25. OTHER DISCLOSURES:

Other Disclosures with respect to Board's Report as required under the Companies Act, 2013 and the Rules notified there under are either NIL or NOT APPLICABLE.

26. ACKNOWLEDGEMENT:

Our Directors wish to place on record their appreciation of the contribution made by employees at all levels, towards the continued growth and prosperity of your Company. Your Director also wishes to place on record their appreciation of business constituents, banks and other financial institutions and shareholders, of the Company for their continued support.

Date: 19th May 2019
Place: Jaipur

For and on behalf of Board of Directors of
Laxmi India Finleasecap Private Limited

Sd/-
Deepak Baid
Managing Director
DIN: 03373264

Sd/-
Prem Devi Baid
Director
DIN: 00774922

Sd/-
Piyush Somani
Chief Financial Officer

Sd/-
Anurag Jain
Company Secretary



FORM NO. MGT-9
EXTRACT OF ANNUAL RETURN

As on the financial year ended on 31st March, 2019

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

I. REGISTRATION AND OTHER DETAILS:

CIN	U65929WB1996PTC168419
Registration Date	10/05/1996
Name of the Company	LAXMI INDIA FINLEASECAP PRIVATE LIMITED
Category / Sub-Category of the Company	Private Limited Company/ Company Limited By Shares
Address of the Registered Office and contact details	33, Chitta Ranjan Avenue, 9th Floor, Room No-908 A, Kolkata-700012, West Bengal. Contact No.: +91 7014952316 E-mail: info@lifc.in
Whether listed company	NO
Name, Address and contact details of Registrar & Transfer Agent, if any	CDSL ventures Limited Regd. Office: Marthon Futurex, 'A' Wing 25th Floor, Mafatlal Mills compound, N.M. Joshi Marg, Lower Parel, (E) Mumbai 400013 Phone No.:912261216913

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY:

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

Laxmi India Finleasecap Private Limited is a Non-Banking Financial Company. Its major income is out of interest received from advancing loans to various parties.

S. no	Name and Description of main products/ services	NIC code of the product/service	% to total Turnover of the Company
1.	Financial and Insurance Services	64990	99.91%



III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES:

S. No	Name And Address of the Company	CIN/ GLN	Holding/ Subsidiary/ Associate	% of Shares Held	Applicable Section
NIL					

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

(i) Category-wise Share Holding

Category of Shareholders	No. of Shares held at the beginning of the year (01.04.2018)				No. of Shares held at the end of the year (31.03.2019)			
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares
A. Promoters								
(1) Indian								
a) Individual/ HUF	-	843994	843994	8.44%	-	2085965	2085965	16.21%
b) Central Govt	-	-	-	-	-	-	-	-
c) State Govt (s)	-	-	-	-	-	-	-	-
d) Bodies Corp	-	8985721	8091584	89.86%	-	10260764	10260764	79.74%
e) Any Other	-	-	-	-	-	-	-	-
Sub-total (A) (1)		9829715	9829715	98.30%	-	12346729	12346729	95.95%



(2) Foreign								
a) NRIs - Individuals	-	-	-	-	-	-	-	-
c) Bodies Corp	-	-	-	-	-	-	-	-
d) Banks / FI	-	-	-	-	-	-	-	-
e) Any Other	-	-	-	-	-	-	-	-
Sub-total (A) (1)	-	-	-	-	-	-	-	-
Total share holding of Promoter (A) = (A)(1)+(A)(2)		9829715	9829715	98.30%	-	12346729	12346729	95.95%
B. Public Shareholding								
1. Institutions								
a) Mutual Funds	-	-	-	-	-	-	-	-
b) Banks / FI	-	-	-	-	-	-	-	-
c) Central Govt	-	-	-	-	-	-	-	-
d) State Govt(s)	-	-	-	-	-	-	-	-
e) Venture Capital Funds	-	-	-	-	-	-	-	-
f) Insurance Companies	-	-	-	-	-	-	-	-
g) FIIs	-	-	-	-	-	-	-	-
h) Foreign Venture Capital Funds	-	-	-	-	-	-	-	-
i) Others (specify)	-	-	-	-	-	-	-	-
Sub-total (B) (1)								



2. Non-Institutions								
a) Bodies Corp								
i) Indian	-	163045	163045	1.63%		513987	513987	3.99%
ii) Overseas		-	-	-	-	-	-	-
b) Individuals								
i. Individuals shareholders holding nominal share capital upto Rs. 1 lakh	-	40	40	0.00%	-	-	-	-
ii. Individual shareholders holding nominal share capital in excess of Rs 1 lakh	-	-	-	-	-	-	-	-
c) Others (Trust)	-	7200	7200	0.07%	-	7200	7200	0.06%
Sub-total (B) (2)	-	170285	170285	1.70%		521187	521187	4.05%
Total Public Share holding (B)=(B)(1)+(B)(2)	-	170285	170285	1.70%		521187	521187	4.05%
C. Shares held by Custodian for GDRs & ADRs	-	-	-	-	-	-	-	-
Grand Total (A+B+C)	-	10000000	10000000	100%		12867916	12867916	100%



(ii) Shareholding of Promoters

Shareholder's Name	Shareholding at the beginning of the year (as on 01-04-2018)			Shareholding at the end of the year (as on 01-04-2018)			% change in share holding during the year
	No. of Shares	% of Total Shares of the Company	% of Shares Pledged/ Encumbered to total shares	No. of Shares	% of Total Shares of the Company	% of Shares Pledged/ Encumbered to total shares	
Prem Devi Baid	277400	2.77%	0	568620	4.42%	0	1.65%
Deepak Baid	338600	3.39%	0	1016611	7.90%	0	4.51%
Aneesha Baid	227994	2.28%	0	500734	3.89%	0	1.61%
Hirak Vinimay Private Limited	2360000	23.60%	0	2526675	19.64%	0	3.96%
Sulochana Sarees Private Limited	2111624	21.12%	0	2176434	16.91%	0	4.21%
Deepak Hitech Motors Private Limited	1708000	17.08%	0	1708000	13.27%	0	3.81%
Gatik Realcon Private Limited**	432000	4.32%	0	765325	5.95%	0	1.63%
Starpoint Constructions Private Limited**	1911960	19.12%	0	3084330	23.97%	0	4.85%



Prem Dealers Private Limited**	231397	2.31%	0	Not considered as promoters during the FY 2018-19
Champalal Distributors Private Limited**	230740	2.31%	0	

**During the year company allotted equity shares through private placement.

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

S. No.	Particulars	Share holding at the beginning of the year (as on 01.04.2018)		Cumulative Share holding during the year (01.04.2018 to 31.03.2019)	
		No. of Shares	% of total shares of the company	No. of Shares	% of Total Shares of the Company
1.	Prem Devi Baid				
	At the beginning of the year	277400	2.77%	277400	2.77%
	Date wise Increase /Decrease in Promoters Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity etc):				
	Increase (Preferential Allotment): on 29/09/2018	69000	5.74%	346400	3.09%
	Increase (Preferential Allotment) : on 30/12/2018	55550	6.66%	401950	3.34%
	Increase (Preferential Allotment) : on 30/03/2019	166670	20.00%	568620	4.42%
	At the end of the year	568620	4.42%	568620	4.42%



2.	Deepak Baid				
	At the beginning of the year	338600	3.38%	338600	3.38%
	Date wise Increase /Decrease in Promoters Share holding during the year specifying the reasons for				
	Increase due to Transfer of Shares from BFL Finvest Asset Limited on 05/06/2018	163045	1.63%	501645	5.01%
	Increase due to Transfer of Shares from Jaipur Infragold Private Limited on 08/12/2018	196080	1.96%	697725	6.97%
	Increase due to Transfer of Shares from Niranjana Prime Developers Private Limited on 8/12/2018	98040	0.98%	795765	7.95%
	Increase (Preferential Allotment); on 29/09/2018	69,000	5.74%	864765	7.72%
	Increase (Preferential Allotment); on 30/12/2018	40,735	4.89%	905500	7.50%
	Increase due to Transfer of Shares from Jaipur Infragold Private Limited on 05/02/2019	37037	7.80%	942537	7.80%
	Increase due to Transfer of Shares from from Niranjana Prime Developers Private Limited on 05/02/2019	37037	8.13%	979574	8.13%
	Increase due to Transfer of Shares from BFL Finvest Asset Limited on 05/02/2019	37037	8.44%	1016611	8.44%
	At the end of the year	1016611	7.90%	1016611	7.90%



3. Aneesha Baid				
At the beginning of the year	227994	2.28%	227994	2.28%
Date wise Increase /Decrease in Promoters Share holding during the year specifying the reasons for				
Increase due to transfer of shares from 40 non voting shareholder on 12th April, 2018	40	2.28%	228034	2.28%
Increase (Preferential Allotment): on 29/09/2018	69000	2.65%	297034	2.65%
Increase (Preferential Allotment): on 30/12/2018	37030	2.77%	334064	2.77%
Increase (Preferential Allotment): on 30/03/2019	166670	3.89%	500734	3.89%
At the end of the year	500734	3.89%	500734	3.89%
4. Hirak Vinimay Private Limited				
At the beginning of the year	2360000	23.60%	2360000	23.60%
Date wise Increase /Decrease in Promoters Share holding during the year specifying the reasons for				
Increase (Preferential Allotment): 833340 on 30/03/2019	166675	19.60%	2526675	19.60%
At the end of the year	2526675	19.60%	2526675	19.60%
5. Sulochana Sarees Private Limited				
At the beginning of the year	2111624	21.11%	2111624	21.11%



	Date wise Increase /Decrease in Promoters Share holding during the year specifying the reasons for				
	Increase (Preferential Allotment): 833340 on 30/12/2018	64810	2176434	2176434	21.76%
	At the end of the year	2176434	16.91%	2176434	16.91%
6.	Gatik Realcon Private Limited				
	At the beginning of the year	432000	4.32%	432000	4.32%
	Date wise Increase /Decrease in Promoters Share holding during the year specifying the reasons for				
	Increase (Preferential Allotment): on 30/03/2019	333325	5.94%	765325	5.94%
	At the end of the year	765325	5.94%	765325	5.94%
7.	Deepak Hitech Motors Private Limited				
	At the beginning of the year	700000	7.00%	700000	7.00%
	Date wise Increase /Decrease in Promoters Share holding during the year specifying the reasons				
	At the end of the year	700000	5.44%	700000	5.44%
8.	Star point Construction Private Limited				
	At the beginning of the year	1911960	19.11%	1911960	19.11%



