

**INDEPENDENT AUDITOR'S REPORT**

To the Members of Indostar Capital Finance Limited

**Report on the Financial Statements**

We have audited the accompanying standalone financial statements of Indostar Capital Finance Limited ("the Company"), which comprise the Balance Sheet as at March 31, 2015, the Statement of Profit and Loss and Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

**Management's Responsibility for the Financial Statements**

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial control 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 standalone 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. We conducted our audit in accordance with the Standards on Auditing, issued by the Institute of Chartered Accountants of India, as 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 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 but not for the purpose of expressing an opinion on whether the Company has in place an adequate internal financial controls system over financial reporting and the effectiveness of such controls. An audit also includes evaluating the appropriateness of 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 standalone financial statements.



# **S.R. BATLIBOI & CO. LLP**

Chartered Accountants

## **Opinion**

In our opinion and to the best of our information and according to the explanations given to us, the standalone 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, 2015, its profit, and its cash flows for the year ended on that date.

## **Report on Other Legal and Regulatory Requirements**

1. As required by the Companies (Auditor's report) Order, 2015 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the Annexure 1 a statement on the matters specified in paragraphs 3 and 4 of the Order.
2. As required by section 143 (3) of the Act, we report that:
  - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose 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, Statement of Profit and Loss, and Cash Flow Statement dealt with by this Report are in agreement with the books of account;
  - (d) In our opinion, the aforesaid standalone 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 written representations received from the directors as on March 31, 2015, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2015, from being appointed as a director in terms of section 164 (2) of the Act;
  - (f) 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.

For S.R. Batliboi & CO. LLP

Chartered Accountants

ICAI Firm Registration Number: 301003E

*Shrawan Jalan*



per Shrawan Jalan

Partner

Membership Number: 102102

Place of Signature: Mumbai

# **S.R. BATLIBOI & Co. LLP**

Chartered Accountants

**Annexure referred to in paragraph 1 under the heading "Report on other legal and regulatory requirements" of our report of even date**

**Re: Indostar Capital Finance Limited ("the Company")**

- (i) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
- (b) Fixed assets have been physically verified by the management during the year and no material discrepancies were identified on such verification.
- (ii) The Company's business does not involve inventories and, accordingly, the requirements under paragraph 4(ii) of the Order are not applicable to the Company and hence not commented upon.
- (iii) According to the information and explanations given to us, the Company has not granted any loans, secured or unsecured to companies, firms or other parties covered in the register maintained under section 189 of the Companies Act, 2013. Accordingly, the provisions of clause 3(iii)(a) and (b) of the Order are not applicable to the Company and hence not commented upon.
- (iv) In our opinion and according to the information and explanations given to us, there is an adequate internal control system commensurate with the size of the Company and the nature of its business, for the purchase of fixed assets and for rendering of services. The activities of the Company do not involve purchase of inventory and the sale of goods. During the course of our audit, we have not observed any major weakness or continuing failure to correct any major weakness in the internal control system of the Company in respect of these areas.
- (v) The Company has not accepted any deposits from the public.
- (vi) To the best of our knowledge and as explained, the Central Government has not specified the maintenance of cost records under clause 148(1) of the Companies Act, 2013, for the services of the Company.
- (vii) (a) The Company is regular in depositing with appropriate authorities undisputed statutory dues including provident fund, income-tax, service tax, wealth-tax, cess and other material statutory dues applicable to it. The provisions relating to value added taxes, employees' state insurance, sales tax, duty of customs and duty of excise are not applicable to the Company.
- (b) According to the information and explanations given to us, no undisputed amounts payable in respect of provident fund, income-tax, service tax, wealth tax, cess and other material statutory dues were outstanding, at the year end, for a period of more than six months from the date they became payable. The provisions relating to value added taxes, employees' state insurance, sales tax, duty of customs and duty of excise are not applicable to the Company.
- (c) According to the information and explanations given to us, there are no dues of income-tax, service tax, wealth tax and cess which have not been deposited on account of any dispute.
- (d) According to the information and explanations given to us, the provisions of investor education and protection fund in accordance with the relevant provisions of the Companies Act, 1956 (1 of 1956) and rules made thereunder are not applicable to the Company.



# **S.R. BATLIBOI & CO. LLP**

Chartered Accountants

- (viii) The Company has no accumulated losses at the end of the financial year and it has not incurred cash losses in the current and immediately preceding financial year.
- (ix) Based on our audit procedures and as per the information and explanations given by the management, we are of the opinion that the Company has not defaulted in repayment of dues to a financial institution, bank or debenture holders.
- (x) According to the information and explanations given to us, the Company has not given any guarantee for loans taken by others from banks or financial institutions.
- (xi) Based on the information and explanations given to us by the management, term loans were applied for the purpose for which the loans were obtained.
- (xii) Based upon the audit procedures performed for the purpose of reporting the true and fair view of the financial statements and as per the information and explanations given by the management we report that no fraud on or by the Company has been noticed or reported during the year.

S.R. BATLIBOI & CO. LLP  
Chartered Accountants  
ICAI Firm Registration Number: 301003E





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per Shrawan Jalan  
Partner  
Membership Number: 102102  
Place of Signature: Mumbai  
Date: May 15, 2015

**IndoStar Capital Finance Limited**  
Balance Sheet as at March 31, 2015

*Amount in Rupees*

Particulars	Note No.	As at March 31, 2015	As at March 31, 2014
<b>I. Equity and Liabilities</b>			
<b>(1) Shareholders' funds</b>			
(a) Share capital	3	683,650,397	683,227,320
(b) Reserves and surplus	4	12,169,016,778	10,673,291,831
		<b>12,852,667,175</b>	<b>11,356,519,151</b>
<b>(2) Non-current liabilities</b>			
(a) Long term borrowings	5	16,138,357,597	11,915,701,060
(b) Other long term liabilities	6	138,985,631	578,132,245
(c) Long term provisions	7	119,515,250	108,974,249
		<b>16,396,858,478</b>	<b>12,602,807,554</b>
<b>(3) Current liabilities</b>			
(a) Short-term borrowings	8	3,439,215,825	1,668,424,475
(b) Trade payables (Refer note 27)		19,299,124	2,662,293
(c) Other current liabilities	6	7,150,918,304	5,947,898,998
(d) Short-term provisions	7	57,902,579	29,704,094
		<b>10,667,335,832</b>	<b>7,648,689,860</b>
<b>Total</b>		<b>39,916,861,485</b>	<b>31,608,016,565</b>
<b>II. Assets</b>			
<b>(1) Non-current assets</b>			
(a) Fixed assets	9		
(i) Tangible		6,328,439	9,615,943
(ii) Intangible		2,383,191	1,237,725
(b) Non-current investments	10	546,100,000	608,500,000
(c) Deferred tax (net)	11	85,171,809	81,302,957
(d) Long term loans and advances	12	24,337,745,479	21,368,098,987
(e) Other non-current assets	13	53,704,595	104,048,513
		<b>25,031,433,513</b>	<b>22,172,804,125</b>
<b>(2) Current assets</b>			
(a) Cash and bank balances	14	4,856,380,582	4,681,700,721
(b) Short-term loans and advances	12	9,583,196,323	4,495,639,780
(c) Other current assets	13	445,851,067	257,871,939
		<b>14,885,427,972</b>	<b>9,435,212,440</b>
<b>Total</b>		<b>39,916,861,485</b>	<b>31,608,016,565</b>

