

JAGARAN MICROFIN PRIVATE LIMITED

**FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st
MARCH 2016**

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF
JAGARAN MICROFIN PRIVATE LIMITED**

Report on the Financial Statements

We have audited the accompanying financial statements of **JAGARAN MICROFIN PRIVATE LIMITED** ("the Company"), which comprise the Balance Sheet as at March 31, 2016, the Statement of Profit and Loss and the Cash Flow Statement for the year then ended, and a summary of the significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards prescribed under section 133 of the Act, as applicable.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

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

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

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

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

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



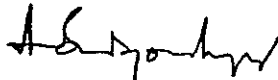
Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2016, and its profit and its cash flows for the year ended on that date.

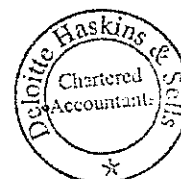
Report on Other Legal and Regulatory Requirements

1. 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 prescribed under section 133 of the Act, as applicable.
 - e) On the basis of the written representations received from the directors as on March 31, 2016 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2016 from being appointed as a director in terms of Section 164 (2) of the Act.
 - f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure A". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting.
 - g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company does not have any pending litigations which would impact its financial position;
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses;
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
2. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government in terms of Section 143(11) of the Act, we give in "Annexure B" a statement on the matters specified in paragraphs 3 and 4 of the Order.

For Deloitte Haskins & Sells
Chartered Accountants
(Firm's Registration No. 302009E)

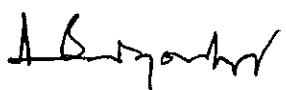

Abhijit Bandyopadhyay
Partner
(Membership No. 054785)

Kolkata, June 27, 2016



- (viii) In our opinion and according to the information and explanations given to us, the Company has not defaulted in the repayment of loans or borrowings to financial institutions and banks. The Company has not issued any debentures. The Company has not taken any loans or borrowings from government.
- (ix) In our opinion and according to the information and explanations given to us, the Company has not raised money by way of initial public offer or further public offer (including debt instruments). Money raised by way of term loans have been applied by the Company during the year for the purposes for which they were raised, other than temporary deployment pending application of proceeds.
- (x) To the best of our knowledge and according to the information and explanations given to us, no fraud by the Company and no fraud on the Company by its officers or employees has been noticed or reported during the year.
- (xi) The Company is a private company and hence the provisions of section 197 of the Companies Act, 2013 do not apply to the Company.
- (xii) The Company is not a Nidhi Company and hence reporting under clause (xii) of the Order is not applicable.
- (xiii) In our opinion and according to the information and explanations given to us the Company is in compliance with Section 177 and 188 of the Companies Act, 2013, where applicable, for all transactions with the related parties and the details of related party transactions have been disclosed in the financial statements etc. as required by the applicable accounting standards.
- (xiv) During the year the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures and hence reporting under clause (xiv) of the Order is not applicable to the Company.
- (xv) In our opinion and according to the information and explanations given to us, during the year the Company has not entered into any non-cash transactions with its directors or directors of its holding company or persons connected with them and hence provisions of section 192 of the Companies Act, 2013 are not applicable.
- (xvi) The Company is required to be registered under section 45-IA of the Reserve Bank of India Act, 1934 and it has obtained the registration.

For **Deloitte Haskins & Sells**
Chartered Accountants
(Firm's Registration No. 302009E)


Abhijit Bandyopadhyay
Partner
(Membership No. 054785)

Kolkata, June 27, 2016



**JAGARAN MICROFIN PRIVATE LIMITED
BALANCE SHEET AS AT MARCH 31, 2016**

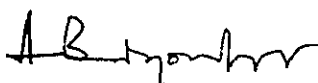
(Amount in Rupees)

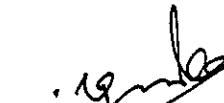
Particulars	Note No.	As at March 31, 2016	As at March 31, 2015
I. EQUITY AND LIABILITIES			
(I) Shareholders' Funds:			
(a) Share Capital	2	34,82,00,000	34,82,00,000
(b) Reserves and Surplus	3	16,78,72,221	13,85,75,338
		51,60,72,221	48,67,75,338
(2) Non Current Liabilities			
(a) Long Term Borrowings	4	46,50,48,016	13,85,50,009
(b) Deferred Tax Liabilities (Net)	5	-	6,23,022
(c) Long Term Provisions	6	16,18,007	13,82,772
		46,66,66,023	14,05,55,803
(3) Current Liabilities			
(a) Short Term Borrowings	7	25,90,35,407	41,76,12,849
(b) Trade Payables	8		
(i) Total outstanding dues of micro enterprises and small enterprises		-	-
(ii) Total outstanding dues of creditors other than micro enterprises and small enterprises			
(c) Other Current Liabilities	9	1,84,81,087	86,63,423
(d) Short Term Provisions	10	70,14,00,075	13,73,00,233
		2,37,93,168	78,13,810
		1,00,27,09,737	57,13,90,315
Total		1,98,54,47,981	1,19,87,21,456
II. Assets			
(1) Non Current Assets			
(a) Fixed Assets	11		
(i) Tangible Assets		39,13,600	36,41,747
(ii) Intangible Assets		24,68,722	22,14,254
(iii) Intangible Assets Under Development		2,38,765	4,07,305
(b) Deferred Tax Assets (Net)	5	66,21,087	62,63,306
(c) Long Term Loans and Advances	12	45,29,228	-
(d) Other Non Current Assets	13	6,72,070	3,28,451
		23,11,53,488	13,14,27,541
(2) Current Assets			
(a) Receivables under Finance Activity	14	1,21,00,16,671	77,85,15,315
(b) Cash and Bank Balances	15	46,81,44,922	21,16,89,989
(c) Short Term Loans and Advances	16	34,91,638	22,03,885
(d) Other Current Assets	17	6,08,18,877	6,82,92,969
		1,74,24,72,108	1,06,07,02,158
Total		1,98,54,47,981	1,19,87,21,456
Summary of Significant Accounting Policies	1C		
The notes referred to above form an integral part of the Financial Statements			

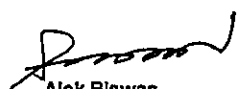
In terms of our report attached

For and on behalf of the Board of Directors

For Deloitte Haskins & Sells
Chartered Accountants


Abhjit Bandyopadhyay
Partner


Indrajit Gupta
Chairman


Alok Biswas
Managing Director

Place: Kolkata
Date: June 27, 2016


Tirtha Pratim Sahu
Chief Financial Officer


Tanusree Ghosh
Company Secretary



JAGARAN MICROFIN PRIVATE LIMITED
STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED MARCH 31, 2016

(Amount in Rupees)

Particulars	Note No.	Year Ended March 31, 2016	Year Ended March 31, 2015
I. Revenue from Operations	18	30,11,24,584	16,33,91,565
II. Other Income	19	2,33,76,940	1,50,39,409
III. Total Revenue (I+II)		32,45,01,524	17,84,30,974
IV. Expenses			
(a) Employee Benefits Expense	20	5,32,50,623	3,80,70,330
(b) Finance Cost	21	16,03,06,862	5,14,02,744
(c) Provision/Write Off for Receivables under Finance Activity	22	48,26,072	39,04,783
(d) Depreciation and Amortization Expenses	11	17,02,663	14,21,239
(e) Administrative and Other Expenses	23	2,44,10,304	2,28,45,046
Total Expenses		24,44,96,524	11,76,44,142
V. Profit Before Tax (III-IV)		8,00,05,000	6,07,86,832
VI. Tax Expenses			
(a) Current Tax Expenses for Current Year		2,83,36,251	2,03,97,161
(b) Current Tax Expenses Relating to Prior Years		2,83,570	780
(c) Deferred Tax	5	(51,52,250)	26,307
VII. Profit for the period (V-VI)		5,65,37,429	4,03,62,584
Earnings Per Equity Share of Rs. 10 each	26		
(a) Basic		1.62	1.16
(b) Diluted		1.62	1.16
The notes referred to above form an integral part of the Financial Statements			