Date wise Increase /Decrease in Promoters Share holding during the year specifying the reasons for				
Increase (Preferential Allotment): on 29/09/2018	700000	23.31%	2611960	23.31%
Increase (Preferential Allotment): on 30/12/2018	472370	25.62%	3084330	25.62%
At the end of the year	3084330	23.69%	3084330	23.69%

(v) SHARE HOLDING PATTERN OF TOP TEN SHAREHOLDERS (OTHER THAN DIRECTORS, PROMOTERS AND HOLDERS OF GDRS AND ADRS)

S. No.	Equity Shareholders Name	Share holding at the beginning of the year (as on 01.04.2018)		Cumulative Share holding during the year (01.04.2018 to 31.03.2019)	
		No. of Shares	% of total shares of the company	No. of Shares	% of Total Shares of the Company
1.	Prem Dealers Private Limited				
	At the beginning of the year	231397	2.31%	231397	2.31%
	Date wise Increase /Decrease in Promoters Share holding during the year specifying the reasons for				
	Increase (Preferential Allotment): on 29/09/2018	51850	2.35%	283247	2.35%
	At the end of the year	283247	2.20%	283247	2.20%
2.	Champalal Distributors Private Limited				
	At the beginning of the year	230740	2.30%	230740	2.30%



	Date wise Increase /Decrease in Promoters Share holding during the year specifying the reasons for				
	At the end of the year	230740	1.79%	230740	1.79%
3.	Vivan Baid Family Trust				
	At the beginning of the year	7200	0.07%	7200	0.07%
	Date wise Increase /Decrease in Promoters Share holding during the year specifying the reasons for				
	At the end of the year	7200	0.06%	7200	0.06%

During the year under review company allotted equity shares to them under private placement basis.

(vi) Shareholding of Directors and Key Managerial Personnel:

S. No.	Equity Shareholders Name	Share holding at the beginning of the year (as on 01.04.2018)		Cumulative Share holding during the year (01.04.2018 to 31.03.2019)	
		No. of Shares	% of total shares of the company	No. of Shares	% of Total Shares of the Company
1.	Prem Devi Baid				
	At the beginning of the year	277400	2.77%	277400	2.77%
	Date wise Increase /Decrease in Promoters Share holding during the year specifying the reasons for				



	Increase (Preferential Allotment): on 29/09/2018	69000	5.74%	346400	3.09%
	Increase (Preferential Allotment): on 30/12/2018	55550	6.66%	401950	3.34%
	Increase (Preferential Allotment): on 30/3/2019	166670	20.00%	568620	4.42%
	At the end of the year	568620	4.42%	568620	4.42%
2.	Deepak Baid				
	At the beginning of the year	338600	3.38%	338600	3.38%
	Date wise Increase /Decrease in Promoters Share holding during the year specifying the reasons for				
	Increase due to Transfer of Shares from BFL Finvest Asset Limited on 05/06/2018	163045	1.63%	501645	5.01%
	Increase due to Transfer of Shares from Jaipur Infragold Private Limited on 08/12/2018	196080	1.96%	697725	6.97%
	Increase due to Transfer of Shares from Niranjana Prime Developers Private Limited on 8/12/2018	98040	0.98%	795765	7.95%
	Increase due to Increase (Preferential Allotment): on 29/09/2018	69,000	5.74%	864765	7.72%
	Increase due to Increase (Preferential Allotment): on 30/12/2018	40,735	4.89%	905500	7.50%
	Increase due to Transfer of Shares from Jaipur Infragold Private Limited on 05/02/2019	37037	7.80%	942537	7.80%



	Increase due to Transfer of Shares from from Niranjana Prime Developers Private Limited on 05/02/2019	37037	8.13%	979574	8.13%
	Increase due to Transfer of Shares from BFL Finvest Asset Limited on 05/02/2019	37037	8.44%	1016611	8.44%
	At the end of the year	1016611	7.90%	1016611	7.90%
3.	Aneesha Baid				
	At the beginning of the year	227994	2.28%	227994	2.28%
	Date wise Increase /Decrease in Promoters Share holding during the year specifying the reasons for				
	Increase due to transfer of shares from 40 non voting shareholder on 12th April, 2018	40	2.28%	228034	2.28%
	Increase (Preferential Allotment): on 29/09/2018	69000	2.65%	297034	2.65%
	Increase (Preferential Allotment): on 30/12/2018	37030	2.77%	334064	2.77%
	Increase (Preferential Allotment): on 30/03/2019	166670	3.89%	500734	3.89%
	At the end of the year	500734	3.89%	500734	3.89%

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

Particulars	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness



Indebtedness at the beginning of the financial year				
i) Principal Amount	1429023695	230339656	-	1659363351
ii) Interest due but not paid	NIL	NIL	NIL	NIL
iii) Interest accrued but not due	NIL	NIL	NIL	NIL
TOTAL A (i+ii+iii)	1429023695	230339656	NIL	1659363351
Change in Indebtedness during the financial year				
• Addition	1196840464	-126167378		1070673086
• Reduction				
NET CHANGE B	1196840464	-126167378	NIL	1070673086
Indebtedness at the end of the financial year				
• Addition	1196840464	-126167378		1070673086
• Reduction				
i) Principal Amount	2625864159	104172278	-	2730036437
ii) Interest due but not paid	NIL	NIL	NIL	NIL
iii) Interest accrued but not due	NIL	NIL	NIL	NIL
TOTAL (A+B)	2625864159	104172278	NIL	2730036437

(viii) REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL :

A. Remuneration to managing Director, Whole time Directors and/ or Manager

S. No	Particulars of Remuneration	Name of MD/ WTD/ Manager			Total Amount
		Deepak Baid (Managing Director)	Aneesha Baid (Director)	Prem Devi Baid (Director)	



1.	Gross salary				
	a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	72,00,000.00	36,00,000.00	36,00,000.00	1,44,00,000.00
	b) Value of perquisites u/s 17(2) Income-tax Act, 1961				
	c) Profits in lieu of salary under section 17(3) income tax Act, 1961				
2.	Stock Option	-	-	-	-
3.	Sweat Equity	-	-	-	-
4.	Commission - as % of profit - others, specify	-	-	-	-
5.	Others, please specify	72,00,000.00	36,00,000.00	36,00,000.00	1,44,00,000.00
	Total (A)	72,00,000.00	36,00,000.00	36,00,000.00	1,44,00,000.00
	Ceiling as per the Act	-	-	-	-
	Total (2)	-	-	-	-
	Total (B)=(1+2)	-	-	-	-
	Total Managerial Remuneration	72,00,000.00	36,00,000.00	36,00,000.00	1,44,00,000.00

B. Remuneration to other directors:

S. No	Particulars of Remuneration	Name of Directors		Total Amount	
1.	Independent Directors				
	• Fee for attending board/committee meetings	-	-	-	-
	• Commission	-	-	-	-
	• Others, please specify	-	-	-	-
	Total (1)	-	-	-	-



2. Other Non-Executive Directors	• Fee for attending board/committee meetings	-	-	-	-
	• Commission	-	-	-	-
	• Others, please specify	-	-	-	-
	Total (2)	-	-	-	-
	Total (B)=(1+2)	-	-	-	-
	Total Managerial Remuneration	-	-	-	-
	Overall Ceiling as per the Act	-	-	-	-

C. Remuneration to key Managerial, Personnel others than MD/MANAGER/WTD:

S. No	Particulars of Remuneration	KEY MANAGERIAL PERSONNEL			
		CEO	Company Secretary** (Mr. Anurag Jain)	CFO* (Mr. Piyush Somani)	Total Amount
1. Gross salary	a) Salary as per provisions contained in section 17(1) of the income-tax Act, 1961	-	3,43,968	1,552,212	1,896,180
	b) Value of perquisites u/s 17(2) Income-tax Act, 1961	-	-	-	-
	c) Profits in lieu of salary under section 17(3) income tax Act, 1961	-	-	-	-
	2. Stock Option	-	-	-	-
3. Sweat Equity	-	-	-	-	
4. Commission - as % of profit - others, specify	-	-	-	-	
5. Others, please specify	-	-	-	-	
	Total	-	3,43,968	1,552,212	1,896,180



*Mr Piyush Somani has joined as a Chief Financial Officer w.e.f. 01st March 2019. During the year company has paid Rs 129,351 as Net Salary to Mr Piyush Somani.

(ix) PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES

Type	Section of the Companies Act, 2013	Brief Description	Details of Penalty/ Punishment/ Compounding fees imposed	Authority RD/NCLT/ Court	Appeal made, if any (give details)
A. COMPANY					
Penalty					
Punishment					
Compounding					
B. DIRECTORS					
Penalty			NIL		
Punishment					
Compounding					
C. OTHER OFFICERS IN DEFAULT					
Penalty					
Punishment					
Compounding					

Date: 19th May 2019
Place: Jaipur

For and on behalf of Board of Directors of
Laxmi India Finleasecap Private Limited

Sd/-
Deepak Baid
Managing Director
DIN: 03373264

Sd/-
Prem Devi Baid
Director
DIN: 00774922

Sd/-
Piyush Somani
Chief Financial Officer

Sd/-
Anurag Jain
Company Secretary



ANNEXURE II

(A) CONSERVATION OF ENERGY:

- (i) The steps taken or impact on conservation of energy: The operations of your company are not energy intensive. However adequate measures have been initiated to reduce energy consumption further.
- (ii) Your Company continuously strives to conserve energy, adopt environment friendly practices and employ technology for more efficient operations.
The steps taken by the company for utilizing alternate sources of energy: Nil
- (iii) The capital investment on energy conservation equipment: Nil

(B) TECHNOLOGY ABSORPTION:

- (i) The efforts made towards technology absorption: The Company has not carried out any Technology absorption.
- (ii) The benefits derived like product improvement, cost reduction, product development or import substitution: N.A.
- (iii) In case of imported technology (imported during the last three years reckoned from the beginning of the financial year): N.A.
 - (a) The details of technology imported: NIL
 - (b) The year of import: NIL
 - (c) Whether the technology been fully absorbed: N.A.
 - (d) If not fully absorbed, areas where absorption has not taken place, and the reasons thereof: N.A.
- (iv) The expenditure incurred on Research and Development: NIL

(C) FOREIGN EXCHANGE EARNINGS AND OUTGO:

There were no foreign exchange earnings and outgo during the financial year ended 31st March, 2019.