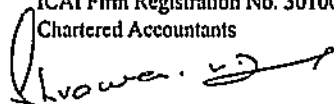
Significant Accounting Policies

2.1

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

As per our report of even date

For S R Batliboi & Co LLP  
ICAI Firm Registration No. 301003E  
Chartered Accountants



per Shravan Jalan  
Partner  
Membership No. 102102



Mumbai  
May 15, 2015

For and on behalf of the Board of Directors of  
IndoStar Capital Finance Limited

  
Vimal Bhandari  
MD & CEO

  
Dhanpal Jhaveri  
Director

  
Pankaj Thapar  
Chief Financial Officer

  
Jitendra Bhati  
Company Secretary

Mumbai  
May 15, 2015

**IndoStar Capital Finance Limited**  
**Statement of Profit and Loss for the year ended March 31, 2015**

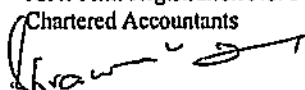
*Amount in Rupees*

Particulars	Note No.	For the year ended March 31, 2015	For the year ended March 31, 2014
<b>Income</b>			
Revenue from operations	15	5,280,529,500	3,945,636,099
Other income	16	26,559	23,410,335
<b>Total</b>		<b>5,280,556,059</b>	<b>3,969,046,434</b>
<b>Expenditure</b>			
Employee benefit expenses	17	280,576,665	251,912,848
Finance cost	18	2,579,287,824	1,918,853,189
Depreciation and amortisation	9	7,120,134	8,713,800
Other expenses	19	122,322,005	83,522,398
Provisions	20	30,372,218	13,541,381
<b>Total</b>		<b>3,019,678,846</b>	<b>2,276,543,616</b>
<b>Profit before taxation</b>		<b>2,260,877,213</b>	<b>1,692,502,818</b>
<b>Provision for taxation</b>			
Current tax		774,098,041	613,950,379
Deferred tax asset	11	(3,868,851)	(42,809,382)
<b>Total tax expense</b>		<b>770,229,190</b>	<b>571,140,997</b>
<b>Net profit after taxes</b>		<b>1,490,648,023</b>	<b>1,121,361,821</b>
<b>Earnings per share</b>	21		
Basic (Rs.)		21.72	16.34
Diluted (Rs.)		21.43	16.27
Nominal value of equity share (Rs.)		10	10

Significant Accounting Policies 2.1  
The notes referred to above form an integral part of the financial statements.

As per our report of even date

For S R Batliboi & Co LLP  
ICAI Firm Registration No. 301003E  
Chartered Accountants



per Shravan Jalan  
Partner  
Membership No. 102102

For and on behalf of the Board of Directors of  
IndoStar Capital Finance Limited



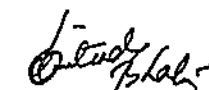
Vimal Bhandari  
MD & CEO



Dhannal Jhaveri  
Director



Pankaj Thapar  
Chief Financial Officer



Jitendra Bhatti  
Company Secretary

Mumbai  
May 15, 2015



Mumbai  
May 15, 2015

**IndoStar Capital Finance Limited**  
Cash Flow Statement for the year ended March 31, 2015

*Amount in Rupees*

Particulars	For the year ended March 31, 2015	For the year ended March 31, 2014
<b>A. Cash flow from operating activities</b>		
Profit before taxes	2,260,877,213	1,692,502,818
Depreciation and amortisation	7,120,134	8,713,800
Loss / (profit) on sale of fixed assets (net)	22,444	-
Provisions for non performing assets	-	19,384,975
Provisions for standard assets	30,372,218	(5,843,594)
Provision for gratuity	741,823	(341,763)
Provision for leave encashment	1,160,909	(82,676)
<b>Operating profit before working capital changes</b>	<b>2,300,294,741</b>	<b>1,714,333,560</b>
Movements in working capital:		
Increase / (decrease) in trade payables	16,636,831	(16,832,356)
Increase in other liabilities	763,872,693	3,312,396,037
Increase in loans and advances	(8,051,703,035)	(8,109,749,403)
Increase in other assets	(137,635,210)	(80,438,580)
<b>Cash generated from operations</b>	<b>(5,108,533,980)</b>	<b>(3,180,290,742)</b>
Direct taxes paid (net of refunds)	(767,633,505)	(647,461,457)
<b>Net cash flow from / used in operating activities (A)</b>	<b>(5,876,167,485)</b>	<b>(3,827,752,199)</b>
<b>B. Cash flows from investing activities</b>		
Purchase of fixed including intangible assets	(5,031,832)	(1,581,090)
Proceeds from sale of fixed assets	31,291	5,117
Repayments from fixed income debt instruments	62,400,000	41,600,000
Purchase of debt mutual fund units & fixed income debt instruments	-	(13,955,140,000)
Sale of debt mutual fund units & fixed income debt instruments	-	14,448,497,000
Bank deposits (having original maturity of more than three months)(net)	(2,320,000,000)	(215,000,000)
<b>Net cash used in investing activities (B)</b>	<b>(2,262,600,541)</b>	<b>318,381,027</b>
<b>C. Cash Flows from financing activities</b>		
Amount received from issue of commercial papers	1,770,791,350	330,842,578
Term loans from banks	1,662,187,077	3,469,414,383
Amount received on issue of NCDs	2,560,469,460	1,354,836,461
<b>Net cash from financing activities (C)</b>	<b>5,993,447,887</b>	<b>5,155,093,422</b>
<b>Net increase / (decrease) in cash and cash equivalents (A + B + C)</b>	<b>(2,145,320,139)</b>	<b>1,645,722,250</b>
<b>Cash and Cash Equivalents at the beginning of the year</b>	<b>4,266,700,721</b>	<b>2,620,978,471</b>
<b>Cash and Cash Equivalents at the end of the year</b>	<b>2,121,380,582</b>	<b>4,266,700,721</b>
<b>Components of Cash and Cash Equivalents</b>	<b>For the year ended March 31, 2015</b>	<b>For the year ended March 31, 2014</b>
<b>Cash and Cash Equivalents at the end of the year</b>		
i) Cheques on hand	4,088,610	-
ii) Balances with scheduled banks in:		
Current accounts	287,291,972	1,151,700,721
Deposits with original maturity of less than three months	1,830,000,000	3,115,000,000
<b>Total cash and cash equivalents</b>	<b>2,121,380,582</b>	<b>4,266,700,721</b>

As per our report of even date

For SR Batliboi & Co LLP  
ICAI Firm Registration No. 301003E  
Chartered Accountants

*Shrawan Jalan*

per Shrawan Jalan  
Partner



Mumbai  
May 15, 2015

For and on behalf of the Board of Directors of  
IndoStar Capital Finance Limited