In terms of our report attached

For and on Behalf of the Board of Directors

For Deloitte Haskins & Sells
Chartered Accountants


Abhijit Bandyopadhyay
Partner


Indrajit Gupta
Chairman


Alok Biswas
Managing Director

Place: Kolkata
Date: June 27, 2016


Tirtha Pratim Sahu
Chief Financial Officer


Tanusree Ghosh
Company Secretary



JAGARAN MICROFIN PRIVATE LIMITED
Cash Flow Statement for the year ended March 31, 2016

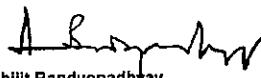
PARTICULARS	Amount in Rupees	
	Year Ended March 31, 2016	Year Ended March 31, 2015
1 CASH FLOW FROM OPERATING ACTIVITIES		
Profit before taxes	8,00,05,000	6,07,86,832
Adjustments for:		
Depreciation and Amortization Expenses	17,02,663	14,21,239
Dividend Income from Current Investments in Mutual Fund	(20,78,631)	(15,74,898)
Short term capital loss on Mutual Fund	8,481	-
Interest on Fixed Deposits and Others	(1,85,70,790)	(74,48,147)
Operating Profit before working capital changes	6,10,66,723	5,31,85,026
Changes in Working Capital:		
Adjustments for (increase)/decrease in operating assets:		
Receivables under Finance Activity	(44,84,08,094)	(37,78,14,021)
Long Term Loans & Advances	(4,20,570)	(37,300)
Short Term Loans & Advances	(12,87,753)	(16,65,890)
Other Current Assets	(46,07,323)	(4,20,757)
Adjustments for increase/(decrease) in operating liabilities:		
Trade Payables	98,17,664	19,37,637
Other Current Liabilities	71,08,244	32,89,602
Short Term & Long Term Provisions	11,85,052	2,47,497
Cash used in operations	(37,55,46,057)	(32,12,78,206)
Net Income Tax Paid	(2,85,28,742)	(2,00,11,322)
Net Cash used in operating activities	(40,40,72,799)	(34,12,89,528)
2 CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of fixed assets	(20,60,445)	(27,93,175)
Purchase of Investment in Mutual Fund	(81,25,00,000)	(37,30,00,000)
Sale of Investment in Mutual Fund	81,45,70,150	37,45,74,898
Investment in Fixed Deposits with Banks & NBFCs (net)	(9,01,41,498)	(10,50,77,791)
Interest received on Fixed Deposits	1,42,77,205	49,73,303
Net Cash used in investing activities	(7,58,54,588)	(10,13,22,765)
3 CASH FLOW FROM FINANCING ACTIVITIES		
Dividend and Dividend Tax Paid	(1,67,63,413)	-
Borrowings from Banks and NBFCs	1,66,10,00,000	79,98,00,000
Repayment of Borrowings to Banks and NBFCs	(93,60,87,837)	(27,06,95,998)
Net Cash generated by financing activities	70,81,48,750	52,91,04,004
Net increase in Cash and Cash equivalents	22,82,21,363	8,64,91,711
Add: Cash and cash equivalents at the beginning of the year	12,70,12,198	4,05,20,487
Cash and cash equivalents at the end of year	35,52,33,561	12,70,12,198

Additional notes to Cash Flow Statement:

- Figures in brackets indicate outflows.
- Cash and Cash equivalents represents Cash and Bank balances (Refer Note 15)
- Previous year figures have been regrouped/restated wherever necessary
- In respect Corporate Social Responsibility activities, the Company has paid Rs. 1,02,639/- in FY 2015-16

In terms of our report attached

For Deloitte Haskins & Sells
Chartered Accountants


Abhijit Bandyopadhyay
Partner


Place: Kolkata
Date: June 27, 2016

For and on Behalf of the Board of Directors


Indrajit Gupta
Chairman


Alok Biswas
Managing Director


Tirtha Pratim Sahu
Chief Financial Officer


Tanusree Ghosh
Company Secretary



JAGARAN MICROFIN PRIVATE LIMITED
Notes forming part of the Financial Statements

Note 1A: Corporate Information

Jagaran Microfin Private Limited is a Non-Banking Financial Company - Micro Finance Institutions and holds a valid certificate of registration issued by the Reserve Bank of India. The Company has received registration as NBFC-MFI under Non-Banking Financial Company Micro Finance Institutions (NBFC-MFIs) directions on September 27, 2013.

Note 1B: Basis of preparation of Financial Statements

The financial statements of the Company have been prepared in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP) to comply with the Accounting Standards specified under Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014 and the relevant provisions of the Companies Act, 2013 ("the 2013 Act") as applicable. The financial statements have been prepared on an accrual basis under the historical cost convention and considering the directions issued by the Reserve Bank of India (RBI) to the extent applicable to the Company. The accounting policies adopted in the preparation of the financial statements are consistent with those followed in the previous year.

Note 1C: Summary of Significant Accounting Policies

a. Use of Estimates

The presentation of financial statements in conformity with Indian GAAP requires management to make estimates and assumptions considered in the reported amounts of assets and liabilities (including contingent liability) and the reported income and expenses during the period. The management believes that the estimate used in preparation of financial statements are prudent and reasonable. Future results could differ due to these estimates and difference between the actual results and estimates are recognized in the period in which the results are known/material.

b. Cash Flow Statement

Cash flow is reported using the indirect method, whereby profit/ (loss) before tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flow from operating, investing and financing activities of the Company is segregated based on available information.

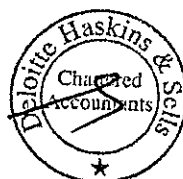
Cash and cash equivalents (for the purpose of cash flow statement)

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

c. Revenue Recognition

Revenue from interest on loans financed by the Company is recognized on accrual basis, considering the directions issued by Reserve Bank of India from time to time in terms of the Non-Systemically Important NBF (Non-Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2015.

Revenue from loan processing charges are recognized at the time of disbursement of loans.



JAGARAN MICROFIN PRIVATE LIMITED

Notes forming part of the Financial Statements

Revenue from interest income on fixed deposits with banks is recognized on time proportion basis taking into account the amount outstanding and rate applicable.

Grants received from SIDBI are considered as other income as and when received and revenue expenditures relating to the grants are charged to Statement of Profit & Loss and capital expenditure relating to the grants is capitalized as fixed assets.

Commission on loan portfolio management services with IDBI bank is recognized on accrual basis.

d. Depreciation and Amortization

Depreciable amount of assets in the cost of an asset, or other amount substituted for cost, less its estimated residual value. Depreciation on fixed assets has been provided on the straight-line method as per the useful life prescribed in Schedule II to the Companies Act, 2013.

e. Tangible and Intangible Assets

Fixed Assets are stated at cost, net of accumulated depreciation / amortization and impairment losses, if any. The cost of fixed assets comprises its purchase price net of any trade discounts and rebates, any import duties and other taxes (other than those subsequently recoverable from the tax authorities), any directly attributable expenditure on making the asset ready for its intended use, other incidental expenses. Subsequent expenditure on fixed assets after its purchase is capitalized only if such expenditure results in an increase in the future benefits from such asset beyond its previously assessed standard of performance.

The estimated useful life of the intangible assets and the amortization period are reviewed at the end of each financial year and the amortization period is revised to reflect the changed pattern, if any.

Expenditure on Research and development eligible for capitalization are carried as Intangible assets under development where such assets are not yet ready for their intended use.

The carrying values of assets or cash generating units at each balance sheet date are reviewed for impairment if any indication of impairment exists.