INDEPENDENT AUDITOR'S REPORT

To,
The members of
Laxmi India Finleasecap Private Limited

REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS

Opinion

We have audited the financial statements of Laxmi India Finleasecap Private Limited ("the Company"), which comprise the balance sheet as at 31st March 2019, and the statement of Profit and Loss, and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the 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 profit and its cash flows for the year 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 the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other Information

The Company's management and Board of Directors are responsible for the other information. The other information comprises the information included in the Company's annual report, but does not include the financial statements and our auditors' report thereon. Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the



the other information and, in doing so, consider whether the other information is materially inconsistent with the standalone financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

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

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

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

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

Auditor's Responsibilities for the Audit of the 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.



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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances but not for the purpose of expressing a opinion on whether the company has adequate internal financial control with reference to financial statement in place and operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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



Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the Annexure-A, statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
2. As required by the Non-Banking Finance Companies Auditor Report (Reserve Bank) Direction, 2008 issued by the Reserve Bank of India, in terms of Section 45-IA of the Reserve Bank of India, 1934, we enclose in Annexure-B the report in terms of paragraphs 3 and 4 of said directions.
3. 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) On the basis of the written representations received from the directors as on 31st March, 2019 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2019 from being appointed as a director in terms of Section 164(2) of the Act.
 - f) With respect to adequacy of Internal Financial Controls over the financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in Annexure C. Our report express an Unmodified Opinion on the adequacy and operating effectiveness of the company internal financial controls over financial reporting.
 - g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended:
 - h) The provision of section 197(16) of Company Act, 2013 are not applicable to the Company and hence not commented upon.
 - i) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:



- I. The Company has disclosed the impact of pending litigations on its financial position in its financial statements - Refer to Note 23 to the financial statements;
- II. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
- III. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

For A. Bafna & Co.
Chartered Accountants
FRN : 003660C

Sd/-
(CA Mukesh Kumar Gupta)
Partner
Membership No:073515

Date : 19th May 2019
Place : Jaipur



ANNEXURE A TO THE INDEPENDENT AUDITOR'S REPORT OF LAXMI INDIA FINLEASECAP PRIVATE LIMITED

The Annexure referred to in our Independent Auditor's Report to the members of the Company on the standalone financial statements for the year ended 31 March 2019, we report that:

- (i) (a) The company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
 (b) All the assets have been physically verified by the management during the year and there is a regular program of verification which, in our opinion, is reasonable having regard to the size of the company and the nature of its assets, No material discrepancies were noticed on such verification.
 (c) The title deeds of immovable properties are held in the name of the company.
- (ii) The company was not having any inventories during the year therefore clause (a) & (b) are not applicable to the company
- (iii) The Company has not granted loans to Companies, firms or other parties covered in the register maintained under section 189 of the Companies Act, 2013('the Act'). Hence Clause (iii)(a),(b),(c) of the order are not applicable.
- (iv) In our opinion and according to the information and explanations given to us, the company has complied with the provisions of section 185 and 186 of the Companies Act, 2013 In respect of loans, investments, guarantees, and security,
- (v) The Company has not accepted any deposits from the public and hence the directives issued by the Reserve Bank of India and the provisions of Sections 73 to 76 or any other relevant provisions of the Act and the Companies (Acceptance of Deposit) Rules, 2015 with regard to the deposits accepted from the public are not applicable
- (vi) According to the information & explanation given to us the Central Govt. has not prescribed the maintenance of cost record under section 148(1) of the Companies Act 2013, in respect of the line of business of the company.
- (vii)(a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, amounts deducted/ accrued in the books of account in respect of undisputed statutory dues including provident fund, employees' state insurance, income tax, sales tax, service tax, duty of customs, duty of excise, value added tax, cess and other material statutory dues to the extent applicable have been regularly deposited during the year by the Company with the appropriate authorities and there are no dues pertaining to above referred taxes which was in arrears as at 31 March 2019 for a period of more than six months from the date they became payable.



(b) According to the information and explanation given to us, there are no pending dues of Income Tax, Sales Tax, Service Tax, Custom Duty, Excise Duty, Goods & Service Tax which are not deposited on account of dispute except

Nature of Statute	Nature of Dues	Period to which amount related	Forum where Dispute is pending	Amount
Income tax Act 1961	Income Tax	AY 2012-13	CIT (Appeals)	43,09,660
	Income Tax	AY 2013-14	DCIT	13,97,340
	Income Tax	AY 2014-15	CIT (Appeals)	1,74,07,260
	Income Tax	AY 2015-16	CIT (Appeals)	85,65,560

(viii) According to the information and explanation given to us the company has not defaulted in repayment of loan or borrowing to financial institution, banks, government or debenture holders.

(ix) Based upon the audit procedures performed, the information and explanations given by the management and to the best of our knowledge, the company has not raised moneys by way of initial public offer or further public offer including debt instruments but through term Loans and term loans were applied for the purposes for which those are raised.

(x) Based upon the audit procedures performed and the information and explanations given by the management, we report that no fraud by the Company or on the company by its officers or employees has been noticed or reported during the year.

(xi) Based upon the audit procedures performed and the information and explanations given by the management, section 197 is not applicable on private limited companies, hence not commented upon.

(xii) In our opinion, the Company is not a Nidhi Company. Therefore, the provisions of clause 4 (xii) of the Order are not applicable to the Company.

(xiii) In our opinion, all transactions with the related parties are in compliance with section 177 and 188 of Companies Act, 2013 and the details have been disclosed in the Financial Statements as required by the applicable accounting standards.



- (xiv) Based upon the audit procedures performed and the information and explanations given by the management, the company has made Private placement of shares during the year under review and the requirement of section 42 of the Companies Act, 2013 have been complied with and the amount raised have been used for the purposes for which the funds were raised
- (xv) Based upon the audit procedures performed and the information and explanations given by the management, the company has not entered into any non-cash transactions with directors or persons connected with him. Accordingly, the provisions of clause 3 (xv) of the Order are not applicable to the Company and hence not commented upon.
- (xvi) The company is a Non Banking Financial Company - non deposit taking non systematically important and the same is registered under Section 45-IA of the Reserve Bank of India Act 1934 vide certificate number B-05.07063

For A. Bafna & Co.
Chartered Accountants
FRN : 003660C

Sd/-
(CA Mukesh Kumar Gupta)
Partner
Membership No:073515

Date : 19th May 2019
Place : Jaipur



ANNEXURE B OF THE INDEPENDENT AUDITORS REPORT (REFERRED TO IN PARAGRAPH 2 UNDER 'REPORT ON OTHER LEGAL & REGULATORY REQUIREMENTS' SECTION OF OUR REPORT OF EVEN DATE FOR THE YEAR ENDED 31ST MARCH 2019

(Pursuant to Non-Banking Finance Companies Auditor's Report (Reserve Bank) Directions, 2008)

To,
The Board of Directors,
Laxmi India Finleasecap Private Limited

Ref: Auditor's Report under Non-Banking Financial Companies Auditor's Report (Reserve Bank) Direction, 2008 on the Accounts for the financial year ended 31st March, 2019

We have audited the accounts of M/s Laxmi India Finleasecap Private Limited for the financial year ended on 31st March, 2019.

Further to our report of even date issued under Section 143(2) of the Companies Act, 2013 as required by the "Non-Banking Financial Companies Auditor's Report (Reserve Bank) Directions, 2008" issued by the Reserve Bank of India in terms of Section 451A of the Reserve Bank of India Act, 1934 (2 of 1934), and on the basis of such checks as we considered appropriate, we hereby state that:

1. The company is engaged in the business of Non-Banking Financial Company and has obtained a Certificate of Registration from the Reserve Bank of India as a Non-Banking Finance Company vide Certificate No B-24.02353. The Reserve Bank of India had issued a fresh registration certificate vide Certificate No B-05.07063, Kolkata dated 25th April, 2018, by Kolkata RBI Regional Office in lieu of Certificate No B-24.02353, New Delhi.
2. The company is entitled to continue and hold Certificate of Registration in terms of its assets/income pattern as on 31st March 2019.
3. The Board of Directors has passed a resolution for non-acceptance of public deposits.
4. The company had not accepted public deposits during the relevant year.
5. The company has complied with the prudential norms relating to income recognition, Accounting Standards, asset classification and provisioning norms for bad & doubtful debts as applicable to it.
6. The capital adequacy ratio is in compliance with the minimum CRAR prescribed.

For A. Bafna & Co.
Chartered Accountants
FRN : 003660C

Sd/-
(CA Mukesh Kumar Gupta)
Partner
Membership No : 073515

Date : 19th May 2019
Place : Jaipur



ANNEXURE C OF THE INDEPENDENT AUDITOR'S REPORT (REFERRED TO IN PARAGRAPH 3 UNDER ' REPORT ON OTHER LEGAL & REGULATORY REQUIREMENTS ' SECTION OF OUR REPORT OF EVEN DATE FOR THE YEAR ENDED 31 ST MARCH 2019

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

We have audited the internal financial controls over financial reporting of Laxmi India Finleasecap Private Limited ("the Company"), as of 31 March 2019 in conjunction with our audit of the 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.

Auditor's Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") issued by the ICAI 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 issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design



the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

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

Meaning of Internal Financial Controls over Financial Reporting

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

- (1) Pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;
- (2) Provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of 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 over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.