*Vimal Bhandari*

Vimal Bhandari  
MD & CEO

*Pankaj Thapar*

Pankaj Thapar  
Chief Financial Officer

Mumbai  
May 15, 2015

*Dhanpal Jhaveri*

Dhanpal Jhaveri  
Director

*Jitendra Bhatti*

Jitendra Bhatti  
Company Secretary

**IndoStar Capital Finance Limited**  
Notes forming part of the financial statements for the year ended March 31, 2015

<b>1.</b>	<b>Corporate Information</b>															
	IndoStar Capital Finance Limited (formerly known as R V Vyapaar Private Limited) ('the Company') was incorporated on 21st July 2009. The Company is registered with the Reserve Bank of India (RBI) as a Non-Banking Financial Company vide Certificate No. N-05.06857 dated January 21, 2015 (previously issued in the name of R V Vyapaar Private Limited vide Certificate No. N-05.06857 dated Jun 17, 2010). The Company is primarily engaged in Loans business.															
<b>2.</b>	<b>Basis of preparation</b>															
	The financial statements have been prepared in accordance with generally accepted accounting principles in India (Indian GAAP) under the historical cost convention on an accrual basis in compliance with all material aspects of the Accounting Standards (AS) notified under Section 133 of the Companies Act 2013 ('the Act'), read together with paragraph 7 of the Companies (Accounts) Rules 2014 and the guidelines issued by Reserve Bank of India (RBI) as applicable to Non Banking Finance Company (NBFC). The accounting policies have been consistently applied by the Company and are consistent with those used in the previous year.															
<b>2.1</b>	<b>Significant Accounting Policies</b>															
<b>(a)</b>	<b>Presentation and disclosure of financial statements</b>															
	The Company has classified all its assets / liabilities into current / non-current portion based on the time frame of twelve months from the date of financial statements. Accordingly, assets / liabilities expected to be realised / settled within twelve months from the date of financial statements are classified as current and other assets / liabilities are classified as non current.															
<b>(b)</b>	<b>Use of estimates</b>															
	The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities at the date of the financial statements and the results of operations during the reporting period. Although these estimates are based upon management's best knowledge of current events and actions, actual results could differ from these estimates. Any revisions to the accounting estimates are recognised prospectively in the current and future years.															
<b>(c)</b>	<b>Tangible/Intangible Fixed Assets, Depreciation/Amortisation and Impairment</b>															
	<p><b>Tangible Fixed Assets</b></p> <p>Fixed assets are stated at cost less accumulated depreciation and impairment losses, if any. Cost comprises the purchase price and any attributable cost of bringing the asset to its working condition for its intended use. Borrowing costs relating to acquisition of fixed assets which takes substantial period of time to get ready for its intended use are also included to the extent they relate to the year till such assets are ready to be put to use.</p> <p>Depreciation on tangible fixed assets</p> <p>Depreciation is provided on Straight Line Method ('SLM'), which reflects the management's estimate of the useful life of the respective fixed assets and are greater than or equal to the corresponding useful life prescribed in Schedule II of the Act. The estimated useful life used are as follows:</p> <table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th style="text-align: left;">Particulars</th> <th style="text-align: center;">Estimated useful life by the Company</th> <th style="text-align: center;">Useful life as prescribed by Schedule II of the Companies Act, 2013</th> </tr> </thead> <tbody> <tr> <td>Furniture and Fixtures</td> <td style="text-align: center;">5 Years</td> <td style="text-align: center;">10 Years</td> </tr> <tr> <td>Office Equipments</td> <td style="text-align: center;">5 Years</td> <td style="text-align: center;">5 Years</td> </tr> <tr> <td>Office Equipments - Mobiles</td> <td style="text-align: center;">2 Years</td> <td style="text-align: center;">5 Years</td> </tr> <tr> <td>Computers</td> <td style="text-align: center;">3 Years</td> <td style="text-align: center;">3 Years</td> </tr> </tbody> </table> <p>Useful life of assets different from prescribed in Schedule II has been estimated by management and supported by technical assessment.</p> <p>Leasehold improvement is amortised on Straight Line Method over the lease term.</p> <p>All fixed assets individually costing Rs. 5,000/- or less are fully depreciated in the year of installation.</p> <p>Depreciation on assets acquired/sold during the year is recognised on a pro-rata basis to the Statement of profit and loss till the date of sale.</p> <p>Gains or losses arising from derecognition of fixed assets are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognized in the Statement of Profit and Loss when the asset is derecognized.</p>	Particulars	Estimated useful life by the Company	Useful life as prescribed by Schedule II of the Companies Act, 2013	Furniture and Fixtures	5 Years	10 Years	Office Equipments	5 Years	5 Years	Office Equipments - Mobiles	2 Years	5 Years	Computers	3 Years	3 Years
Particulars	Estimated useful life by the Company	Useful life as prescribed by Schedule II of the Companies Act, 2013														
Furniture and Fixtures	5 Years	10 Years														
Office Equipments	5 Years	5 Years														
Office Equipments - Mobiles	2 Years	5 Years														
Computers	3 Years	3 Years														
	<p><b>Intangible assets</b></p> <p>Costs relating to acquisition and development of computer software are capitalized in accordance with the AS 26 'Intangible Assets' issued by the Institute of Chartered Accountants of India ('ICAI') and are amortised using the straight line method over a period of 3 years, which is the management's estimate of its useful life.</p> <p><b>Impairment of assets</b></p> <p>The carrying amount of assets is 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 assets, 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 risks specific to the asset.</p> <p>After impairment, depreciation is provided on the revised carrying amount of the asset over its remaining useful life. A previously recognised impairment loss is increased or reversed depending on changes in circumstances. However, the carrying value after reversal is not increased beyond the carrying value that would have prevailed by charging usual depreciation if there was no impairment.</p>															
<b>(d)</b>	<b>Investments</b>															
	Investments intended to be held for not more than a year are classified as current investments. All other investments are classified as long term investments. Current investments are carried at lower of cost and fair value determined on an individual investment basis. Long-term investments are carried at cost. Commercial papers are valued at carrying cost. However, provision for diminution in value is made to recognise a decline, other than temporary, in the value of the investments.															
<b>(e)</b>	<b>Provisioning / Write-off of assets</b>															
	Non performing loans are written off / provided as per the minimum provision required under the Non- Banking Financial (Non-Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2015. Provision on standard assets is made as per management estimates and is more than as specified in the notification DNBS.PD.CC.No.207/03.02.002/2010-11 issued by Reserve Bank of India.															
<b>(f)</b>	<b>Loans</b>															
	Loans are stated at the amount advanced and expenses recoverable, as reduced by the amounts received up to the balance sheet date.															