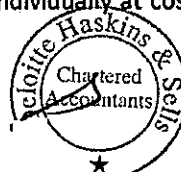
If the carrying amount of the assets exceed the estimated recoverable amount, an impairment is recognized for such excess amount. The impairment loss is recognized as an expense in the Statement of Profit and Loss, unless the asset is carried at revalued amount, in which case any impairment loss of the revalued asset is treated as a revaluation decrease to the extent a revaluation reserve is available for that asset.

The recoverable amount is the greater of the net selling price and their value in use. Value in use is arrived at by discounting the future cash flows to their present value based on an appropriate discount factor.

When there is indication that an impairment loss recognized for an asset (other than a revalued asset) in earlier accounting periods no longer exists or may have decreased, such reversal of impairment loss is recognized in the Statement of profit and Loss, to the extent the amount was previously charged to the Statement of Profit and Loss. In case of revalued assets such reversal is not recognized.

f. Investments

Investments are classified into current investments and long term investments. Current investments are carried at lower of cost or fair value. Long term investments are carried individually at cost less provision made to recognize



JAGARAN MICROFIN PRIVATE LIMITED

Notes forming part of the Financial Statements

any decline, other than temporary, in the value of such investments. Costs of investments include acquisition charges such as brokerage, fees and duties.

g. Receivables under Finance Activities

Receivables under financing activity include Business Loans, Housing Loans and Education loans. Loans are classified into 'Performing and Non-Performing' assets in terms of the Non-Banking Financial Companies Prudential Norms (Reserve Bank) Directions, 1998 and NBFC, MFI directions (as applicable) issued by the Reserve Bank of India as amended from time to time.

h. Employee Benefits

Employee benefits include provident fund, employee state insurance scheme, compensated absences and gratuity fund.

i) Short term employee benefits including salaries and ex-gratia are recognized as an expense at the undiscounted amount in the Statement of Profit and Loss of the period in which the related service is rendered. Compensated absences are not accumulative and paid off at the end of each year, therefore, recognized in the Statement of Profit and Loss of the period in which compensated absences become due.

ii) Company's Contributions to Provident Fund, Pension Fund and employee state insurance scheme are considered as defined contribution plans and are charged as expense based on amount of contribution to be made and when services are rendered by employees.

iii) For defined benefit plans in the form of gratuity fund, the cost of providing benefits is determined using the Projected Unit Credit method, with actuarial valuations being carried out at each balance sheet date. Actuarial gains and losses are recognized in the Statement of Profit and Loss in the period in which they occur. Past service cost is recognized immediately to the extent that the benefits are already vested and otherwise is amortized on a straight-line basis over the average period until the benefits become vested. The retirement benefit obligation recognized in the Balance Sheet represents the present value of the defined benefit obligation as adjusted for unrecognized past service cost, as reduced by the fair value of scheme assets. Any asset resulting from this calculation is limited to past service cost, plus the present value of available refunds and reductions in future contributions to the schemes.

i. Borrowing Costs

Borrowing costs that are attributable to the acquisition, construction of qualifying assets are capitalized as part of the cost of such assets till such time the asset is ready for its intended use or sale. A qualifying asset is an asset that necessarily takes a substantial period of time to get ready for its intended use. All other borrowing costs and processing fees are recognized as an expense in the Statement of Profit and Loss in the period in which they are incurred.

j. Earnings per share

Basic earnings per share is computed by dividing the profit / (loss) after tax (including the post-tax effect of extraordinary items, if any) by the weighted average number of equity shares outstanding during the year. Diluted earnings per share is computed by dividing the profit / (loss) after tax (including the post-tax effect of extraordinary items, if any) as adjusted for dividend, interest and other charges to expense or income (net of any attributable taxes) relating to the dilutive potential equity shares, by the weighted average number of equity shares considered for deriving basic earnings per share and the weighted average number of equity shares which could have been



JAGARAN MICROFIN PRIVATE LIMITED

Notes forming part of the Financial Statements

issued on the conversion of all dilutive potential equity shares. Potential equity shares are deemed to be dilutive only if their conversion to equity shares would decrease the net profit per share from continuing ordinary

operations. Potential dilutive equity shares are deemed to be converted as at the beginning of the period, unless they have been issued at a later date. The dilutive potential equity shares are adjusted for the proceeds receivable had the shares been actually issued at fair value (i.e. average market value of the outstanding shares). Dilutive potential equity shares are determined independently for each period presented. The number of equity shares and potentially dilutive equity shares are adjusted for share splits / reverse share splits and bonus shares, as appropriate.

k. Taxes

Current tax is the amount of tax payable on the taxable income of the period as determined in accordance with the applicable tax rates and the provisions of the Income Tax Act, 1961 and other applicable tax laws.

Deferred Tax is recognized on timing differences being the differences between the taxable incomes and accounting income that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax is measured using the tax rates and the tax laws enacted as at the reporting date. Deferred tax liabilities are recognized for all taxable timing differences. Deferred tax assets are recognized only to the extent that there is a reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized.

i. Provisions and Contingent Liabilities

A provision is recognized when the Company has a present obligation as a result of past events 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. Provisions (excluding retirement benefits) are not discounted to their present value and are determined based on the best estimate required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates. Contingent liabilities are disclosed in the Notes. Contingent assets are not recognized in the financial statements.

m. Operating Cycle

Based on the nature of activities of the company and normal time between acquisitions of assets their realization of cash and cash equivalent. The company has determined operating cycle as 12 months for the purpose of classification of its assets and liabilities as current and non-current.



JAGARAN MICROFIN PRIVATE LIMITED
Notes forming part of the Financial Statements

Note 2: Share Capital

Particulars	(Amount in Rupees)	
	As at March 31, 2016	As at March 31, 2015
Authorised 50,000,000 Equity Shares of Rs. 10/- each (March 31, 2015: 50,000,000 Equity Shares of Rs. 10/- each)	50,00,00,000	50,00,00,000
Issued 3,48,20,000 Equity Shares of Rs. 10/- each (March 31, 2015: 3,48,20,000 Equity Shares of Rs. 10/- each)	34,82,00,000	34,82,00,000
Subscribed & Fully Paid Up 3,48,20,000 Equity Shares of Rs. 10/- each (March 31, 2015: 3,48,20,000 Equity Shares of Rs. 10/- each)	34,82,00,000	34,82,00,000
	34,82,00,000	34,82,00,000

I) Reconciliation of the Number of Equity Shares Outstanding at the beginning and at the end of the year:

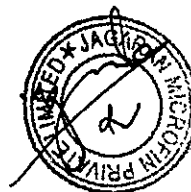
Particulars	Number of Shares March 31, 2016	Number of Shares March 31, 2015
Number of Shares outstanding at the beginning of the year	3,48,20,000	3,48,20,000
Add: Additional Shares issued during the year	-	-
Number of Shares outstanding at the end of the year	3,48,20,000	3,48,20,000

ii) Number of Shares held by Holding Company is as follows:

Class of Shares/Name of the Shareholder	Number of Shares as at March 31, 2016	Percentage of Holding as at March 31, 2016	Number of Shares as at March 31, 2015	Percentage of Holding as at March 31, 2015
Equity Shares: GTFS MULTI SERVICES LIMITED	3,48,20,000	100	3,48,20,000	100

iii) The Company has only one class of equity share having a nominal value of Rs. 10/- per share.

Each holder of equity share is entitled to one vote per equity share. In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the Company after distribution of all preferential amounts. The distribution shall be according to the members' rights and interest in the Company.