Opinion

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

For A. Bafna & Co.
Chartered Accountants
FRN : 003660C

Sd/-
(CA Mukesh Kumar Gupta)
Partner
Membership No:073515

Date : 19th May 2019
Place : Jaipur



BALANCE SHEET AS AT 31st MARCH, 2019

Sr. No.	PARTICULARS	NOTE NO.	AMOUNT AS AT MARCH 31 st , 2019	AMOUNT AS AT MARCH 31 st , 2018
I	EQUITY AND LIABILITIES			
1.	Shareholders' Funds			
a)	Share Capital	1	128,679,160	100,000,000
b)	Reserves and Surplus	2	550,893,215	330,353,930
	Total (1)		679,518,375	430,353,930
2.	Non - Current liabilities			
a)	Long Term Borrowings	3	1,876,638,952	1,243,313,019
b)	Long Term Provision	4	11,020,257	5,055,823
	Total (2)		1,887,659,209	1,887,659,209
3.	Current Liabilities			
a)	Short Term Borrowings	5	64,250,419	48,542,058
b)	Short Term Provision	6	23,797,199	21,904,867
c)	Other Current Liabilities	7	1,095,300,941	540,502,580
	Total (3)		1,183,348,559	610,949,505
	Total (1+2+3)		3,750,580,143	2,289,672,277
II	ASSETS			
1.	Non - Current Assets			
a)	Fixed Assets			
	Property, plant and equipment	8	63,214,704	54,096,115
	Intangible assets		242,584	73,472
b)	Deferred Tax Assets (Net)	9	6,735,015	229,560
c)	Receivables under financing activity	10	2,231,332,992	1,464,768,371
d)	Other Non Current Assets	11	143,777,703	91,026,079
	Total (1)		2,445,302,998	1,610,193,597
1.	Current Assets			
a)	Cash and Bank Balances	12	427,258,389	120,197,431
b)	Receivables under financing activity	13	816,837,054	535,373,789
c)	Other Current Assets	14	61,181,702	23,907,460
	Total (2)		1,305,277,145	679,478,680
	Total (1+2)		3,750,580,143	2,289,672,277
	Summary of significant accounting policies The accompanying notes are an integral part of the financial statements	23		

As per our Report of even date attached

For A. Bafna & Co.
Chartered Accountants
FRN : 003660C

Sd/
CA Mukesh Kumar Gupta
Partner
Membership No.-073515

Place: Jaipur
Date: 19th May, 2019

For and on Behalf of the Board of Directors
Laxmi India Finleasecap Private Limited

Sd/
Deepak Baid
Managing Director
DIN:03373264

Sd/
Prem Devi Baid
Director
DIN: 00774922

Sd/
Piyush Somani
Chief Financial Officer

Sd/
Anurag Jain
Company Secretary



STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED ON 31ST MARCH, 2019

Sr. No.	PARTICULARS	NOTE NO.	AMOUNT AS AT MARCH 31ST, 2019	AMOUNT AS AT MARCH 31ST, 2018
	REVENUE			
I	Revenue from Operations	15	591,549,255	319,761,065
II	Other Income	16	512,231	117,100
III	TOTAL REVENUE (I+II)		592,061,486	319,878,165
	EXPENSES			
IV	Employee Benefit Expenses	17	49,993,116	22,191,466
	Finance Costs	18	308,497,724	165,148,784
	Depreciation and amortization expense	19	5,393,710	3,606,060
	Commission Expenses		30,297,616	29,381,314
	Loan losses and provisions	20	18,692,713	11,220,439
	Other Expenses	21	50,815,251	32,922,883
V	TOTAL EXPENSES (III)		463,690,130	264,470,946
VI	Profit/(Loss) before exceptional and extraordinary items and tax (III-V)		128,371,356	55,407,219
VII	Exceptional Items		-	-
VIII	Profit/(Loss) before exceptional and extraordinary items and tax (VI-VII)		128,371,356	55,407,219
IX	Extraordinary Items			
X	Profit before tax (VIII-IX)		128,371,356	55,407,219
XI	Tax expense:			
	i) Current tax		39,953,280	16,993,960
	ii) Deferred tax		(6,041,215)	(69,240)
XII	Profit After Tax		94,459,291	38,482,499
XIII	Earning per equity share:	22		
	Basic		8.73	5.37
	Diluted		8.73	5.37
	Nominal Value of Equity shares		10.00	10.00
	Summary of significant accounting policies The accompanying notes are an integral part of the financial statements	23		

As per our Report of even date attached

For A. Bafna & Co.
Chartered Accountants
FRN : 003660C

Sd/
CA Mukesh Kumar Gupta
Partner
Membership No.-073515

Place: Jaipur
Date: 19th May, 2019

For and on Behalf of the Board of Directors
Laxmi India Finlease Cap Private Limited

Sd/
Deepak Baid
Managing Director
DIN:03373264

Sd/
Prem Devi Baid
Director
DIN: 00774922

Sd/
Piyush Somani
Chief Financial Officer

Sd/
Anurag Jain
Company Secretary



CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31ST 2019

S No.	PARTICULARS	AMOUNT AS AT MARCH 31ST, 2019	AMOUNT AS AT MARCH 31ST, 2018
I	Cash flows from operating activities		
	Profit before Tax	12,83,71,356	5,54,07,219
	Adjustments for:		
	Profit on Sale of Car	(3,70,635)	-
	Provisions	86,59,796	49,99,600
	Depreciation and amortization expense	53,93,710	36,06,060
	Operating Profit before Working Capital Change	142,054,227	6,40,12,879
	Movement in Working Capital Changes		
	(Increase)/decrease in Other Current Assets	(37,274,242)	(7,398,842)
	(Increase)/decrease in Receivables under financing activity current	(281,463,265)	(232,600,000)
	(Increase)/decrease in Other Non Current Assets	(52,751,624)	(38,369,255)
	(Increase)/decrease in Receivables under financing activity Non-current	(766,564,621)	(711,472,958)
	(Increase)/decrease in Bank Deposits Having Maturity more than three months shown in Cash and Bank Balance	(169,279,984)	-
	(Increase)/(decrease) in Current Liabilities	554,798,361	310,313,102
	Cash Provided by Operations	(610,481,148)	(615,515,703)
	Less:- Taxes Paid	42,350,540	11,057,877
	Net Cash from Operating Activities	(652,831,688)	(626,572,950)
II	Cash flows from Investing Activities		
	Purchase of Assets	(15,031,775)	(17,354,210)
	Sale of Assets	721,000	-
	Net Cash from Investing Activities	(14,310,775)	(17,354,210)



III	Cash flows from Financing Activities		
	Issue of Share Capital	28,679,160	38,311,420
	Increase in Security Premium	127,584,984	130,421,112
	Expenses for Increase in Capital	(375,000)	-
	Increase/(decrease) in Long Term Borrowings	633,325,933	552,289,905
	Increase/(decrease) in Short Term Borrowings	15,708,361	18,415,928
	Net Cash from Financing Activities	804,923,438	739,438,365
	Net increase/(decrease) in cash and cash equivalents	137,780,974	95,511,205
	Cash and cash equivalents at beginning of reporting period	120,197,431	24,686,226
	Cash and cash equivalents at end of reporting period	257,978,405	120,197,431
Cash & Cash equivalents:	137,780,974	95,511,205	
Cash and cash equivalents consist of cash on hand and balances with banks, and investments in money market instruments. Cash flow has been prepared using the indirect method of preparation			

As per our Report of even date attached

For A. Bafna & Co.
Chartered Accountants
FRN : 003660C

Sd/
CA Mukesh Kumar Gupta
Partner
Membership No.-073515

Place: Jaipur
Date: 19th May, 2019

For and on Behalf of the Board of Directors
Laxmi India Finleaseap Private Limited

Sd/-
Deepak Baid
Managing Director
DIN: 03373264

Sd/-
Piyush Somani
Chief Financial Officer

Sd/-
Prem Devi Baid
Director
DIN: 00774922

Sd/-
Anurag Jain
Company Secretary



NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2019

S No.	PARTICULARS	AMOUNT AS AT MARCH 31ST, 2019		AMOUNT AS AT MARCH 31ST, 2018	
		Number of shares	Amount	Number of shares	Amount
I	SHARE CAPITAL AUTHORIZED:				
	Equity shares of Rs.10 /- each	10,000,000	100,000,000	10,000,000	100,000,000
	Increased during the reporting period	5,000,000	50,000,000	-	-
		15,000,000	150,000,000	10,000,000	100,000,000
	Issued, subscribed and fully paid up:				
	Equity shares of Rs.10 /- each				
	At the beginning of the reporting period	10,000,000	100,000,000	6,168,858	61,688,580
	Issued during the reporting period*	2,867,916	28,679,160	3,831,142	38,311,420
	Bought back during the reporting period	-	-	-	-
		12,867,916	128,679,160	10,000,000	100,000,000
*Equity Shares Issued during the reporting period.					
1.1 During the year Company has issued 12,01,120 Nos. of Equity shares of Rs. 10/- each premium of Rs. 41/- each per share as on 29.09.2018					
1.2 During the year Company has issued 83,34,56 Nos. of Equity shares of Rs. 10/- each at premium of Rs. 44/- each per share as on 30.12.2018					
1.3 During the year Company has issued 83,33,40 Nos. of Equity shares of Rs. 10/- each at premium of Rs. 50/- each per share as on 30.03.2019					
1.4 The Company has only one class of equity shares having a par value of Rs 10/- per share. Each shareholder is entitled to one vote per share. During the year the company has not declared and paid any dividend. In the event of liquidation of company, the holders of equity shares will be entitled to receive any of the remaining assets of the company, after preferential distribution. The distribution shall be in proportion to the no. of equity shares held by the shareholders.					