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(g)	<b>Leases</b> <i>Where the Company is the lessee</i> Leases where the lessor effectively retains substantially all the risks and benefits of ownership of the leased term, are classified as operating leases. Operating lease payments are recognised as an expense in the Statement of profit and loss account on a straight-line basis over the lease term.
(h)	<b>Foreign currency translation</b> <i>Initial recognition</i> Transactions in foreign currency entered into during the year are recorded at the exchange rates prevailing on the date of the transaction. <i>Conversion</i> Monetary assets and liabilities denominated in foreign currency are translated in to Rupees at exchange rate prevailing on the date of the Balance Sheet. <i>Exchange differences</i> All exchange differences are dealt with in the Statement of profit and loss account.
(i)	<b>Revenue recognition</b> Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. i. Income from financing activities is recognised on accrual basis, except in case of income on non-performing assets, which is recognised on receipt basis. ii Interest income on fixed income debt instruments such as certificate of deposits, non-convertible debentures and commercial papers are recognised on a time proportion basis taking into account the amount outstanding and the effective rate applicable. Discount, if any, is recognised on a time proportion basis over the tenure of the securities. iii Interest income on fixed deposits is recognised on a time proportion basis taking into account the amount outstanding and the rate applicable. iv Interest income on loan portfolio buyout is recognised on accrual basis at the agreed rate of interest on the diminishing balance of outstanding loan. v Dividend is recognised as income when right to receive payment is established. vi Profit/loss on the sale of investments is determined on the basis of the weighted average cost method. vii Origination fees is recognised as income on signing of the binding term sheet by the client. Origination Fees @ 1.5% is recognised upfront and fees collected in excess of 1.5% is amortised over the tenure of the loan in proportion to the loan balance. viii Syndication fee and other fees are recognised as income when a significant portion of the arrangement is completed.
(j)	<b>Retirement and other employee benefits</b> <i>Provident Fund</i> All the employees of the Company are entitled to receive benefits under the Provident Fund, a defined contribution plan in which both the employee and the Company contribute monthly at a stipulated rate. The Company has no liability for future Provident Fund benefits other than its annual contribution and recognises such contributions as an expense in the year it is incurred. <i>Gratuity</i> The Company provides for the gratuity, a defined benefit retirement plan covering all employees. The plan provides for lump sum payments to employees upon death while in employment or on separation from employment after serving for the stipulated year mentioned under 'The Payment of Gratuity Act, 1972'. The Company accounts for liability of future gratuity benefits based on an external actuarial valuation on projected unit credit method carried out for assessing liability as at the reporting date. <i>Leave Encashment</i> Short term compensated absences are provided for based on estimates. Long term compensated absences are provided for based on actuarial valuation. The actuarial valuation is done as per projected unit credit method as at the reporting date. Actuarial gains/losses are immediately taken to Statement of profit and loss account and are not deferred.
(k)	<b>Income tax</b> Tax expense comprises of current tax and deferred tax. Current income tax is measured at the amount expected to be paid to the tax authorities in accordance with the Indian Income Tax Act, 1961. Deferred income taxes reflects the impact of current year timing differences between taxable income and accounting income for the year and reversal of timing differences of earlier years. Deferred tax is measured based on the tax rates and the tax laws enacted or substantively enacted at the balance sheet date. Deferred tax assets are recognised only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realised.  The carrying cost of the deferred tax assets are reviewed at each balance sheet date. The Company writes down the carrying amount of a deferred tax asset to the extent that it is no longer reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available against which deferred tax asset can be realised. Any such write down is reversed to the extent that it becomes reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available.
(l)	<b>Segment reporting</b> The Company is engaged in loan / financing activities. It operates in a single business and geographical segment.
(m)	<b>Earnings per share</b> Basic earnings per share is calculated by dividing the net profit or loss for the year attributable to equity shareholders (after deducting attributable taxes) by the weighted average number of equity shares outstanding during the year. For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares.
(n)	<b>Provisions</b> A provision is recognised when the Company has a present obligation as a result of past event; it is probable that outflow of resources will be required to settle the obligation, in respect of which a reliable estimate can be made. Provisions are not discounted to its present value and are determined based on 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.
(o)	<b>Cash and cash equivalents</b> Cash and cash equivalents in the cash flow statement comprise cash at bank and in hand, cheques on hand, remittances in transit.
(p)	<b>Borrowing costs</b> Borrowing cost includes interest and are charged to Profit & Loss in the year in which they are incurred. Ancillary and other borrowing costs are amortised over the tenure of the underlying loan on straight line basis.
(q)	<b>Employee stock compensation costs</b> Measurement and disclosure of the employee share-based payment plans is done in accordance with SEBI (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 2014 and the Guidance Note on Accounting for Employee Share-based Payments, issued by ICAI. In accordance with the Guidance Note on Accounting for Employee Share-based Payments, the cost of equity-settled transactions is measured using the intrinsic value method.
(r)	<b>Contingent liabilities</b> 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 recognized 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 recognized because it cannot be measured reliably. The Company does not recognize a contingent liability but discloses its existence in the financial statements.



IndoStar Capital Finance Limited  
Notes forming part of the financial statements for the year ended March 31, 2015

Note 3- Share capital

Amount in Rupees

Particulars	As at March 31, 2015	As at March 31, 2014
Authorised 8,00,00,000 (March 31, 2014: 8,00,00,000 ) Equity Shares of Rs. 10/- each	800,000,000	800,000,000
	800,000,000	800,000,000
Issued & Subscribed Equity Shares		
6,86,19,947 (March 31, 2014: 6,86,19,947) equity shares of Rs. 10/- each fully paid up	686,199,470	686,199,470
Less: 2,60,958 (March 31, 2014: 3,03,266) equity shares of Rs 10/- each fully paid up issued to employees through Indostar trust or held by Indostar trust	(2,609,584)	(3,032,661)
90,38,250 (March 31, 2014: 90,38,250 ) equity shares of Rs. 10/- each Rs 0.01 paid up per share	90,383	90,383
Less: 29,87,240 (March 31, 2014: 29,87,240 ) equity shares of Rs 10/- each Rs.0.01 paid up issued to employees through Indostar trust or held by Indostar trust	(29,872)	(29,872)
<b>Total</b>	<b>683,650,397</b>	<b>683,227,320</b>

a. Reconciliation of the equity shares outstanding at the beginning and at end of reporting period.

Particulars	As at March 31, 2015		As at March 31, 2014	
	Numbers of shares	Amount in Rupees	Numbers of shares	Amount in Rupees
Shares outstanding at the beginning of the year	77,658,197	686,289,853	77,658,197	686,289,853
Issued during the year	-	-	-	-
	77,658,197	686,289,853	77,658,197	686,289,853
Less: Adjustment for fully paid up shares issued to employees through Indostar Trust or held by Indostar Trust	-	(2,609,584)	-	(3,032,661)
Less: Adjustment for partly paid up shares issued to employees through Indostar Trust or held by Indostar Trust	-	(29,872)	-	(29,872)
<b>Shares outstanding at the end of the year</b>	<b>77,658,197</b>	<b>683,650,397</b>	<b>77,658,197</b>	<b>683,227,320</b>

b. Terms/rights attached to equity shares

The Company has only one class of equity shares having a par value of Rs. 10 per share. Each holder of equity shares is entitled to proportionate vote on basis of his contribution to fully paid up share capital.

In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the Company, after distribution of all preferential amounts. The distribution will be in proportion to the proportionate amount of contribution made by the equity shareholder to the total equity share capital.

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

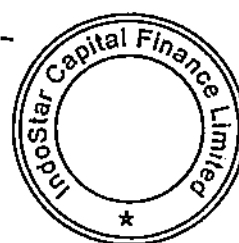
Name of the shareholders	As at March 31, 2015		As at March 31, 2014	
	No. of Shares	% holding in the class	No. of Shares	% holding in the class
Equity shares of Rs. 10/- each Indostar Capital (Mauritius) (Holding Company)	68,035,332	87.61	68,035,332	87.61

As per records of the Company, including its register of shareholders/members, the above shareholding represents legal ownerships of shares.

d. Shares reserved for issue under options

For details of shares reserved for issue under the employee stock option (ESOP) plan of the company, please refer note 23.

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**IndoStar Capital Finance Limited**  
Notes forming part of the financial statements for the year ended March 31, 2015

**Note 4- Reserves and Surplus**

*Amount in Rupees*

Particulars	As at March 31, 2015	As at March 31, 2014
<b>Securities Premium Account</b>		
Balance as per last account	8,227,128,268	8,227,128,268
Less: Premium on equity shares issued to employees through Indostar Trust or held by Indostar Trust	(31,315,005)	(36,391,929)
<b>Closing balance</b>	<b>8,195,813,263</b>	<b>8,190,736,339</b>
<b>Other Reserves</b>		
<b>Statutory reserve pursuant to Section 45-IC of The RBI Act, 1934</b>		
Balance as per last account	510,885,189	286,612,825
Add: Transfer from surplus balance in statement of profit and loss	298,129,605	224,272,364
<b>Closing balance</b>	<b>809,014,794</b>	<b>510,885,189</b>
<b>Surplus in Statement of profit and loss</b>		
Balance as per last account	1,971,670,303	1,074,580,846
Add: Profit for the current year	1,490,648,023	1,121,361,821
Less: Appropriations		
Transfer to statutory reserve as per Section 45-IC of The RBI Act, 1934	(298,129,605)	(224,272,364)
<b>Net surplus in the statement of profit and loss</b>	<b>3,164,188,721</b>	<b>1,971,670,303</b>
<b>Total</b>	<b>12,169,016,778</b>	<b>10,673,291,831</b>