JAGARAN MICROFIN PRIVATE LIMITED
Notes forming part of the Financial Statements

Note 3: Reserves & Surplus

(Amount in Rupees)

Particulars	As at March 31,2016	As at March 31,2015
a. Securities Premium Account		
b. Other Reserves-Statutory Reserve*	1,32,000	1,32,000
Opening Balance	2,79,36,808	1,98,58,874
Add: Additions during the period	1,13,07,486	80,77,934
Less: Utilised during the period	-	-
Closing Balance	3,92,44,294	2,79,36,808
c. Surplus in Statement of Profit and Loss		
Opening Balance	11,05,06,530	7,88,34,178
Less: Depreciation on transition to Schedule II of the Companies Act,2013 on Tangible Fixed Assets with nil remaining useful life	-	6,12,298
Add: Profit for the year	5,65,37,429	4,03,62,584
Less: Interim Dividend	1,39,28,000	-
Less: Proposed Dividend	87,05,000	-
Less: Dividend Distribution Tax	46,07,546	-
Less: Transferred to Statutory Reserve	1,13,07,486	80,77,934
Closing Balance	12,84,95,927	11,05,06,530
	16,78,72,221	13,85,75,338

* The Company has transferred 20% of the Profit after Tax to the Statutory Reserve in accordance with the provisions of Section 45 - IC of the Reserve Bank of India Act, 1934.

Note 4: Long Term Borrowings

(Amount in Rupees)

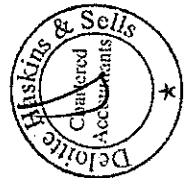
Particulars	As at March 31,2016	As at March 31,2015
Term Loans		
Secured		
(a) From Banks	9,55,65,175	13,85,50,009
(b) From Non Banking Financial Companies	36,74,82,837	-
Unsecured		
(a) From Non Banking Financial Companies	20,00,004	-
	46,50,48,016	13,85,50,009



JAGARAN MICROFIN PRIVATE LIMITED
Notes forming part of the Financial Statements

4f) Details of terms of repayment for the Long Term Borrowings and security provided in respect of the same:

Particulars	Details of security	Terms of repayment	As at 31 March, 2016		As at 31 March, 2015		Current Maturities Rs.
			Instalment due	Long Term Rs.	Instalment due	Long Term Rs.	
Term loans from Banks:							
IDBI Bank	Hypothecation of Book Debt, Term deposit & Corporate Guarantee of GTFMSL	Monthly	13	20,83,341	24	2,70,83,337	2,29,16,663
Dhanlaxmi Bank	Hypothecation of Book Debt, Cash Margin, Corporate Guarantee of GTFMSL, Personal Guarantee of MD and Residential Property owned by the third party	Monthly	9		29	75,00,005	2,12,49,996
Vijaya Bank	Hypothecation of Book Debt, Cash Margin, Corporate Guarantee of GTFMSL, Personal Guarantee of MD	Monthly	21	2,62,49,998			
SIDBI	Hypothecation of Book Debt	Monthly	23	81,81,830			
Allahabad Bank	Hypothecation of Book Debt, Cash Margin, Corporate Guarantee of GTFMSL, Personal Guarantee of MD	Quarterly	16	2,74,50,000	18	9,23,00,000	8,00,00,000
Bharitya Mahila Bank	Hypothecation of Book Debt, Cash Margin, Personal Guarantee of MD	Quarterly	7	50,00,008			
State Bank of India	Hypothecation of Book Debt, Cash Margin, Corporate Guarantee of GTFMSL	Quarterly	12	2,56,00,000		1,16,66,667	83,33,333
Total - Term loans from Banks (A)				9,55,65,178	83	13,85,50,009	13,24,99,992
Term loans from NBFCs:							
Ananya Finance for Inclusive Growth (P) Limited	Hypothecation of Book Debt, Deposit, Corporate Guarantee of GTFMSL, Personal Guarantee of MD	Monthly	21	11,11,103			
Capital First Limited	Hypothecation of Book Debt & Investments, Corporate Guarantee of Holding Company GTFMSL	Quarterly	10	12,00,00,000			
Mannaveeya Development & Finance Limited	Hypothecation of Book Debt, Corporate Guarantee of GTFMSL	Quarterly	8	2,50,00,000			
Nabard Financial Services Limited	Hypothecation of Book Debt, Deposit, Personal Guarantee of MD, Corporate Guarantee of Holding Company GTFMSL	Quarterly	8	3,12,50,000			
Jain Sons Finance Limited	Hypothecation of Book Debt	Monthly	12				
Family Credit Limited	Hypothecation of Book Debt, Deposit, Corporate Guarantee of GTFMSL	Monthly	18	1,68,66,664			
Muthoot Capital Services Limited	Hypothecation of Book Debt, Margin and Corporate Guarantee of GTFMSL	Monthly	27	6,61,68,685			
Friends of WWB, India	Nil	Monthly	18	20,00,004			
Religare Finvest Limited	Hypothecation of Book Debt, Fixed Deposit, Corporate Guarantee of GTFMSL, Personal Guarantee of MD.	Monthly	18	4,20,06,634			
MAS Financial Services Limited	Hypothecation of Book Debt, Deposit and Corporate Guarantee of GTFMSL	Monthly	24	6,52,77,751			
Total - Term loans from NBFCs (B)				36,94,82,841		49,10,15,841	
Total - Term loans from Banks and NBFCs (A+B)				46,50,48,016		68,94,81,690	13,24,99,992



JAGARAN MICROFIN PRIVATE LIMITED
Notes forming part of the Financial Statements

Note 5 : Deferred Tax

Particulars	(Amount in Rupees)		
	Deferred Tax (Assets) /Liabilities As on April 01, 2015	Current Year (Credit)/ Charge	Deferred Tax (Assets)/Liabilities as on March 31, 2016
Tax effect of items constituting deferred tax liabilities			
On difference between book balance and tax balance of fixed assets	6,23,022	1,18,133	7,41,155
Tax effect of items constituting deferred tax assets	6,23,022	1,18,133	7,41,155
Provision under finance activity	-	(44,58,666)	(44,58,666)
Disallowances under section 43B of Income Tax Act, 1961	-	(8,11,717)	(8,11,717)
	-	(52,70,383)	(52,70,383)
Net Deferred Tax (Assets)/Liabilities	6,23,022	(51,52,250)	(45,29,228)

Note 6 : Long Term Provisions

Particulars	(Amount in Rupees)	
	As at March 31, 2016	As at March 31, 2015
(a) Provision for Employee benefit		
(i) Provision for Gratuity	2,68,301	2,47,497
(b) Provisions - Others		
(i) Provisions for receivables under financing activity		
Provision for standard assets (Refer Note 28.1)	12,58,520	11,35,275
Provision for non performing assets (Refer Note 28.1)	91,186	-
	16,18,007	13,82,772

Note 7 : Short Term Borrowings

Particulars	(Amount in Rupees)	
	As at March 31, 2016	As at March 31, 2015
Term Loans		
Secured		
From Non Banking Financial Companies	25,90,35,407	41,76,12,849
	25,90,35,407	41,76,12,849



JAGARAN MICROFIN PRIVATE LIMITED
Notes forming part of the Financial Statements

7(i) Details of security for the secured Short Term Borrowings:

Particulars	Nature of security	Terms of repayment	As at 31 March, 2016		As at 31 March, 2015	
			Instalment due	Rs.	Instalment due	Rs.
Term Loan from NBFCs: Mas Financial Services Limited	Hypothecation of Book Debt, Deposit & Corporate Guarantees of Holding Company, GTFMSL	Monthly	20	7,08,33,299	73	28,74,99,980
Reliance Home Finance	Hypothecation of Book Debt, Fixed Deposit	Monthly	-	-	12	10,00,00,000
Reliance Capital Limited	Hypothecation of Book Debt, Fixed Deposit	Monthly	44	18,82,02,108	7	3,01,12,869
Total			64	25,90,35,407	92	41,76,12,849



Note 8: Trade Payables

Particulars	(Amount in Rupees)	
	As at March 31,2016	As at March 31,2015
Trade Payables for supplies/services		
(a) Total outstanding dues of micro enterprises and small enterprises	-	-
(b) Total outstanding dues of creditors other than micro enterprises and small enterprises	1,84,81,087	86,63,423
	1,84,81,087	86,63,423