Details of shareholder holding more than 5% Equity Shares are as under:

S No.	Name of Shareholder	AMOUNT AS AT MARCH 31ST, 2019		AMOUNT AS AT MARCH 31ST, 2018	
		% of Shares	No. of Shares	% of Shares	No. of Shares
	Sulochana Sarees Pvt Ltd	16.91%	2176434	21.12%	2111624
	Hirak Vinimay Pvt Ltd	19.64%	2526675	23.60%	2360000
	Deepak Hitech Motors Pvt Ltd	13.27%	1708000	17.08%	1708000
	Star-point Constructions Pvt Ltd	23.97%	3084330	19.12%	1911960
	Deepak Baid	7.90%	1016611	3.39%	338600
	Gatik Realcon Pvt Ltd	5.95%	765325	4.32%	432000
2	RESERVE & SURPLUS				
i	Security Premium				
	Opening Balance		259,382,306		128,961,194
	During the Year		127,584,984		130,421,112
	Closing Balance		386,967,290		259,382,306
ii	Statutory Reserves				
	Opening Balance		14,373,852		6,677,352
	Transfer from Surplus Balance in Statement of Profit and loss		18,891,858		7,696,500
	Closing Balance		33,265,710		14,373,852
iii	Profit & Loss Account				
	Opening Balance		56,597,772		25,667,500
	Add: Profit for the Year		94,459,291		38,482,499
	Less: Capital Registration Fees		375,000		-
	Less: Gratuity Op Adjustment net of Deferred tax		1,129,990		-
	Less: Transfer to Statutory Reserves		18,891,858		7,696,500
	Less /(Add): Adjustment of Provision for Tax		-		(144,273)
	Closing Balance		130,660,215		56,597,772
	Total Reserve & Surplus		550,893,215		330,353,930


NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2019

S No.	PARTICULARS	AMOUNT AS AT MARCH 31ST, 2019	AMOUNT AS AT MARCH 31ST, 2018
3	LONG TERM BORROWING		
i)	Secured Loans		
	From Banks	416,142,955	122,724,130
	From Financial Institution / NBFC (Refer Note 23 point 4 no of Notes to accounts)	1,356,323,719	890,249,233
		1,772,466,674	1,012,973,363
ii)	Unsecured Loans		
	Loans from Directors & Relatives	89,149,937	199,308,930
	Loan from Others	15,022,341	31,030,726
		104,172,278	230,339,656
4	LONG TERM PROVISION	1,876,638,952	1,243,313,019
	Provision for Standard Assets	8,767,172	5,055,823
	Provision for Gratuity	2,253,085	-
		11,020,257	5,055,823
5	SHORT TERM BORROWINGS		
i)	Secured- Cash Credit		
	Au Small Finance Bank Ltd	-	48,542,058
i)	Secured- OD AGAINST FDR		
	Au Small Finance Bank Ltd (Refer Note 23 point 4 no of Notes to accounts)	64,250,419	-
		64,250,419	48,542,058
6	SHORT TERM PROVISIONS		
	Provision for Income Tax (2018-19)(Net of Advance tax)	14,596,700	-
	Provision for Income Tax (2017-18)	-	16,993,960
	Provision for Gratuity	2,119	-
	Provision for Standard Assets	3,267,348	1,873,808
	Provision for Sub -Standard Assets	5,931,032	3,037,099
		23,797,199	21,904,867



7	OTHER CURRENT LIABILITIES		
	Duties & Taxes	10,295,353	5,392,646
	Commission Payable	4,867,437	6,349,504
	Expense Payable	10,692,510	2,905,644
	Cheque In transit	261,021,896	154,996,620
	Audit Fees Payable	315,000	40,000
	Others Payables	4,437,101	3,309,892
	Current Maturities Secured term Loans (Repayable with 1 year) (Refer Note 23 point 4 no of Notes to accounts)	789,552,782	367,508,274
	Amount payable of Assignment	14,118,862	-
		1,095,300,941	540,502,580

8. FIXED ASSETS

Description of Assets	Gross Block		Depreciation & Amortization				Net Block		
	Additions for the year	Deductions during the year	As at end of current reporting period	As at beginning of current reporting period	For the year	Deductions	As at end of current reporting period	As at end of current reporting period	As at end of previous reporting period
TANGIBLE ASSETS									
Lands	648,630	-	33,965,930	-	-	-	-	33,965,930	33,317,300
Office and Guest house	67,081	-	15,892,030	3,712,818	220,834	-	3,933,652	11,958,378	12,112,131
Furniture & Fixtures	1,057,500	-	4,949,192	1,795,938	684,387	-	2,480,325	2,468,867	2,095,754
Vehicles	10,101,602	1,202,440	23,046,934	8,793,113	2,676,292	852,075	10,617,330	12,429,604	5,354,659
Office equipment	428,134	-	1,987,575	743,052	547,931	-	1,290,983	696,593	816,389
Computer & Peripherals	2,374,372	-	3,961,142	1,186,889	1,078,922	-	2,265,810	1,695,332	399,882
TOTAL	14,677,319	1,202,440	83,802,803	16,231,809	5,208,366	852,075	20,588,100	63,214,703	54,096,115
Previous Year	17,216,210	-	70,327,924	12,692,564	3,539,245	-	16,231,809	54,096,115	-
INTANGIBLE ASSETS									
Software License	354,456	-	892,182	464,254	185,344	-	649,598	242,584	73,472
TOTAL	354,456	-	892,182	464,254	185,344	-	649,598	242,584	73,472
Previous Year	138,000	-	537,726	397,439	66,815	-	464,254	73,472	-
TOTAL	15,031,775	1,202,440	84,694,985	16,696,063	5,393,710	852,075	21,237,698	63,457,287	54,169,587
Previous Year	17,354,210	-	70,865,650	13,090,003	3,606,060	-	16,696,063	54,169,587	-



9	DEFERRED TAX ASSET (NET)		
	Depreciation and amortization	846,731	229,560
	Expenses to be allowed on payment basis under Income tax act, 1961	656,715	-
	Provision on Loans and Advances	5,231,569	-
	Closing Balance	6,735,015	229,560
10	RECEIVABLES UNDER FINANCING ACTIVITY		
	Loans (Maturity more than one year)		
	Secured Loans To Parties (Unsecured)Personal Loans To Parties	2,213,271,770	1,423,129,952
	Unsecured Loans To Other Parties	8,662,875	-
		9,398,347	41,638,419
		2,231,332,992	1,464,768,371
11	OTHER NON CURRENT ASSETS		
	Deposits with Govt. authorities against Litigation	30,533	25,533
	Sales Tax Refundable	88,334	88,334
	Security Deposits (Rent)	6,55,133	473,100
	Security Deposits with Financial institutions/NBFC	126,031,851	86,654,029
	Term Deposits under lien for Assignment	13,472,769	-
	Gold Coins	100,015	100,015
	Capital Advance	3,399,068	3,685,068
		143,777,703	91,026,079
	12	CASH AND BANK BALANCES	
i). CASH AND CASH EQUIVALENTS			
Cash on hand		5,308,163	4,261,465
Balance With Bank in Current Accounts		112,527,053	68,581,148
		405,716	-



	Cheque In hand	34,737,473	47,354,818
	Fixed Deposit (Having Maturity Less than 3 Months) (Pledged against OD)	105,000,000	-
	Total (i)	257,978,405	120,197,431
	ii).OTHER BANK BALANCE		
	Term Deposits under lien for Borrowings	169,279,984	-
	Total (ii)	169,279,984	-
	Total (i)+(ii)	427,258,389	120,197,431
13	RECEIVABLES UNDER FINANCING ACTIVITY		
	Loans (Maturity within one year)		
	Secured Loans To Parties (Unsecured) Personal Loans To Parties	777,013,915	535,373,789
	Unsecured Loans To Other Parties	20,009,082	-
		19,814,057	-
		816,837,054	535,373,789
14	OTHER CURRENT ASSETS		
	Advance Tax (A.Y 2018-19)	-	7,000,000
	Tax Deducted at Source (A.Y 2018-19)	-	1,704,599
	Income Tax Refundable	1,100,140	1,026,980
	Deposit Against Income Tax demand in Appeal	7,251,760	5,887,480
	Tax Deducted at Source (A.Y 2015-16)	1,617,663	1,617,663
	Tds Receivable from FI	4,003,872	978,532
	Prepaid Insurance	537,311	151,980
	Advance to Staff	4,048,792	3,045,792
	Others Receivables	2,528,868	1,872,557
	Assignment EIS Income Receivable	4,476,269	-
	Security Deposits with FI (Current Portion)	21,285,665	-
	Income Accrued but not due	14,331,362	209,900
	ICICI Prudential Life Insurance Co	-	411,977
		61,181,702	23,907,460



15	REVENUE FROM OPERATIONS		
	Interest Income	542,377,992	296,811,417
	File Processing Income	26,975,070	15,842,105
	Other Operating Income	4,225,028	2,368,905
	Interest from Margin Money deposits	7,614,744	4,204,838
	Bad Debts Recovered	1,676,319	533,800
	Income from Assignments	8,680,102	-
	591,549,255	319,761,065	
16	OTHER INCOME		
	Discount Received & Round Off	141,596	3,100
	Rent Income on Flat	-	114,000
	Profit on Sale of Car	370,635	-
	512,231	117,100	
17	EMPLOYEE BENEFIT EXPENSES		
	Salaries, wages and bonus	43,477,830	19,083,725
	Staff Conveyance Expense	2,365,720	1,596,360
	Staff Welfare Expenses	2,251,476	1,511,381
	Contribution to provident and other funds	1,237,116	-
	Gratuity Expenses	660,974	-
		49,993,116	22,191,466
18	FINANCE COSTS		
	Interest to Bank	31,090,571	23,400,503
	Interest on Loan	263,083,286	136,468,071
	Loan Processing Charges	14,323,867	5,280,210
		308,497,724	165,148,784
19	DEPRECIATION AND AMORTIZATION		
	Depreciation of Property Plant & Equipment	5,208,366	3,539,245
	Amortization of Intangible Assets	185,344	66,815
		5,393,710	3,606,060



20	LOAN LOSSES AND PROVISIONS		
	Bad Debts written off	10,693,891	6,220,839
	Provision for NPA	2,893,933	3,270,417
	Provision for Standard Assets	5,104,889	1,729,183
	18,692,713	11,220,439	
21	OTHER EXPENSES		
	Rent	3,136,415	1,881,690
	Insurance	427,405	257,625
	Payment to Auditors as Audit Fees	300,000	29,500
	as Tax Audit Fees	50,000	10,500
	Legal & Professional Fees & Technical	2,13,56,457	85,32,417
	Electricity Expenses	4,41,268	2,61,695
	Office Expenses	29,74,039	19,87,502
	Telecommunication Expenses	3,78,695	3,75,488
	Vehicle Running & Maintenance Expenses	17,63,702	13,96,453
	Staff Training Program	13,59,240	3,40,240
	Bank Charges	3,13,617	4,01,434
	Collection Expenses	14,45,903	11,28,927
	Interest on Late TDS Return & Deposit	1,61,414	4,40,560
	Computer Maintenance Expenses	1,53,601	1,55,305
	Donations	2,06,700	5,000
	Repair & Maintenance	23,45,215	18,85,915
	Postage & Telegram	3,60,094	2,49,084
	Printing & Stationery	6,97,510	4,74,655