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**Indostar Capital Finance Limited**  
Notes forming part of the financial statements for the year ended March 31, 2015

**Note 5 - Long term borrowings**

Amount in Rupees

Particulars	As at March 31, 2015		As at March 31, 2014	
	Non Current portion	Current maturities*	Non Current portion	Current maturities*
Term loans from banks Secured	9,573,051,676	5,837,593,695	7,910,864,599	4,897,735,571
Redeemable non convertible debentures Secured	6,565,305,921	322,705,230	4,004,836,461	500,000,000
Less: transferred to Other liabilities	-	(6,160,298,925)	-	(5,397,735,571)
<b>Total</b>	<b>16,138,357,597</b>	<b>-</b>	<b>11,915,701,060</b>	<b>-</b>

\*Amount disclosed under the head "Other liabilities"

**(a) Term loan from banks:**

Particulars - Bank Name	Rate of Interest	Repayment details	As at March 31, 2015		As at March 31, 2014	
			Non-Current portion	Current Maturities	Non-Current portion	Current Maturities
Axis Bank Limited	>=11%<13%	12-Quarterly repayments	-	333,599,997	333,599,997	333,200,001
Axis Bank Limited- TL II	>=11%<13%	12-Quarterly repayments	461,538,462	307,692,308	750,000,000	250,000,000
Axis Bank Limited - TL III	>=11%<13%	13-Quarterly repayments	92,307,692	7,692,308	-	-
Bank of Baroda Limited	>=11%<13%	16-Quarterly repayments	500,000,000	250,000,000	750,000,000	250,000,000
Bank of Baroda Limited - TL II	>=11%<13%	20-Quarterly repayments	700,000,000	200,000,000	-	-
Bank of India Limited	>=11%<13%	16-Quarterly repayments	750,000,000	375,000,000	1,218,750,000	281,250,000
Canara Bank Limited	>=11%<13%	12-Quarterly repayments	333,600,000	333,200,000	666,666,667	333,333,333
Corporation Bank Limited	>=11%<13%	12-Quarterly repayments	50,000,000	100,000,000	150,000,000	100,000,000
Corporation Bank Limited - TL II	>=11%<13%	9-Quarterly repayments	266,666,667	33,333,333	-	-
Development Credit Bank Limited	>=11%<13%	7-Quarterly repayments	-	107,200,000	107,200,000	142,800,000
Federal Bank Limited	>=11%<13%	12-Quarterly repayments	83,333,333	83,333,333	166,666,667	83,333,333
Federal Bank Limited - TL II	>=11%<13%	12-Quarterly repayments	58,333,290	33,333,332	-	-
ICICI Bank Limited	>=11%<13%	9-Quarterly repayments	-	90,909,091	90,909,091	363,636,364
ICICI Bank Limited - II	>=11%<13%	10-Quarterly repayments	700,000,000	300,000,000	-	-
Indian Overseas Bank Limited	>=11%<13%	7-Quarterly repayments	666,666,667	222,222,222	888,888,889	111,111,111
Indusind Bank Limited	>=11%<13%	12-Quarterly repayments	75,000,000	100,000,000	175,000,000	400,000,000
Indusind Bank Limited - TL II	>=11%<13%	10-Quarterly repayments	150,000,000	120,000,000	-	-
ING Vysya Bank Limited	>=11%<13%	12-Quarterly repayments	41,666,667	166,666,667	208,333,333	166,666,667
ING Vysya Bank Limited - TL III	>=11%<13%	20-Quarterly repayments	775,000,000	200,000,000	-	-
Kotak Mahindra Bank Limited	>=11%<13%	7-Quarterly repayments	-	-	-	166,071,430
Kotak Mahindra Bank Limited- TL II	>=11%<13%	12-Quarterly repayments	83,333,333	166,666,667	249,999,933	166,666,667
Kotak Mahindra Bank Limited - TL III	>=11%<13%	16-Quarterly repayments	687,500,000	250,000,000	-	-
Punjab National Bank Limited	>=11%<13%	12-Quarterly repayments	133,333,333	333,333,333	466,666,667	333,333,333
South Indian Bank Limited	>=11%<13%	18-Quarterly repayments	222,222,224	27,777,776	-	-
State Bank of Bikaner and Jaipur Limited	>=11%<13%	12-Quarterly repayments	166,666,666	166,666,667	333,333,333	166,666,667
State Bank of Hyderabad Limited	>=11%<13%	12-Quarterly repayments	83,333,333	166,666,667	250,000,000	166,666,667
State Bank of India Limited	>=11%<13%	12-Quarterly repayments	-	667,200,000	667,200,000	666,400,000
State Bank of India Limited - TL II	>=11%<13%	18-Quarterly repayments	1,888,700,000	111,300,000	-	-
State Bank of Mysore Limited	>=11%<13%	12-Quarterly repayments	20,650,007	83,399,997	104,050,003	83,399,997
State Bank of Mysore Limited - TL II	>=11%<13%	9-Quarterly repayments	583,700,000	166,800,000	-	-
State Bank of Patiala Limited	>=11%<13%	12-Quarterly repayments	-	333,599,997	333,599,997	333,200,001
<b>Total</b>			<b>9,573,051,675</b>	<b>5,837,593,695</b>	<b>7,910,864,599</b>	<b>4,897,735,571</b>

**Nature of Security:**

First pari-passu (with banks and financial institutions providing credit facilities to the Issuer) charge by way of hypothecation on the standard asset portfolio of receivables of Rs 21,649,503,800/- (March 2014: Rs 17,245,361,370/-).

**b) Non Convertible Debenture**

Privately placed Redeemable Non Convertible Debentures of Rs. 10,00,000/- each  
Terms of repayment as on March 31, 2015

Redeemable within	As at March 31, 2015		As at March 31, 2014	
	Rate of Interest		Rate of Interest	
	>= 0% < 13%		>= 0% < 13%	
	Non-Current portion	Current Maturities	Non-Current portion	Current Maturities
0-12 Months	-	322,705,230	-	500,000,000
12-24 Months	2,590,000,000	-	304,247,749	-
24-36 Months	1,349,368,676	-	2,000,000,000	-
36-48 Months	1,215,937,285	-	350,000,000	-
48-60 Months	1,350,000,000	-	1,200,588,712	-
Above 60 Months	150,000,000	-	150,000,000	-
<b>Total</b>	<b>6,565,305,921</b>	<b>322,705,230</b>	<b>4,004,836,461</b>	<b>500,000,000</b>

**Nature of Security:**

1. Security is created in favour of the Debenture Trustee, as follows:

- (i) first pari-passu (with banks and financial institutions providing credit facilities to the Issuer) charge on by way of hypothecation on the standard asset portfolio of receivables of Rs 7,97,61,06,000 (March 2014: Rs 5,55,00,00,000); and
- (ii) first pari-passu charge on immovable property situated at village Maharajpura of Kadi taluka, Mehsana district, Gujarat

2. Debentures may be bought back subject to applicable statutory and/or regulatory requirements, upon the terms and conditions as may be decided by the Company.