Note 9: Other Current Liabilities

Particulars	(Amount in Rupees)	
	As at March 31,2016	As at March 31,2015
(a) Current Maturities of Long Term Debt [Refer Note 4(i)]	68,94,91,590	13,24,99,992
(b) Interest accrued and but not due on borrowings	92,40,774	34,01,815
(c) Other Payables-Statutory dues	26,67,711	13,98,426
	70,14,00,075	13,73,00,233

Note 10: Short Term Provisions

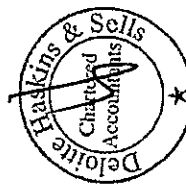
Particulars	(Amount in Rupees)	
	As at March 31,2016	As at March 31,2015
(a) Provision for employee benefits:		
(i) Provision for Leave Encashment	11,64,248	-
(b) Provision for others:		
(i) Provision for Tax (net of advance tax of Rs. 2,83,20,123/-)	16,128	-
(ii) Provision for Proposed Dividend	87,05,000	-
(iii) Provision for Dividend Distribution Tax	17,72,133	-
(iv) Provision for Receivables under finance activity		
Provision for Standard assets (Refer Note 28.1)	96,84,274	62,77,995
Provision for non performing assets (Refer Note 28.1)	24,51,385	15,35,815
	2,37,93,168	78,13,810



Note 11: Fixed Assets

PARTICULARS	GROSS BLOCK AT COST			ADJUSTMENT WITH OPENING RETAINED EARNINGS			DEPRECIATION / AMORTISATION			NET BLOCK	
	As at April 1, 2015	Additions during the year	Adjustment / Deletion	As at March 31, 2016	Changed during the year	Adjustment / Deletion	Total As at March 31, 2016	As at March 31, 2016	As at March 31, 2015		
(A) Tangible Assets											
Office Equipments	5,64,273 (3,48,299)	7,70,048 (2,15,974)	-	13,34,321 (5,64,273)	2,34,663 (1,29,455)	-	3,91,897 (1,57,234)	9,42,424 (4,07,039)	4,07,039 (3,20,520)		
Furniture & Fittings	21,06,326 (18,38,876)	3,00,092 (2,67,450)	-	24,06,418 (21,06,326)	2,35,790 (2,01,958)	-	6,74,076 (4,38,286)	17,32,342 (16,68,040)	16,68,040 (15,02,548)		
Computer	38,56,337 (27,74,208)	3,79,428 (10,82,130)	-	42,35,765 (38,56,336)	7,07,261 (7,71,034)	-	29,96,931 (16,77,372)	12,38,834 (15,66,668)	15,66,668 (18,67,870)		
Total(A)	65,26,936 (49,61,383)	14,49,568 (15,65,554)	-	79,76,504 (65,26,937)	11,77,714 (11,02,447)	-	40,62,904 (22,72,892)	39,13,600 (36,41,747)	36,41,747 (37,90,938)		
(B) Intangible Assets											
Computer-Software	29,56,899 (9,90,511)	7,79,417 (19,66,368)	-	37,36,316 (29,56,899)	5,24,949 (3,18,793)	-	12,67,594 (7,42,645)	24,68,722 (22,14,254)	22,14,254 (5,66,659)		
Total (B)	29,56,899 (9,90,511)	7,79,417 (19,66,368)	-	37,36,316 (29,56,899)	5,24,949 (3,18,792)	-	12,67,594 (7,42,645)	24,68,722 (22,14,254)	22,14,254 (5,66,659)		
(C) Intangible Assets Under Development	4,07,305 (11,46,072)	-	1,68,540 (15,44,950)	2,38,765 (4,07,305)	-	-	-	2,38,765 (4,07,305)	4,07,305 (11,46,072)		
Total (C)	4,07,305 (11,46,072)	-	1,68,540 (15,44,950)	2,38,765 (4,07,305)	-	-	-	2,38,765 (4,07,305)	4,07,305 (11,46,072)		
Total(A+B+C)	98,91,140 (70,97,966)	22,28,985 (43,38,125)	1,68,540 (15,44,950)	1,19,51,585 (98,91,141)	17,02,663 (14,21,239)	-	53,30,498 (30,15,537)	66,21,087 (62,68,308)	62,63,306 (55,03,668)		

Previous year's numbers are disclosed in bracket.



JAGARAN MICROFIN PRIVATE LIMITED
Notes forming part of the Financial Statements

Note 12: Long Term Loans and Advances

(Amount in Rupees)

Particulars	As at March 31,2016	As at March 31,2015
Unsecured, considered good		
(a) Security Deposits	6,72,070	2,51,500
(b) Advance Tax (Net of Provision)	-	76,951
Total	6,72,070	3,28,451

Note 13: Other Non Current Assets

(Amount in Rupees)

Particulars	As at March 31,2016	As At March 31,2015
(a) Receivable under Finance Activity (unsecured) (refer note 28.1)		
Considered good	13,47,62,262	11,35,27,541
Considered doubtful	2,08,297	-
(b) Deposit with Non Banking Financial Companies #	2,85,00,000	-
(c) Term Deposits with Banks#	6,76,82,929	1,79,00,000
Total	23,11,53,488	13,14,27,541

Under lien against borrowings availed by the Company

Note 14: Receivables under Finance Activity

(Amount in Rupees)

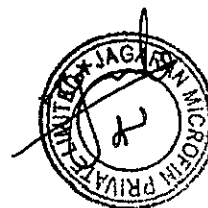
Particulars	As at March 31,2016	As at March 31,2015
Unsecured		
Outstanding for a period less than six months from the date they are due for payment (refer note 28.1)		
Considered good	1,20,70,61,227	77,65,85,281
Considered doubtful	12,42,341	5,25,627
	1,20,83,03,568	77,71,10,908
Unsecured		
Outstanding for a period exceeding six months from the date they are due for payment (refer note 28.1)		
Considered good	-	-
Considered doubtful	17,13,103	14,04,407
	17,13,103	14,04,407
Total	1,21,00,16,671	77,85,15,315

Note 15: Cash and Bank Balances

(Amount in Rupees)

Particulars	As at March 31,2016	As at March 31,2015
(a) Cash and Cash Equivalents		
(i) Cash in hand	94,910	51,276
(ii) Cheque, drafts in hand	-	10,000
(iii) Balance with Banks		
- In current accounts	35,51,38,651	12,69,50,922
Total - Cash and Cash Equivalents (a)	35,52,33,561	12,70,12,198
(b) Other Bank Balances		
(i) Term Deposit (less than three months) #	1,03,20,590	1,40,000
(ii) Term Deposits with original maturity for more than 3 months but less than 12 months #	10,25,90,771	8,45,37,791
Total - Other Bank Balances (b)	11,29,11,361	8,46,77,791
Total (a)+(b)	46,81,44,922	21,16,89,989

Under lien against borrowings availed by the Company



JAGARAN MICROFIN PRIVATE LIMITED
Notes forming part of the Financial Statements

Note 16: Short Term Loans and Advances

(Amount in Rupees)

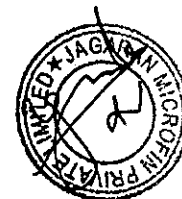
Particulars	(Amount in Rupees)	
	As at March 31,2016	As at March 31,2015
Unsecured, considered good		
(a) Staff Advance	5,040	45,080
(b) Advance to Insurance companies	34,70,598	21,58,805
(c) Other Advance	16,000	-
Total	34,91,638	22,03,885

Note 17: Other Current Assets

(Amount in Rupees)

Particulars	(Amount in Rupees)	
	As at March 31,2016	As at March 31,2015
(a) Deposit with Non Banking Financial Companies #	4,36,25,000	6,00,00,000
(b) Interest accrued on Fixed Deposits	62,52,769	28,85,351
(c) Interest accrued on deposits with Non Banking Financial Companies	26,72,214	17,46,048
(d) Interest accrued but not due on Receivables under Finance Activity	35,49,295	28,65,613
(e) Current Portion of Unamortised Expenses	-	4,00,000
(f) Receivable for Business Correspondent	14,65,892	-
(g) Sundry Advances	32,53,707	3,95,957
Total	6,08,18,877	6,82,92,969