	Rebate & Discount	8,42,867	45,65,249
	R.T.O & Transfer Expense	19,16,996	14,21,757
	Stamp Duty Expenses	11,22,607	5,70,125
	Tours & Travelling	28,83,312	23,10,251
	Demat Charges & STT Charges	-	1,759
	Roc & Filing Fees	93,860	1,42,605
	Seizing Charges	2,17,500	5,08,850
	Business Promotion Expense	8,86,380	7,61,770
	Other Receivable Reversed	1,42,038	-
	Advertisement Exp	57,513	-
	Vehicle Surveyor & Assessor Service	5,73,700	3,56,833
	Interest on Income tax & appeal charges	2,46,778	4,65,035
	GST Reversed	39,60,965	15,08,914
	Sales tax	-	4,95,744
		50,815,251	32,922,883
22	EARNING PER SHARE		
	Profit for the year after tax expense	94459291	38482499
	Less: Preference dividend payable including dividend tax	-	-
		94459291	38482499
	Weighted average number of equity shares	10820139	7169775
	Earnings per share (Basic and Diluted)	8.73	5.37



DEPRECIATION AS PER INCOME TAX FOR THE YEAR ENDED 31ST MARCH, 2019										
Fixed Assets										
Sr. No.	Particulars	Rate of dep.	As on April 1, 2018	Addition during the year		Deduction During the year	As on March 31, 2019	Depreciation For the Year	W.D.V As on 31.03.2019	
				More than 180 Days	Less than 180 Days					
1	Buildings	10.00%	3,169,577.00	-	67,081.00	-	3,236,658.00	320,312.00	2,916,346.00	
2	Flats	10.00%	8,769,922.00	-	-	-	8,769,922.00	876,992.00	7,892,930.00	
3	Plot	0.00%	33,317,300.00	-	648,630.00	-	33,965,930.00	-	33,965,930.00	
4	Furniture & Fixtures	10.00%	2,249,222.00	250,921.00	428,306.00	-	2,928,449.00	271,430.00	2,657,019.00	
5	Motor vehicles	15.00%	8,060,918.00	2,677,533.00	7,424,069.00	721,000.00	17,441,520.00	2,059,423.00	15,382,097.00	
6	Plant & Machinery	15.00%	1,449,643.00	207,553.00	598,854.00	-	2,256,050.00	293,493.00	1,962,557.00	
7	Computers	60.00%	339,910.00	1,302,390.00	1,071,982.00	-	2,714,282.00	1,306,975.00	1,407,307.00	
8	Software License	60.00%	57,873.00	301,456.00	53,000.00	-	412,329.00	231,497.00	180,832.00	
	TOTAL		5,74,14,365	4,739,853.00	10,291,922.00	721,000.00	71,725,140.00	5,360,122.00	66,365,018.00	



SIGNIFICANT ACCOUNTING POLICIES & NOTES ON ACCOUNTS

A. SIGNIFICANT ACCOUNTING POLICIES

1. Corporate Information:

- The company Laxmi India Finleasecap Private Limited was incorporated on 10th May 1996 under the provisions of Companies Act 1956.
- The company is a Non-Banking Financial Company without deposit taking Non Systematic important engaged in the business of lending money.
- Certificate of Registration at RBI: Laxmi India acquired it's RBI registration certificate from RBI on 28th march 2001 categorized into Company without Accepting public Deposit under section 45 IA of the Reserve Bank of India Act, 1934 vide Certificate No B-24.02353. The Reserve Bank of India had issued a fresh registration certificate vide Certificate No B-05.07063, Kolkata dated 25th April, 2018, by Kolkata RBI Regional Office in lieu of Certificate No B-24.02353, New Delhi.

2. Basis of Preparation of Financial Statements:

The financial Statement are prepared in accordance with generally accepted accounting principles in India to comply with Accounting Standards specified under Section 133 of the Companies Act 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014 and the provisions of the Reserve Bank of India as applicable to a non-systematically important Non-Banking Financial Company (NBFC-ND-NSI) as applicable

Summary of Significant Accounting Policies

2.1 Use of Estimates

The preparation of financial statements in conformity with Indian GAAP requires the Management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities and disclosure of contingent liabilities at the end of reporting period. Although these estimates are based on Management's knowledge of current events and actions, uncertainty about these assumptions and estimates could result in the outcomes requiring a material adjustment to the carrying amount of assets and liabilities in future periods.

2.2 Property, Plant and Equipment

Property, plant and equipment are stated at cost, net of accumulated depreciation and impairment losses, if any. Cost includes purchase price and directly attributable cost of bringing the asset to its working condition for the intended use.



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

2.3 Depreciation on Property, Plant and Equipment

Depreciation for all property, plant and equipment is being provided on Written Down Value Method as per the estimates of useful life specified in Schedule II of the Companies Act, 2013. Depreciation is being provided from the time they came into use.

Depreciation on addition to assets and assets sold during the year is being provided for on a pro rata basis with reference to the month in which such asset is added or sold as the case may be.

2.4 Impairment of Assets

The carrying amounts of assets are reviewed at each Balance Sheet date if there is any indication of impairment, based on internal/external factors. An impairment loss is recognised wherever the carrying amount of an asset exceeds its recoverable amount. The recoverable amount is the greater of the asset's net selling price and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and risk specific to the asset.

After impairment, depreciation is provided on the revised carrying amount of the asset over its remaining useful life.

2.5 Receivables Under Financing Activity and Provision for Assets / Write off of Assets

Receivables under financing activity represent principal and matured finance charges outstanding at the close of the year but net of amount written off.

- (a) Provisions involving substantial degree of estimation in measurement are recognized when there is a present obligation as a result of past event and it is probable that an outflow of resources will be required to settle the obligation, in respect of which a reliable estimate can be made.



(b) Classification of NPA:-

	Category	Category
Particulars	NPA Recorded in Books of accounts (EMI & Interest Overdue)	NPA classification as per RBI norms (EMI & Interest Overdue)
Standard Assets	< 150 days	< 180 days
Sub Standard Assets	NPA up to 18 months from date of NPA	NPA up to 18 months from date of NPA
Doubtful Assets		
D1	Upto 1 year from date of transfer to doubtful category	Upto 1 year from date of transfer to doubtful category
D2	1-3 Year from date of transfer to doubtful category	1-3 Year from date of transfer to doubtful category
D3	More than 3 years from date of transfer to doubtful category	More than 3 years from date of transfer to doubtful category

(c) Provisions are made for Secured/Unsecured Book Debt as per prudential norms applicable to Non-Banking Financial Companies. The company had made the provisions over and above the norms prescribed. The Details of which are as under:-

Particulars	Provision required as per RBI Norms %	Actual Provision %	Amount of Assets (Rs.)	Provision o/s as on 31.03.19 (Rs.)	Provision o/s as on 31.03.18 (Rs.)
Standard Assets	0.25%	0.40%	3,008,629,317*	120,34,518	6,929,631
Sub Standard Assets	10%	15%	395,40,210	59,31,032	30,37,099
Doubtful Assets	-	-	-	-	-
Upto 1 Year	20%	50%	-	-	-
1-3 Year	30%	100%	-	-	-
More than 3 Year	50%	100%	-	-	-
Write off	Rs.1,06,93,890				

*Assigned case Provisioning norms will be at par with own Book provisioning.



The Company has changed its policy regarding provisioning of Standard Assets from 0.35% to 0.40% during the period under review.

2.6 Revenue Recognition

Revenue is recognized to the extent it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured.

2.6.1 Revenue from Operations

Interest, finance charges, service charges etc. are recognized as income on accrual basis with reference to the terms of contractual commitments such as interest subsidy and finance agreements entered into with borrowers, as the case may be. Incomes from loan transactions are accounted for on accrual basis in accordance with the terms of contract except on Non-Performing Assets where income is accounted on cash basis.

2.6.2 Income from Assignment from Operations

In case of assignment of receivables, the assets are de-recognized in the books as all the rights, title, future receivables and interest thereof are transferred to the purchaser. The gain arising on such transfer is accounted over the tenure of the assets. In case of loss if any, the same is charged to the statement of profit and loss immediately at the time of transfer.

2.6.3 Other Income

Other income is accounted on accrual basis, except in case of significant uncertainties.

2.7 Retirement and Other Employee Benefits

Short term employee benefits are recognized as an expense in the year in which the related service is rendered.

2.8 Retirement and Other Employee Benefits

2.8.1 Gratuity

The company has an obligation toward gratuity, a defined benefit retirement plan covering eligible employees. The plan provides for a lump sum payment to vested employees at retirement, death while in employment or on termination of employment. Vesting occurs upon completion of five years of service.



The company accounts for the liability for gratuity benefits payable in future based on an independent actuarial valuation conducted by an independent actuary using the Projected Unit Credit Method as at the Balance Sheet date. Actuarial gains are recognized as and when incurred. The company does not have any fund for payment of gratuity.

2.8.2 Provident Fund/ Employee State Insurance

Provident fund and Employee State Insurance are defined contribution plans. The contribution to the same are deposited in relevant Govt. administered funds and is charged to the Statement of Profit and Loss in the year to which it relates. The Company has no obligation other than the contribution payable to the Employee Provident Fund Scheme and Employee State Insurance.

2.9 Income Taxes

Provision for taxation is made on the basis of the taxable profits computed for the current accounting period in accordance with the Income Tax Act, 1961. Deferred tax resulting from timing differences between book profits and tax profits is accounted for at the current rate of tax or the substantively enacted rate of tax to the extent the timing differences are expected to crystallise, in case of deferred tax liabilities with reasonable certainty and in case of deferred tax assets with reasonable certainty that there would be adequate future taxable income against which deferred tax assets can be realised. However, deferred tax asset arising on account of unabsorbed depreciation and business losses are recognised only if there is virtual certainty supported by convincing evidence that there would be adequate future taxable income against which the same can be realised/set off.

2.10 Borrowing Costs

Borrowing Costs attributable to the acquisition or construction of Qualifying Assets is capitalized as part of the cost of such assets. Other Borrowing cost comparing is of Interest expenses & other cost are charged to Profit & Loss a/c of concerned year.

2.11 Cash Flow Statement

Cash flow statements are prepared in accordance with "Indirect Method" as explained in the Accounting Standard on Cash Flow Statements (AS-3). The cash flows from regular revenue generating, financing and investing activity of the Company are segregated.



2.12 Cash and Cash Equivalent

Cash and cash equivalents for the purpose of cash flow statement comprises of cash in hand and balance with bank including fixed deposit and short-term highly liquid investment with an original maturity of three months or less.