**IndoStar Capital Finance Limited**  
Notes forming part of the financial statements for the year ended March 31, 2015

**Note 6- Other liabilities**

Particulars	As at March 31, 2015		As at March 31, 2014	
	Non-Current	Current	Non-Current	Current
Deposits from clients	-	210,326,231	452,450,030	-
Unamortised fees	138,985,631	63,184,606	125,682,215	62,049,379
Interest accrued but not due on loans	-	584,093,633	-	397,238,740
Tax deducted at source payable	-	8,907,821	-	5,192,483
Statutory liabilities Payable	-	560,824	-	352,825
Current maturities of long term debts (Refer note 5)	-	6,160,298,925	-	5,397,735,571
Employee benefits payable	-	110,000,000	-	85,330,000
Others	-	13,546,264	-	-
<b>Total</b>	<b>138,985,631</b>	<b>7,150,918,304</b>	<b>578,132,245</b>	<b>5,947,898,998</b>

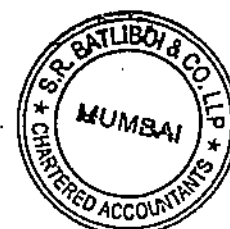
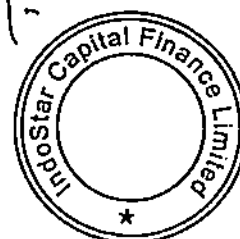
**Note 7- Provisions**

Particulars	As at March 31, 2015		As at March 31, 2014	
	Long term	Short term	Long term	Short term
For employee benefit	-	1,004,188	-	262,365
For gratuity	-	85,641	926,326	50,587
For leave encashment and availment	2,052,181	-	-	-
<b>For Others</b>				
For non-performing assets	19,384,975	-	19,384,975	-
For standard assets	98,078,094	40,324,048	88,662,948	19,366,976
For income tax (net of advance tax)	-	16,488,702	-	10,024,166
[net of advance tax Rs. 1,863,769,185 (March 31, 2014: Rs. 1,096,135,680)]				
<b>Total</b>	<b>119,515,250</b>	<b>57,902,579</b>	<b>108,974,249</b>	<b>29,704,094</b>

**Note 8- Short term borrowing**

Particulars	Amount in Rupees	
	As at March 31, 2015	As at March 31, 2014
Unsecured Loan		
Commercial papers		
i) From banks	250,000,000	1,000,000,000
ii) other than banks	3,250,000,000	750,000,000
Less: Unamortised discount	(60,784,175)	(81,575,525)
<b>Total</b>	<b>3,439,215,825</b>	<b>1,668,424,475</b>

*S. J.*



**IndoStar Capital Finance Limited**  
Notes forming part of the financial statements for the year ended March 31, 2015

Particulars	Tangible Assets						Intangible Assets		Total Assets
	Land - Freehold	Computers	Office Equipment	Furniture and Fixtures	Leasehold Improvement	Total	Software		
							Software		
<b>Gross Block</b>									
As at April 1, 2013	1,505,100	4,516,966	1,728,057	3,209,648	16,453,451	27,413,222	-	-	27,413,222
Additions	-	137,544	328,656	-	-	466,200	1,486,520	-	1,952,720
Deletions	-	-	15,250	441,360	-	456,610	-	-	456,610
As at March 31, 2014	1,505,100	4,654,510	2,041,463	2,768,288	16,453,451	27,422,812	1,486,520	-	28,909,332
Additions	-	2,387,785	746,633	124,890	-	3,259,308	1,772,524	-	5,031,832
Deletions	-	82,037	72,800	-	-	154,837	-	-	154,837
As at March 31, 2015	1,505,100	6,960,258	2,715,296	2,893,178	16,453,451	30,527,283	3,259,044	-	33,786,327
<b>Depreciation</b>									
As at April 1, 2013	-	1,333,407	595,807	771,163	7,092,980	9,793,357	-	-	9,793,357
Additions	-	1,536,880	442,792	877,521	5,607,812	8,465,005	248,795	-	8,713,800
Deletions	-	-	10,133	441,360	-	451,493	-	-	451,493
As at March 31, 2014	-	2,870,287	1,028,466	1,207,324	12,700,792	17,806,869	248,795	-	18,055,664
Additions	-	1,656,045	525,161	559,215	3,752,659	6,493,080	627,058	-	7,120,138
Deletions	-	70,771	30,334	-	-	101,105	-	-	101,105
As at March 31, 2015	-	4,455,561	1,523,293	1,766,539	16,453,451	24,198,844	875,853	-	25,074,697
<b>Net Block</b>									
As at March 31, 2014	1,505,100	1,784,223	1,012,997	1,560,964	3,752,659	9,615,943	1,237,725	-	10,853,668
As at March 31, 2015	1,505,100	2,504,697	1,192,003	1,126,639	-	6,328,439	2,383,191	-	8,711,630

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**Indostar Capital Finance Limited**  
Notes forming part of the financial statements for the year ended March 31, 2015

**Note 10 - Non-current investments**

*Amount in Rupees*

Particulars	As at March 31, 2015			As at March 31, 2014		
	Face value	Quantity	Amount	Face value	Quantity	Amount
Unquoted - Equity shares						
Investment in wholly owned subsidiaries						
IndoStar Asset Advisory Private Limited (10,000 share of Face value of Rs. 10/- each)	10	1,000	100,000	10	1,000	100,000
Quoted - Investments in debentures						
Indrajit Power Private Limited	840,000	650	546,000,000	936,000	650	608,400,000
<b>Total</b>		<b>1,650</b>	<b>546,100,000</b>		<b>650</b>	<b>608,500,000</b>
Aggregate Value of Quoted Investments						
Cost of acquisition*			546,100,000			608,500,000
Market value*			546,100,000			608,500,000

\*Investment in debentures of Indrajit Power Private Limited (the Company) are privately placed and listed on BSE. However there are no trades in the debentures of the Company. Hence the cost of investment is considered as market value.

**Note 11 - Deferred tax assets (net)**

*Amount in Rupees*

Particulars	As at March 31,	As at March 31,
	2015	2014
Deferred tax asset created during the year		
Fixed asset: Impact of difference between tax depreciation and depreciation/amortization charged for financial reporting period	3,822,089	3,387,758
Provision for standard assets	47,042,888	36,719,371
Origination fees unamortised	68,717,663	63,809,969
Provision for gratuity	341,324	89,178
Provision for leave encashment	726,646	332,053
Provision for non performing assets	6,588,953	6,588,953
<b>Total (A)</b>	<b>127,239,563</b>	<b>110,927,282</b>
Deferred tax liability created during the year		
Borrowing costs amortisation	(42,067,754)	(29,624,325)
<b>Total (B)</b>	<b>(42,067,754)</b>	<b>(29,624,325)</b>
<b>Net deferred tax asset (A-B)</b>	<b>85,171,809</b>	<b>81,302,957</b>

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**IndoStar Capital Finance Limited**  
Notes forming part of the financial statements for the year ended March 31, 2015

**Note 12- Loans and advances**

*Amount in Rupees*

Particulars	As at March 31, 2015		As at March 31, 2014	
	Non Current portion	Current portion	Non Current portion	Current portion
Unsecured, considered good Security Deposits Unsecured, considered good	4,583,548	-	4,583,548	-
Secured, considered good Hypothecation loans Debentures Short term loans	14,879,001,623 8,590,032,569 -	4,649,695,571 660,639,560 1,000,000,000	9,781,900,999 10,302,386,726 -	3,184,273,437 308,598,581 250,000,000
Secured, considered doubtful Hypothecation loans	193,849,748	-	193,849,748	-
Unsecured, considered good Hypothecation loans Debentures Short term loans	571,428,572 -	228,571,428 -	1,000,000,000 -	- 99,566,000 600,000,000
Unsecured, considered good Advances recoverable in cash or in kind or for value to be received Prepaid expenses Service tax (input credit) Others	- 98,849,419 -	8,599,765 61,295,248 401,640 893,111	- 85,377,966 -	271,597 52,571,436 189,420 169,309
<b>Total</b>	<b>24,337,745,479</b>	<b>9,583,196,323</b>	<b>21,368,098,987</b>	<b>4,495,639,780</b>