Under lien against borrowings availed by the Company



JAGARAN MICROFIN PRIVATE LIMITED
Notes forming part of the Financial Statements

Note 18: Revenue from Operations

(Amount in Rupees)

Particulars	For the Year Ended March 31, 2016	For the Year Ended March 31, 2015
(a) Interest on Loans	28,19,64,881	14,88,18,851
(b) Loan Processing Fee	1,91,59,703	1,45,72,714
	30,11,24,584	16,33,91,565

Note 19: Other Income

(Amount in Rupees)

Particulars	For the Year Ended March 31, 2016	For the Year Ended March 31, 2015
(a) Interest on Fixed Deposits and Others	1,85,70,790	74,48,147
(b) Dividend Income from Current Investments in Mutual Fund	20,78,631	15,74,898
(c) Income from Business Correspondent	12,80,254	-
(d) Income from Grant	9,87,623	56,57,853
(e) NPS Commission	3,88,880	2,87,740
(f) Miscellaneous Income	70,762	70,771
	2,33,76,940	1,50,39,409

Note 20: Employee Benefits Expenses

(Amount in Rupees)

Particulars	For the Year Ended March 31, 2016	For the Year Ended March 31, 2015
(a) Salaries and Wages	4,75,31,926	3,38,02,039
(b) Contributions to Provident Fund and Other Funds (Refer note 27)	45,90,305	34,75,603
(c) Staff Welfare Expenses	11,28,392	7,92,688
	5,32,50,623	3,80,70,330

Note 21: Finance Costs

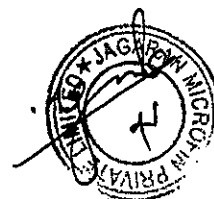
(Amount in Rupees)

Particulars	For the Year Ended March 31, 2016	For the Year Ended March 31, 2015
(a) Interest on borrowings	14,16,22,943	4,19,33,077
(b) Loan Processing Fees, Stamp Duty and Bank Charges	1,86,83,919	94,69,667
	16,03,06,862	5,14,02,744

Note 22 Provision/Write off for Receivables under Finance Activity

(Amount in Rupees)

Particulars	For the Year Ended March 31, 2016	For the Year Ended March 31, 2015
Opening Provision as per RBI Regulation	89,49,085	51,21,109
Less: Loan written off	2,89,792	76,807
	86,59,293	50,44,302
Add: Provision as per RBI Regulation	48,26,072	39,04,783
	1,34,85,365	89,49,085



JAGARAN MICROFIN PRIVATE LIMITED
Notes forming part of the Financial Statements

Note 23: Administrative and Other Expenses

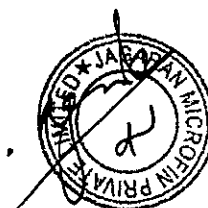
(Amount in Rupees)

Particulars	For the Year Ended March 31, 2016	For the Year Ended March 31, 2015
(a) Electricity Charges	4,46,491	1,76,230
(b) Rent	38,97,583	21,25,095
(c) Business Support Services	-	7,80,024
(d) Repairs & Maintenance	9,28,066	1,55,220
(e) Software Maintenance	4,57,000	4,49,442
(f) Auditor's Remuneration [Refer Note Below 23(i)]	13,21,750	1,45,354
(g) Directors' Sitting Fees	7,40,000	2,85,000
(h) Printing & Stationery	13,49,083	7,77,606
(i) Telephone , Internet & Fax Expenses	14,30,436	10,75,705
(j) Travelling Expenses	27,70,095	20,18,173
(k) Membership Fees	3,76,828	1,83,792
(l) Professional Fees	64,60,198	1,11,45,052
(m) Corporate Social Responsibility Expenses	1,02,639	53,989
(n) Training Expenses	4,37,915	5,81,332
(o) Miscellaneous Expenses	36,92,220	28,93,032
	2,44,10,304	2,28,45,046

Note 23(i)

(Amount in Rupees)

Particulars	For the Year Ended March 31, 2016	For the Year Ended March 31, 2015
Auditor's Remuneration		
- As Auditor	10,91,750	17,100
- For Taxation matters	2,30,000	11,400
- For Other services	-	1,16,854
	13,21,750	1,45,354



Note 24: Additional Information to the Financial Statements

24.1: Contingent Liabilities and Commitments (to the extent not provided for)

Particulars	As at March 31, 2016	As at March 31, 2015
Contingent Liabilities		
For Bank Guarantee	20,00,000	20,00,000
Commitments		
Estimated amount of contracts remaining to be executed on capital account and not provided for		
Intangible Assets	8,25,000	8,87,500

24.2: Earnings in foreign currency -Rs. Nil (Year ended March 31, 2015: Nil)

24.3: Expenditure in foreign currency-Rs. Nil (Year ended March 31, 2015: Nil)

24.4: Disclosures required under Section 22 of the Micro, Small and Medium Enterprises Development Act, 2006

The amount due to the Micro and Small Enterprise as defined in the "The Micro, Small and Medium Enterprises Development Act, 2006" has been determined to the extent such parties have been identified on the basis of the information available with the Company. The disclosure relating to the Micro and Small Enterprise as at March 31, 2016 are as under:

Description	Year ended March 31, 2016	Year ended March 31, 2015
a. The principal amount remaining unpaid to supplier as at end of the year	-	-
b. Interest due as on remaining unpaid to supplier as at the end of the year	-	-
c. Amount of interest due and payable for the period of delay in making payment (which have been paid beyond the appointed day during the year) but without adding interest specified under the Act	-	-
d. Amount of interest accrued and remaining unpaid as at end of the year	-	-

25: List of related parties and relationship

Holding Company
GTFS Multi Services Limited

Related Parties

Mr. Bhabesh Majumder, Director
Mrs. Sona Majumder, wife of Mr. Bhabesh Majumder

Key Management Personnel in terms of AS-18

Mr. Indrajit Gupta, Chairman, Executive Director (From 16-01-2016)
Mr. Alok Biswas, Managing Director
Mr. Subrata Das, Director -Finance, Executive Director (From 01-01-2016)

Transaction with Related Parties

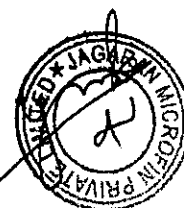
(Amount in Rupees)

Particulars	Holding Company	Key Management Personal
Dividend paid/payable	2,26,33,000	-
Rent and Maintenance Charges (paid to Mr. Bhabesh Majumder and Mrs. Sona Majumder)	-	13,71,000
Remuneration of Mr. Indrajit Gupta	-	6,45,807
Remuneration of Mr. Alok Biswas	-	29,25,000
Remuneration of Mr. Subrata Das	-	(26,25,000)
Remuneration of Mr. Subrata Das	-	4,50,000
Balance outstanding as at March 31, 2016	-	-
Remuneration payable to Mr. Indrajit Gupta	-	1,94,800
Remuneration payable to Mr. Alok Biswas	-	1,05,886
Remuneration payable to Mr. Subrata Das	-	(1,25,446)
Remuneration payable to Mr. Subrata Das	-	1,16,200

previous year's numbers are disclosed in bracket

Note 26: Earnings per Share

	For the year ended March 31, 2016	For the year ended March 31, 2015
Profit for the year available to equity shareholders (Rs.)	5,65,37,429	4,03,62,584
Weighted Average number of equity shares	3,48,20,000	3,48,20,000
Nominal value per equity share (Rs.)	10	10
Basic and Diluted earnings per share (Rs.)	1.62	1.16



JAGARAN MICROFIN PRIVATE LIMITED
Notes forming part of Financial Statements

Note 27: Employee Benefits:

The details of employee benefits are given below:

I Defined Contribution Plans

During the year, the Company has recognized the following amounts in the Statement of Profit and Loss

Particulars	for the year ended March 31,2016	for the year ended March 31,2015
Employers' Contribution to Provident & Pension Fund	40,22,985	30,65,123

II Defined Benefit Plan

Contribution to Gratuity Fund:

Details of defined benefit plan of gratuity are given below:

Particulars	March 31,2016	March 31,2015
Components of employer expenses		
Current Service Cost	5,86,549	3,49,328
Interest Cost	60,720	24,366
Expected return on plan assets	43,477	-
Actuarial Losses/(Gains)	(36,472)	36,786
Total expense/(income) recognized in the Statement of Profit and Loss	5,67,320	4,10,480
Actual Contribution and Benefit Payments for the year ended		
Actual benefit payments	-	-
Actual Contributions	5,46,516	4,67,554
Change in Defined Benefit Obligation (DBO) during the year ended		
Present Value of DBO at beginning of the year	7,58,995	3,04,671
Current Service Cost	5,86,549	3,49,328
Interest Cost	60,720	24,366
Actuarial (Gains)/Losses	6,653	80,730
Benefit Paid	-	-
Present Value of DBO at end of the year	14,12,917	7,58,995

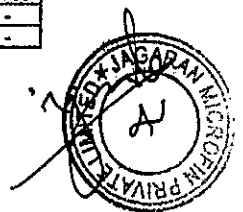
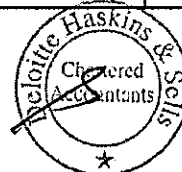
Particulars	March 31,2016	March 31,2015
Net asset/(liability) recognized in balance sheet as at		
Fair value of plan assets	11,44,616	5,11,498
Present Value of Defined Benefit Obligation	(14,12,917)	(7,58,995)
Excess of plan assets over present value of obligation	-	-
Net liability recognized in balance sheet	(2,68,301)	(2,47,497)
Present Value of DBO at the end of the period/year		
Current liability	-	-
Non Current liability	(2,68,301)	(2,47,497)
Change in Fair Value of Assets during the year ended		
Plan assets at the beginning of the year	5,11,498	-
Expected return on plan assets	43,477	-
Actuarial Gain/(loss)	43,125	43,944

Particulars	March 31,2016	March 31,2015
Actual company Contributions	5,46,516	4,67,554
Benefit Paid	-	-
Plan assets at end of the year	11,44,616	5,11,498
Actuarial Assumptions		
Discount Rate	8%	8%
Expected Return on plan assets	8.50%	8.70%
Rate of increase in compensation	6%	6%
Attrition rate	10 Per thousand p.a.	10 Per thousand p.a.
Retirement age	60 Years	60 Years
Mortality	Indian Assured Lives Mortality (IALM) (2006-08) Ultimate	Indian Assured Lives Mortality (IALM) (2006-08) Ultimate

The estimate of future salary increases considered in actuarial valuation take account of inflation, seniority, promotion and other relevant factors such as supply and demand factors in the employment market.

Details relating to experience adjustment and expected future cash flow is given below

Particulars	March 31,2016	March 31,2015
Defined Benefit Obligation at end of the year	14,12,917	7,58,995
Plan assets at end of the year	11,44,616	5,11,498
Fund Status-Assets/(Liabilities)	(2,68,301)	(2,47,497)
Experience Gain/(Loss) adjustment of Plan Liabilities	6,653	80,730
Experience Gain/(Loss) adjustment of Plan Assets	43,477	-
Actuarial Gain/(Loss) due to change on assumptions	-	-



JAGARAN MICROFIN PRIVATE LIMITED
Notes forming part of Financial Statements

Note 28 Additional information to the financial statements

28.1 Asset Classification and Provisioning

The Company follows prudential norms of the Reserve Bank of India(RBI) with regard to classification in respect of all loans extended to its customers. Loans where the installments is overdue for a period of ninety days or more is treated as Non Performing Assets.

The Company complies with prudential norms of the Reserve Bank of India(RBI) with regard to income recognition asset classification and provisioning. The Company is following provisioning norms as recommended vide RBI/2015-16/23/DNBR(PD)CC.No.044/03.10.119/2015-16 dated July 1,2015 and RBI/2015-16/20/DNBR(PD)CC.No.047/03.10.119/2015-16 dated July 1,2015

Classification of Loans and provisions made for Standard/sub standard/doubtful assets are as given below:-

Classification	As at March 31, 2016	As at March 31, 2015
Standard assets	1,34,18,23,489	89,01,12,822
Sub-standard assets	14,24,712	5,25,827
Doubtful assets	17,39,029	14,04,407
Total	1,34,49,87,230	89,20,42,856
Note: 13 Non-current -Receivable under financing activity - standard assets	13,47,82,262	11,35,27,541
Note: 13 Non-current -Receivable under financing activity- non performing assets	2,08,297	-
Note: 14 Current - Trade receivable under financing activity - standard assets	1,20,70,81,227	77,65,85,281
Note: 14 Current - Trade receivable under financing activity - non performing assets	29,55,444	19,30,034
Total	1,34,49,87,230	89,20,42,856

Provision	As at March 31, 2016	As at March 31, 2015
Standard assets	1,10,33,980	72,81,865
Sub-standard assets	7,12,358	2,62,813
Doubtful assets	17,39,029	14,04,407
Total	1,34,85,365	89,49,085
Note: 6 Long Term Provision for standard assets	12,58,520	11,35,275
Note: 6 Long Term Provision for non performing assets	91,188	-
Note: 10 Short Term Provision for standard assets	96,84,274	62,77,995
Note: 10 Short Term Provision for non performing assets	24,51,385	15,35,815
Total	1,34,85,365	89,49,085

28.2 Disclosure Pursuant to Reserve Bank of India Notification vide RBI/2015-16/23/DNBR(PD)CC.No.044/03.10.119/2015-16 dated July 1,2015

Capital to Risk Assets Ratio:

Particulars	As at March 31, 2016	As at March 31, 2015
Tier I Capital	51,33,65,000	48,37,54,000
Tier II Capital	Nil	Nil
Total	51,33,65,000	48,37,54,000
Total Risk Weighted Assets	1,44,89,08,000	95,40,72,000
Capital Ratios:		
Tier I Capital as a percentage of Total Risk Weighted Assets (%)	35.43%	50.70%
Tier II Capital as a percentage of Total Risk Weighted Assets (%)	Nil	Nil
Total Capital (%)	35.43%	50.70%



JAGARAN MICROFIN PRIVATE LIMITED
Notes forming part of Financial Statements

Note 28 Additional Information to the financial statements

28.3 Exposure to Real Estate Sector, Both Direct & Indirect

The Company does not have any direct or indirect exposure to the Real Estate Sector as at March 31, 2016

28.4 Maturity Pattern of Assets and Liabilities

Maturity Pattern of certain items of Assets and Liabilities as on March 31, 2016

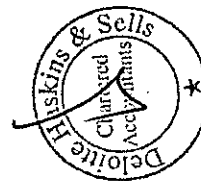
Particulars	(Amount in Rupees)									
	Up to one Month	Over one Month to 2 Months	Over 2 Months upto 3 Months	Over 3 Months upto 4 Months	Over 4 Months upto 6 Months	Over 6 Months to 1 Year	Over 1 Year to 3 Years	Over 3 Years to 5 Years	Over 5 Years	Total
Liabilities:										
Borrowings from Banks and Others	10,26,18,935	9,37,44,462	8,04,21,884	10,19,58,555	15,88,08,247	41,09,76,914	46,50,48,016	-	-	1,41,35,75,013
Market Borrowings	10,26,18,935	9,37,44,462	8,04,21,884	10,19,58,555	15,88,08,247	41,09,76,914	46,50,48,016	-	-	1,41,35,75,013
Assets:										
Advances	12,15,39,631	12,66,51,848	12,81,75,297	12,09,71,432	21,40,63,917	49,86,15,548	13,49,70,559	-	-	1,34,49,87,230
Investments	12,15,39,631	12,66,51,848	12,81,75,297	12,09,71,432	21,40,63,917	49,86,15,548	13,49,70,559	-	-	1,34,49,87,230