2.13 Provisions

- 2.13.1** Provisions involving substantial degree of estimation in measurement are recognized when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources. The provisions are measured at an on an undiscounted basis. Contingent liabilities are not recognized but are disclosed in the notes. Contingent liabilities are not recognized nor disclosed in the financial statements.
- 2.13.2** Provision is made for Secured/Unsecured loans/advances and Contingent assets as per Companys policy subject to the minimum provision required as per Non-Banking Finance Companies Prudential Norms(Reserve Bank) Directions, 1998.

2.14 Contingent Liabilities

A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the Company or a present obligation that is not recognised because it is not probable that an outflow of resources will be required to settle the obligation. A contingent liability also arises in extremely rare cases where there is a liability that cannot be recognised because it cannot be measured reliably. The Company does not recognise a contingent liability but discloses its existence in the financial statements.

2.15 Segment Information

The Company operates in a single reportable segment i.e. financing, which has similar risks and returns for the purpose of AS-17 on 'Segment reporting'. The Company operates in a single geographical segment, i.e. domestic.

2.16 Earnings Per Share

Basic earnings per share are calculated by dividing the net profit for the year attributable to equity shareholders by the weighted average number of equity shares outstanding during the year.

For the purpose of calculating diluted earnings per share, the Net profit for the year attributable to equity shareholders and the weighted average number of shares outstanding during the year are adjusted for the effects of all dilutive potential equity shares.



23. NOTES TO ACCOUNTS

23.1 Contingent Liabilities Not Provided For

Particulars	As at 31.03.2019 (Rs.)	As at 31.03.2018 (Rs.)
Income Tax Matters - Appeals by the Company	316,79,820	319,38,170
TDS Matters - Appeals by the Company	NIL	1,83,750

The Company is of the opinion that the above demands are not sustainable and expects to succeed in its appeal.

23.2 Foreign Currency Transaction

The company had not earned/incurred expenditure in foreign currency during the current reporting period.

23.3 Capital & Other Commitments

Particulars	As at 31.03.2019 (Rs.)	As at 31.03.2018 (Rs.)
A. Capital Commitments: Estimated amount of contracts remaining to be executed on capital account not provided for (Net of advances)	NIL	NIL
B. Other Commitments: The Company's capital commitments towards partially disbursed loans	8,47,65,952	4,71,04,704



23.4 The company has outstanding secured Book Debt as at the end of the reporting period details of which are follows:-

Sr. No.	Details of party From whom loan is taken	Type of Loan	Loan Amount	Outstanding as on 31.03.2019	Outstanding as on 31.03.2018	Last paid installment	Primary Security
1.	IDFC First Bank (Earlier CAPITAL FIRST)	TL-1	150,000,000	122,658,951	151,576,540	1,294,521	Book Debt*
2.	IDFC First Bank (Earlier CAPITAL FIRST)	TL-2	100,000,000	841,63,335	100,000,000	2,661,139	Book Debt*
3.	Capital Small Finance Bank Ltd.	TL	100,000,000	100,000,000	-	-	Book Debt*
4.	Ugro Capital	TL	50,000,000	463,35,473	-	2,394,743	Book Debt*
5.	TATA Capital Housing Finance	TL	4,450,000	18,16,488	2,349,682	61,149	Office
6.	TATA Capital Financial Services Limited	TL	50,000,000	277,77,600	44,444,400	1,696,547	Book Debt*



7.	Shriram City Union Finance Limited	TL	100,000,000	762,17,542	-	3,393,529	Book Debt*
8.	Reliance Commercial Finance Ltd.	TL-2	25,000,000	169,78,995	24,400,804	831,251	Book Debt*
9.	Reliance Commercial Finance Ltd.	TL-1	75,000,000	366,90,946	60,591,910	2,494,657	Book Debt*
10.	Reliance Commercial Finance Ltd.	TL-3	50,000,000	441,61,228	-	1,690,741	Book Debt*
11.	Profectus Capital	TL	20,000,000	146,76,796	-	948,572	Book Debt*
12.	Nabsam-ruddhi Finance Ltd	TL-1	50,000,000	450,00,000	-	3,996,575	Book Debt*
13.	Nabsam-ruddhi Finance Ltd	TL-2	50,000,000	500,00,000	-	-	Book Debt*



14.	Moneywise Financial Services Pvt. Ltd (Smc Finance)	TL-1	50,000,000	336,77,171	48,611,100	1,748,488	Book Debt*
15.	Moneywise Financial Services Pvt. Ltd (Smc Finance)	TL-2	50,000,000	350,80,404	49,866,849	1,762,871	Book Debt*
16.	Moneywise Financial Services Pvt. Ltd (Smc Finance)	TL-3	100,000,000	861,11,000	-	3,725,622	Book Debt*
17.	Mahindra & Mahindra Financial Services Ltd	TL	50,000,000	327,75,755	95,384,932	1,678,372	Book Debt*
18.	Mahindra & Mahindra Financial Services Ltd	TL	50,000,000	327,75,494		1,678,335	Book Debt*
19.	Maanaveeya development & Finance	TL	30,000,000	450,00,000	-	490,068	Book Debt*



20.	Muthoot Capital Services Ltd.	TL-1	100,000,000	624,99,988	87,499,996	2,752,170	Book Debt*
21.	Muthoot Capital Services Ltd.	TL-2	7,50,00,000	750,00,000	-	-	Book Debt*
22.	Kamal Autofin-ance Ltd	WC TL	10,000,000	25,89,003	5,304,430	277,160	Book Debt*
23.	Infinity Fincorp Solutions	TL	20,000,000	171,55,511	-	669,552	Book Debt*
24.	InCred Financial Services Limited	TL	50,000,000	245,70,652	48,128,957	2,398,714	Book Debt*
25.	Hero FinCorp	TL	50,000,000	443,02,301	-	1,678,684	Book Debt*
26.	Hinduja Leyland Finance Ltd.	TL-1	70,000,000	440,87,777	65,147,074	2,358,576	Book Debt*
27.	Hinduja Leyland Finance Ltd.	TL-2	90,000,000	729,02,553	-	3,032,456	Book Debt*
28.	Essel Finance Business Loans Ltd.	TL	50,000,000	393,19,973	-	1,696,765	Book Debt*



29.	Electron-ica Finance Ltd	TL-1	30,000,000	220,56,021	-	1,014,435	Book Debt*
30.	Electron-ica Finance Ltd	TL-2	40,000,000	343,81,411	-	1,352,580	Book Debt*
31.	Avanse Financial Services Ltd.	TL-1	50,000,000	362,35,004	46,748,810	1,341,375	Book Debt*
32.	Avanse Financial Services Ltd.	TL-2	50,000,000	426,53,581	-	1,346,343	Book Debt*
33.	Aavas Financiers Ltd.	TL-1	23,000,000	111,49,851	29,743,702	334,653	Book Debt*
34.	Aavas Financiers Ltd.	TL-2	7,000,000	65,77,113	15,000,000	102,463	Book Debt*
35.	Aavas Financiers Ltd.	TL-3	15,000,000	142,83,62	-	219,564	Book Debt*
36.	Yes Bank	Car Loan1	2,665,000	1,487,467	1,990,429	55,917	Car
37.	Yes Bank	Car Loan2	2,586,717	1,881,664	-	79,298	Car
38.	Yes Bank	Car Loan3	396,797	288,993	-	12,235	Car



39.	HDFC Bank	Car Loan	700,000	-	44,764	-	Car
40.	ICICI Bank	Car Loan	1,600,000	-	1,414,090	-	Car
41.	Fincare Small Finance Bank	TL-1	50,000,000	36,737,825	-	2,382,967	Book Debt*
42.	Fincare Small Finance Bank	TL-2	50,000,000	50,000,000	-	-	Book Debt*
43.	Au Small Finance Bank	TL-3	120,000,000	279,65,582	58,302,300	3,115,937	Book Debt*
44.	Au Small Finance Bank	TL-4	30,000,000	78,02,813	15,972,551	834,922	Book Debt*
45.	Au Small Finance Bank	TL-6	50,000,000	349,99,988	44,999,996	1,236,458	Book Debt*
46.	Au Small Finance Bank	TL-7	100,000,000	854,16,669	-	3,049,479	Book Debt*
47.	MAS Financial Services Limited	TL-5A	100,000,000	-	8,333,325	-	Book Debt*
48.	MAS Financial Services Limited	TL-5B		-	35,000,000	-	Book Debt*
49.	MAS Financial Services Limited	TL-5C		-	104,999,993	-	Book Debt*



50.	MAS Financial Services Limited	TL- 6A	50,000,000	3,333,344	13,333,340	879,680	Book Debt*
51.	MAS Financial Services Limited	TL- 6B	20,000,000	2,777,764	9,444,436	592,633	Book Debt*
52.	MAS Financial Services Limited	TL- 7	30,000,000	5,000,010	15,000,006	898,219	Book Debt*
53.	MAS Financial Services Limited	TL- 8A	20,000,000	3,333,320	9,999,992	598,067	Book Debt*
54.	MAS Financial Services Limited	TL- 9A	25,000,000	48,611,124	13,194,452	755,175	Book Debt*
55.	MAS Financial Services Limited	TL- 10A	25,000,000	48,611,124	13,194,452	755,175	Book Debt*
56.	MAS Financial Services Limited	TL- 11A	15,000,000	2,916,657	7,916,661	455,708	Book Debt*
57.	MAS Financial Services Limited	TL- 12A	15,000,000	4,166,658	9,166,662	466,770	Book Debt*



58.	MAS Financial Services Limited	TL-13A		20,833,341	30,833,337	1,070,182	
59.	MAS Financial Services Limited	TL-13B	100,000,000	15,625,001	23,125,000	815,325	Book Debt*
60.	MAS Financial Services Limited	TL-13C		16,250,000	23,750,000	809,469	
61.	MAS Financial Services Limited	TL-14A	30,000,000	15,000,000	22,500,000	795,805	Book Debt*
62.	MAS Financial Services Limited	TL-15A	30,000,000	16,875,000	24,375,000	829,966	Book Debt*
63.	MAS Financial Services Limited	TL-16A		34,374,995	46,874,999	1,415,240	
64.	MAS Financial Services Limited	TL-16B	100,000,000	35,416,662	47,916,666	1,426,227	Book Debt*
65.	MAS Financial Services Limited	TL-17A	50,000,000	37,499,996	50,000,000	1,440,811	Book Debt*
66.	MAS Financial Services Limited	TL-18A		39,583,330	-	1,462,386	
67.	MAS Financial Services Limited	TL-18B	100,000,000	39,583,330	-	1,462,386	Book Debt*