**Note 13- Other assets**

*Amount in Rupees*

Particulars	As at March 31, 2015		As at March 31, 2014	
	Non Current portion	Current portion	Non Current portion	Current portion
Interest accrued on investments Interest accrued but not due on loans Interest accrued on fixed deposits with banks	-	11,013,897 414,561,975 20,275,195	-	12,789,244 228,151,914 16,930,781
<b>Total</b>	<b>53,704,595</b>	<b>445,851,067</b>	<b>104,048,513</b>	<b>257,871,939</b>

**Notes 14- Cash and bank balances**

*Amount in Rupees*

Particulars	As at March 31, 2015		As at March 31, 2014	
	Non Current	Current	Non Current	Current
Cash and cash equivalents i) Balances with scheduled banks in: Current accounts Deposits with original maturity of less than three months ii) Cheque on hand  Deposits with original maturity of more than three months but less than six months	-	287,291,972 1,830,000,000 4,088,610 2,735,000,000	-	1,151,700,721 3,115,000,000 - 415,000,000
<b>Total</b>	-	<b>4,856,380,582</b>	-	<b>4,681,700,721</b>





**IndoStar Capital Finance Limited**  
Notes forming part of the financial statements for the year ended March 31, 2015

**Note 15- Revenue from operations**

*Amount in Rupees*

Particulars	For the year ended March 31, 2015	For the year ended March 31, 2014
<b>Interest income on:</b>		
- Loan portfolio and related charges	4,243,424,251	3,247,169,933
- Deposits with banks	337,435,026	268,244,088
- Fixed income debt instruments	85,643,739	106,025,870
<b>Other financial services:</b>		
- Origination fees	512,848,373	283,133,664
- Syndication & other fees	88,782,290	28,528,061
- Gain on sale of loan assets	12,395,821	12,534,483
<b>Total</b>	<b>5,280,529,500</b>	<b>3,945,636,099</b>

**Note 16- Other income**

*Amount in Rupees*

Particulars	For the year ended March 31, 2015	For the year ended March 31, 2014
Dividend from debt mutual fund units	-	23,361,256
Miscellaneous income	26,559	49,079
<b>Total</b>	<b>26,559</b>	<b>23,410,335</b>

**Note 17- Employee benefit expenses**

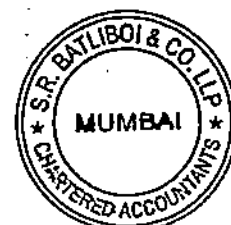
*Amount in Rupees*

Particulars	For the year ended March 31, 2015	For the year ended March 31, 2014
Salaries, other allowances and bonus	270,988,098	246,231,152
Gratuity expenses	1,601,823	89,561
Leave encashment	1,274,798	365,442
Contribution to provident and other funds	4,763,218	4,337,977
Staff welfare expenses	1,948,728	888,716
<b>Total</b>	<b>280,576,665</b>	<b>251,912,848</b>

**Note 18- Finance cost**

*Amount in Rupees*

Particulars	For the year ended March 31, 2015	For the year ended March 31, 2014
<b>Interest expense on</b>		
Debtures	753,779,000	424,116,527
Deposits from clients	67,314,489	35,154,050
Loans from banks	1,487,687,478	1,225,011,396
Commercial paper	190,812,480	168,575,678
<b>Other borrowing costs</b>		
Processing charges on loans	52,764,990	39,046,827
Other related costs	26,929,387	26,948,711
<b>Total</b>	<b>2,579,287,824</b>	<b>1,918,853,189</b>



**IndoStar Capital Finance Limited**  
Notes forming part of the financial statements for the year ended March 31, 2015

**Note 19- Other expenses**

Particulars	For the year ended March 31, 2015	For the year ended March 31, 2014
Rent	17,744,034	17,723,630
Rates & taxes	8,060,277	12,282,284
Printing & stationery	602,928	536,636
Travelling & conveyance	3,701,571	3,179,768
Advertisement	195,323	1,011,859
Business meeting	445,784	490,808
Business Promotion	1,634,727	1,723,526
Conference charges	143,748	706,772
Commission & brokerage	1,029,357	-
Office expenses	13,881,974	12,126,888
Directors' sitting fees	8,009,444	975,114
Insurance	3,786,579	1,429,263
Communication expenses	1,150,341	1,199,522
Payment to auditor		
- Audit fees	2,654,500	1,504,919
- Tax audit fees	318,540	265,450
- Certification	270,881	359,883
- Out of pocket	53,143	22,990
Bank charges	1,528,548	1,250,821
CSR expenses	10,000,000	-
Legal & professional charges	44,808,908	21,542,046
Loss on sale of fixed assets (net)	22,444	-
Loss on sale of investments	-	3,326,374
Membership & subscriptions	2,264,674	1,863,845
Miscellaneous expenses	14,280	-
<b>Total</b>	<b>122,322,005</b>	<b>83,522,398</b>

**Note 20- Provisions**

Particulars	For the year ended March 31, 2015	For the year ended March 31, 2014
General contingency provision (Refer note no.28)	-	(60,000,000)
Provision for standard assets	30,372,218	54,156,406
Provision for non-performing assets	-	19,384,975
<b>Total</b>	<b>30,372,218</b>	<b>13,541,381</b>

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**IndoStar Capital Finance Limited**  
Notes forming part of the financial statements for the year ended March 31, 2015

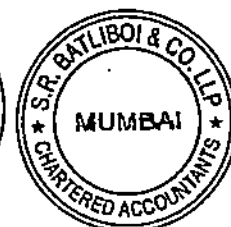
**Note 21- Earnings per share**

*Amount in Rupees except for no. of equity shares*

Particulars	For the year ended March 31, 2015	For the year ended March 31, 2014
Net Profit after tax as per profit and loss account Amount in Rupees (A)	1,490,648,023	1,121,361,821
Weighted average number of equity shares for calculating Basic EPS (B)	68,628,985	68,628,985
Weighted average number of equity shares for calculating Diluted EPS (C)	69,552,985	68,931,985
Basic earnings per equity share (in Rupees) (Face value of Rs. 10/- per share) (A) / (B)	21.72	16.34
Diluted earnings per equity share (in Rupees) (Face value of Rs. 10/- per share) (A) / (C)	21.43	16.27

Particulars	For the year ended March 31, 2015	For the year ended March 31, 2014
Weighted average number of equity shares for calculating Basic EPS	68,628,985	68,628,985
Add : Equity shares for no consideration arising on grant of stock options under ESOP	924,000	303,000
Weighted average number of equity shares in calculating Diluted EPS	69,552,985	68,931,985

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**IndoStar Capital Finance Limited**  
Notes forming part of the financial statements for the year ended March 31, 2015

**Note 22 - Gratuity and other post-employment benefit plans:**

The Company has an funded defined benefit gratuity plan. Every employee who has completed five years or more of service is eligible for a gratuity on separation at 15 days basic salary (last drawn salary) for each completed year of service.