Maturity Pattern of certain items of Assets and Liabilities as on March 31, 2015

Particulars	(Amount in Rupees)									
	Up to one Month	Over one Month to 2 Months	Over 2 Months upto 3 Months	Over 3 Months upto 4 Months	Over 4 Months upto 6 Months	Over 6 Months to 1 Year	Over 1 Year to 3 Years	Over 3 Years to 5 Years	Over 5 Years	Total
Liabilities:										
Borrowings from Banks and Others	5,64,67,482	5,67,90,139	5,13,64,832	6,56,81,600	9,14,55,263	22,93,43,530	13,85,50,004	-	-	88,86,62,850
Market Borrowings	5,64,67,482	5,67,90,139	5,13,64,832	6,56,81,600	9,14,55,263	22,93,43,530	13,85,50,004	-	-	88,86,62,850
Assets:										
Advances	11,29,46,214	10,81,97,782	10,19,84,820	9,76,33,866	15,70,53,613	20,06,89,090	11,35,27,541	-	-	89,20,42,856
Investments	11,29,46,214	10,81,97,782	10,19,84,820	9,76,33,866	15,70,53,613	20,06,89,090	11,35,27,541	-	-	89,20,42,856

Note:

The above information has been considered as per the Asset Liability Management Report compiled by the Management and reviewed by the ALM Committee.



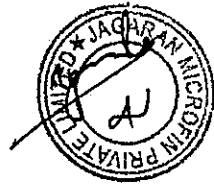
JAGARAN MICROFIN PRIVATE LIMITED
Notes forming part of Financial Statements

29. Disclosure of frauds reported during the year vide RBI/2015-16/17 DNBR (PD) CC.No.058/03.10.119/2015-16 dated July 01,2015

	Less than Rs. 1 lakh		Rs. 1 lakh to Rs.5 lakh		Rs. 5 lakh to Rs.25 lakh		Total	
	No. of Accounts	Value Rs. in Lakh	No. of Accounts	Value Rs. In Lakh	No. of Accounts	Value Rs. In Lakh	No. of Accounts	Value Rs. In Lakh
A) Person Involved								
Staff	-	-	-	-	-	-	-	-
Customer	-	-	-	-	-	-	-	-
Staff & Customer	-	-	-	-	-	-	-	-
Total	-	-	-	-	-	-	-	-
B) Type of Fraud								
Misappropriation and Criminal Breach of Trust	-	-	-	-	-	-	-	-
Fraudulent Encashment/ Manipulation of Books of Accounts	-	-	-	-	-	-	-	-
Unauthorised Credit Facility Extended	-	-	-	-	-	-	-	-
Negligence and cash shortages	-	-	-	-	-	-	-	-
Cheating and Forgery	-	-	-	-	-	-	-	-
Any other kind fraud not coming under above heads	-	-	-	-	-	-	-	-
Total	-	-	-	-	-	-	-	-

Note:

The above summary is prepared based on the information available with the Company and relied upon by the Auditor.



JAGARAN MICROFIN PRIVATE LIMITED
Notes forming part of Financial Statements

Note 30 Additional Information to the Financial Statements

Notes to the Balance Sheet of a Non Deposit Taking Non Banking Financial Company as required in terms of Non-Systemically Important Non-Banking Financial (Non-Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2015

Particulars	(Amount in Rupees)	
	Amount Outstanding	Amount Overdue
Liabilities Side:		
I) Loans & Advances availed by the NBFC inclusive of accrued interest thereon but not paid		
(a) Debentures: Secured	NI	NI
Unsecured	NI	NI
(Other than falling within the meaning of public deposits)		
(b) Deferred Credits	NI	NI
(c) Borrowings	1,42,26,15,787	NI
(d) Inter-Corporate Loans and Borrowings	NI	NI
(e) Commercial Papers	NI	NI
(f) Other Loans (Specify Nature)	NI	NI

Particulars	Amount Outstanding	
	Amount Outstanding	
Assets Side:		
II) Break-up of Loans and Advances including Bills Receivables		
(a) Secured	NI	
(b) Unsecured	1,34,85,36,525	
III) Break up of Leased Assets and Stock on Hire and other assets counting towards AFC activities.		
IV) Lease assets including lease rentals under Sundry Debtors		
(a) Financial Lease	NI	
(b) Operating Lease	NI	
V) Stock on hire including hire charges under Sundry Debtors		
(a) Asset on hire	NI	
(b) Repossessed Assets	NI	
VI) Other Loans counting towards AFC activities.		
(a) Loans where assets has been repossessed	NI	
(b) Loans other than (a) above	NI	
VII) Break up of Investments		

Particulars	Amount Outstanding	
	Amount Outstanding	
Current Investments		
(A) Quoted:		
(i) Shares : (a) Equity	NI	
(b) Preference	NI	
(ii) Debentures and Bonds	NI	
(iii) Units of Mutual Funds	NI	
(iv) Government Securities	NI	
(v) Others (Please Specify)	NI	
(B) Unquoted:		
(i) Shares : (a) Equity	NI	
(b) Preference	NI	
(ii) Debentures and Bonds	NI	
(iii) Units of Mutual Funds	NI	
(iv) Government Securities	NI	
(v) Others (Please Specify)	NI	

Long term Investments	Amount Outstanding	
	Amount Outstanding	
(A) Quoted:		
(i) Shares : (a) Equity	NI	
(b) Preference	NI	
(ii) Debentures and Bonds	NI	
(iii) Units of Mutual Funds	NI	
(iv) Government Securities	NI	
(v) Others (Please Specify)	NI	
(B) Unquoted:		
(i) Shares : (a) Equity	NI	
(b) Preference	NI	
(ii) Debentures and Bonds	NI	
(iii) Units of Mutual Funds	NI	
(iv) Government Securities	NI	
(v) Others (Please Specify)	NI	

IV) Borrower group wise classification of assets, financed as in (II) & (III) above:

Category	Amount in Rupees		
	Secured	Unsecured	Total
(i) Related Parties	NI	NI	NI
(a) Subsidiaries	NI	NI	NI
(b) Companies in the Same Group	NI	NI	NI
(c) Other Related Parties	NI	NI	NI
(ii) Other than Related Parties	NI	1,33,50,51,160	1,33,50,51,160
Total	NI	1,33,50,51,160	1,33,50,51,160

V) Investor group wise classification of all investments (Current and long term) in shares and securities (both quoted and unquoted category)

Particulars	Market Value/Break-up on Fair Value or NAV		Book Value
	Fair Value or NAV	Book Value	
Related Parties			
(a) Subsidiaries	NI	NI	NI
(b) Companies in the Same Group	NI	NI	NI
(c) Other Related Parties	NI	NI	NI

Particulars	Amount in Rupees	
	Amount in Rupees	
VI) Other Information:		
Gross Non-Performing Assets		
(a) Related Parties	NI	
(b) Other than Related Parties	31,83,741	
Net Non Performing Assets		
(a) Related Parties	NI	
(b) Other than Related Parties	7,12,256	
(ii) Assets acquired in satisfaction of debt	NI	

Note 31: Segment Information

The Company has considered business segment as primary segment for disclosure. The Company is engaged in taking loans from banks and financial institutions and provide finance to members which in the context of Accounting Standard (AS) -17 "Segment Reporting" is considered as the only business segment.

The Company finances within India. The market conditions in India being uniform, no separate geographical segment disclosure is considered necessary.

Note 32: Previous period's figure

Previous year's figures have been regrouped / reclassified wherever necessary to correspond with the current period's classification / disclosure.