68.	MAS Financial Services Limited	TL-19	50,000,000	40,624,997	-	1,481,165	Book Debt*
69.	MAS Financial Services Limited	TL-20A	50,000,000	41,666,664	-	1,495,428	Book Debt*
70.	MAS Financial Services Limited	TL-21	50,000,000	41,666,664	-	1,495,428	Book Debt*
71.	MAS Financial Services Limited	TL-22	35,000,000	32,812,499	-	1,085,536	Book Debt*
72.	MAS Financial Services Limited	TL-23	35,000,000	32,812,499	-	1,085,536	Book Debt*
73.	AU Small Finance Bank	CC	50,000,000	-	48,542,058	-	Book Debt*
74.	AU Small Finance Bank	OD against FDR	22,95,00,000	642,50,419	-	-	FDR of Rs 25.50 CR
75.	Nabkisan Finance Ltd.	TL	100,000,000	100,000,000	-	-	Book Debt*
76.	Shriram City Transport Finance Co. Ltd.	TL-1	50,000,000	500,00,000	-	-	Book Debt*



77.	Shriram City Transport Finance Co. Ltd.	TL-2	50,000,000	500,00,000	-	-	Book Debt*
78.	Vivriti Capital Pvt. Ltd.	TL-1	11,00,00,000	9,294,853	-	342,992	Book Debt*
79.	Vivriti Capital Pvt. Ltd.	TL-2		476,30,727	-	1,714,959	Book Debt*
80.	Vivriti Capital Pvt. Ltd.	TL-3		488,31,616	-	1,714,959	Book Debt*
81.	Western Capital	TL	30,000,000	300,00,000	-	-	Book Debt*
82.	Sbi Car Loan	Car loan	6,190,000	6,190,000	-	-	Car
	TOTAL			262,62,69,875	142,90,23,695		

*In above cases personal guarantee by the director Mr. Deepak Baid, Mrs. Prem Devi Baid & Mrs. Anisha Baid has been given

*Few of Above loans are also secured by cash collateral in the form of Fixed deposit total of which is Rs 40,03,11,835.

23.5 During the year under review the company has changed its accounting policy for recognition of Gratuity expense from Cash basis to accrual basis accordingly Gratuity Liability of Rs.15,94,230/- w.r.t amount of accrued Gratuity upto 31.03.2018 has been charged from Opening balance of Profit and Loss account. Further, Gratuity provision of Rs.6,60,974/- for FY-2018-19 has been debited to P&L a/c. Hence, profit for the year is lower by similar figure.

Liability for long-term employee benefits has been determined by an actuary, appointed for the purpose, in conformity with the principles set out in the Accounting Standard 15 (Revised) as prescribed by Companies (Accounting Standards) Rules, 2006, the details of which are as hereunder:



Disclosure in term of AS-15 are as under	31.03.2019
<p>A Defined contribution plan Contribution to defined contribution plan recognised as expenses for the year 2018-19 are as under Employer's contribution to Provident Fund.</p>	10,23,836
<p>B Defined benefit plan The Employees Gratuity Scheme is a defined benefit Plan. The present value of obligation is determined based on actuarial valuation using the projected unit credit method is as under:-</p> <p>Gratuity Liability</p> <p>I Expenses recognised in the Statement of Profit & Loss for the year ended</p> <p>1 Current Service Cost</p> <p>2 Interest on obligation</p> <p>3 Expected return on plan assets</p> <p>4 Past Service Cost</p> <p>5 Net Actuarial(Gains)/Losses</p> <p>Total expenses</p>	22,55,204
<p>II Net Asset/(Liability) recognised in the Balance Sheet as at 31.03.2017</p> <p>1 Present value of Defined Benefit Obligation</p> <p>2 Fair value of plan assets</p> <p>3 Funded status[Surplus/(Deficit)]</p> <p>4 Net asset/(Liability)</p>	22,55,204 - (22,55,204) (22,55,204)
<p>III Change in obligation during the year ended</p> <p>1 Present value of Defined Benefit Obligation at beginning of the year</p> <p>2 Current Service Cost</p> <p>3 Past Service Cost</p> <p>4 Interest Cost</p> <p>5 Plan amendment cost</p> <p>6 Actuarial(Gains)/Losses</p> <p>7 Benefits Payments</p> <p>8 Present value of Defined Benefit Obligation at the end of the year.</p>	15,94,230 22,55,204 - - - - - 22,55,204



IV Change in Assets during the year ended	
1 Plan assets at the beginning of the year	-
2 Expected return on plan assets	-
3 Contributions by Employer	-
4 Actual benefits paid	-
5 Actuarial Gains/(Losses)	-
6 Plan assets at the end of the year	-
V Actuarial Assumptions:	
1 Discount Rate	7.86%
2 Expected rate of return on plan assets	-
3 Mortality	-
4 Withdraw rate :	
Up to 30 Years	2.00%
From 31 to 45 years	2.00%
Above 45 years	1.00%
5 Salary escalator	15.00%
6 Maximum limit	20 Lakhs

23.7 Capital Adequacy Ratio

Particulars	Financial year ended 31st March 2019	Financial year ended 31st March 2018
Tangible Net worth(1)	67,95,72,375	43,03,53,930
Investment/Book Debt and Advances to subsidiaries and group Companies	-	-
Less: Deferred Tax Assets (Net) (2)	67,35,015	-
Tier 1 Capital (1-2)= (3)	67,28,37,360	43,03,53,930
Tier 2 Capital (Provision on Asset) (4)	1,79,65,552	69,29,631
Total Capital Fund (3+4)= (5)	69,08,02,912	43,72,83,561
Adjusted value of funded risk assets (on balance sheet item) (6)	329,90,65,178	216,94,74,846
Adjusted value of non- funded risk assets (off Balance sheet item) (7)	1,58,39,910	-



Total Risk Weighted assets (6+7)= (8)	331,49,05,088	216,94,74,846
CRAR/CAR(5/8)	20.84%	20.16%

23.8 NPA Movement

Particulars	Financial year ended 31st March 2019	Financial year ended 31st March 2018
Opening Gross NPA	2,02,47,324	87,19,440
Add: Additions during year	3,46,51,357	2,02,47,324
Less: Up gradations	32,48,253	0.00
Less: Recovery (case closed)	68,95,517	24,98,602
Less : Write-offs	52,14,701	62,20,836
Gross NPA (Closing Balance)	3,95,40,211	2,02,47,324
Of which, Gross NPA (CV)	81,15,734	1,34,35,872
And, Gross NPA (LAP)	3,13,40,703	1,34,35,872
And, Gross NPA (Personal loan)	0.00	0.00
And, Gross NPA (Unsecured loan)	0.00	0.00
Provision for NPA	59,31,032	30,37,099
Net NPA	3,36,09,178	172,10,225
Gross loan portfolio (CV)	36,84,98,708	42,31,05,248
Gross loan portfolio (LAP)	262,17,86,977	153,53,98,493
Gross loan portfolio (PL)	2,86,71,957	0.00
Unsecured Loan portfolio	2,92,12,404	416,38,419
Gross loan portfolio (Total)	304,81,70,046	200,01,42,160
Gross NPA/Gross Advance (%)	1.30%	1.01%
Net NPA /Gross Advance(%)	1.10%	0.86%



23.9 Assignment Transaction

- a) During the year, the company has done with recourse assignment vide Pass Through Certificate route, loan receivables of 588 contracts (Rs.0) amounting Rs.22,45,46,152/- (P.Y Rs 0) for a consideration of Rs 19,31,09,691/- (Rs 0) and de-recognized the assets from the books.
- b) Excess interest spread redeemed during the year by the special purpose trust has been recognized as income & included income from assignments.

23.10 Lease Payment

Lease rentals in respect of assets taken on operating leases are charged to the Statement of Profit and Loss account with reference to lease terms and other consideration.

The Company has taken certain offices on cancellable operating leases. Lease Payment of Rs.31,36,415/- (PY 18,81,690/-) are charged to statement of Profit & Loss during the year.

23.11 Details of penalties imposed by RBI and other regulators

No penalties have been imposed by RBI and other regulators on the Company during the current and previous year.

23.12 The Company has not received any intimation from 'suppliers' regarding their status under the Micro, Small and Medium Enterprises Development Act, 2006 and hence disclosures, if any, relating to amounts unpaid as at the year end together with interest paid / payable as required under the said Act and could not be furnished however the management does not anticipate any significant liability in this regard.

23.13 Figures have been rounded off to the nearest rupee.

Signatures to Notes '1' to '23'

For A. Bafna & Co.
Chartered Accountants
FRN : 003660C

For and on Behalf of the Board of Directors
Laxmi India Finleasecap Private Limited

Sd/
CA Mukesh Kumar Gupta
Partner
Membership No.-073515

Sd/
Deepak Baid
Managing Director

Sd/
Prem Devi Baid
Director

Place: Jaipur
Date: 19th May, 2019

Sd/
Piyush Somani
Chief Financial Officer

Sd/
Anurag Jain
Company Secretary



I, **Deepak Baid** on Behalf of **LIFC family** heartily express my gratitude towards all the stake holders and investors, lenders, bankers and staff members to have a blind faith on the management and their working. I thank each one of you for your consistent support and work. Our co-ordination will make us more strong each day. This provides us with the optimism that LIFC possesses deep shock absorbers and should be able to survive the downturn and capitalize on an economic recovery. Being Managing Director I feel highly inspired which in-turn advance me towards achieving short term as well as long term goals.

“We at LIFC believe in generating and creating wealth rather than making profits.”





**Wealth consists
not in having great
possessions, but in
having few wants.**



“Sapne dekho, Bade dekho, Hamare saath unhe Pura hote dekho”

LAXMI INDIA FINLEASECAP PRIVATE LIMITED

CIN: U65929WB1996PTC168419

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**Corp. Office: 2 DFL, Gopinath Marg MI Road Jaipur- 302001 (Raj.)
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