Consequent to the adoption of revised AS 15 'Employee Benefits' issued under Companies Accounting Standard Rules, 2006, as amended, the following disclosures have been made as required by the standard:

**Profit and loss account**

**Net employee benefit expense (recognized in employee cost)**

Particulars	<i>Amount in Rupees</i>	
	For the year ended March 31, 2015	For the year ended March 31, 2014
Current service cost	1,040,154	953,394
Interest cost on benefit obligation	206,679	159,525
Expected return on plan assets	(228,767)	(149,619)
Net actuarial (gain) / loss recognised in the year	583,757	(842,146)
Past service cost	-	-
Adjustment in respect of interest not credited in the previous year	-	(31,593)
<b>Net benefit expense</b>	<b>1,601,823</b>	<b>89,561</b>

**Balance sheet**

**Details of Provision for gratuity**

Particulars	<i>Amount in Rupees</i>	
	As at March 31, 2015	As at March 31, 2014
Defined benefit obligation	(4,077,761)	(2,277,797)
Fair value of plan assets	3,073,573	2,015,432
Less: Unrecognised past service cost	-	-
<b>Plan asset / (liability)</b>	<b>(1,004,188)</b>	<b>(262,365)</b>

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

Particulars	<i>Amount in Rupees</i>	
	As at March 31, 2015	As at March 31, 2014
Opening defined benefit obligation	2,277,797	2,019,309
Interest cost	206,679	159,525
Current service cost	1,040,154	953,393
Benefits paid	-	-
Actuarial (gains) / losses on obligation	553,131	(854,430)
<b>Closing defined benefit obligation</b>	<b>4,077,761</b>	<b>2,277,797</b>

**The major categories of plan assets as a percentage of the fair value of total plan assets are as follows:**

Particulars	As at March 31, 2015	As at March 31, 2014
Investments with insurer	3,073,573	2,015,432

**The principal assumptions used in determining gratuity obligations for the Company's plan are shown below:**

Particulars	As at March 31, 2015	As at March 31, 2014
Discount Rate	7.80%	9.10%
Increase in compensation cost	6.00%	6.00%
Employee Turnover*		

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

\*5% at younger ages reducing to 1% at older ages

**Amounts for the Current and previous four years are as follows:**

Particulars	<i>Amount in Rupees</i>				
	As at March 31, 2015	As at March 31, 2014	As at March 31, 2013	As at March 31, 2012	As at March 31, 2011
Defined benefit obligation	4,077,761	2,277,797	2,019,308	918,890	-
Plan assets	3,073,573	2,015,432	1,415,180	-	-
Surplus / (deficit)	(1,004,188)	(262,365)	(604,128)	(918,890)	-
Experience adjustments on plan liabilities	26,861	(632,462)	(208,423)	(429,171)	(452,620)
Experience adjustments on plan assets	30,626	12,284	49,041	-	-

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**IndoStar Capital Finance Limited**  
Notes forming part of the financial statements for the year ended March 31, 2015

**Note 23- Employee stock option plans**

The company provides share-based employee benefits to the employees of the Company, the Holding Company or Subsidiary Company working in India or outside India, the Director, whether a whole time Director or otherwise; whether in India or outside India, including the Director of the Company, the Holding Company or a Subsidiary Company, such other entities or individuals as may be permitted by Applicable Laws and any of the aforesaid Employees who are on deputation at the request of the Company and During the year ended 31 March 2015, an employee stock option plan (ESOP) was in existence. The relevant details of the scheme and the grant are as below.

On 20 June 2012, the board of directors approved the share-based employee benefits ESOP Scheme 2012 (Scheme 2012) for issue of stock options to the key employees and directors of the company. According to the Scheme 2012, the employee selected by the Nomination and remuneration committee from time to time will be entitled to options, subject to satisfaction of the prescribed vesting conditions. The contractual life (comprising the vesting period and the exercise period) of options granted is 5 years.

Other relevant terms of the grant are as follows	Terms
Vesting period	5 years
Exercise period	4 years from the date of vesting
Expected life	5 years
Market price	Nil

The details of activity under the Scheme 2012 are summarized below:

Particulars	Tranche I	Tranche II	Tranche III	Tranche IV	Tranche V
Date of grant	21-Aug-12	18-Feb-13	28-Mar-13	14-Aug-13	23-Apr-14
Number of option granted	203,000	100,000	20,000	10,000	666,000
Number of option cancelled	30,000	-	20,000	10,000	15,000
Number of option outstanding	173,000	100,000	-	-	651,000
Weighted average remaining contractual life (in years)	5	6	4	4	6
Weighted average fair value of options granted (Rs)	99.63	102.52	91.11	92.16	105.67
Weighted Average Exercise Price (Rs)	140.00	145.00	145.10	147.24	149.37

The range of exercise prices for options outstanding at the end of the year was Rs 140.00 to Rs 149.37 (31 March 2014: Rs 140.00 to Rs 147.24).

The Black Scholes valuation model has been used for computing the weighted average fair value considering the following inputs:

Particulars	Tranche I	Tranche II	Tranche III	Tranche IV	Tranche V
Dividend yield (%)	0%	0%	0%	0%	0%
Expected volatility	0.5811	0.5765	0.5709	0.5671	0.5733
Risk-free interest rate	8%	8%	8%	8%	8%
Weighted average share price (Rs)	Nil	Nil	Nil	Nil	Nil
Exercise price (Rs)	140.00	145.00	145.10	147.24	149.37
Expected life of options granted in years	8	8	6	6	8

The expected life of the stock is based on historical data and current expectations and is not necessarily indicative of exercise patterns that may occur. The expected volatility reflects the assumption that the historical volatility over a period similar to the life of the options is indicative of future trends, which may also not necessarily be the actual outcome.

The company measures the cost of ESOP using the intrinsic value method. Had the company used the fair value model to determine compensation, its profit after tax and earnings per share as reported would have changed to the amounts indicated below:

Particulars	For the year ended March 31, 2015	For the year ended March 31, 2014
Profit after tax as reported	1,490,648,023	1,121,361,821
Add: ESOP cost using the intrinsic value method	-	-
Less: ESOP cost using the fair value method	96,279,160.00	27,487,990.00
Proforma profit after tax	1,394,368,863	1,093,873,831
<b>Earnings Per Share</b>		
<b>Basic</b>		
- As reported	21.72	16.34
- Proforma	20.32	15.94
<b>Diluted</b>		
- As reported	21.43	16.27
- Proforma	20.05	15.87

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**IndoStar Capital Finance Limited**  
Notes forming part of the financial statements for the year ended March 31, 2015

**Note 24 - Related party disclosure**

**Names of related parties and related party relationships**

<b>Holding Company</b>	Indostar Capital (Mauritius)
<b>Subsidiary Company</b>	IndoStar Asset Advisory Private Limited
<b>Key Managerial Personnel</b>	Vimal Bhandari - MD & CEO Sanjay Hinduja** - Wholetime Director Shailesh Shirali - Wholetime Director Pankaj Thapar - CFO Jitendra Bhatti - Company Secretary
<b>Relatives of Key Managerial Personnel</b>	There are no transactions, and hence not reported

\*\* till 31 August 2013

**I. Related party with whom transactions have taken place during the period**

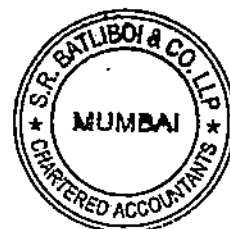
Name of related party & nature of relationship	Particulars	Amount in Rupees	
		For the year ended March 31, 2015	For the year ended March 31, 2014
<b>Key managerial personnel</b>			
Vimal Bhandari	Remuneration paid*	43,939,375	39,939,375
	Expenses reimbursed	725,048	770,482
Sanjay Hinduja	Remuneration paid*	-	7,711,533
	Expenses reimbursed	-	31,852
Shailesh Shirali	Remuneration paid*	46,649,499	39,149,499
Pankaj Thapar	Remuneration paid*	20,459,708	15,459,708
	Expenses reimbursed	164,806	145,895
Jitendra Bhatti	Remuneration paid*	4,296,140	2,783,036
	Expenses reimbursed	110,161	47,004
<b>Subsidiary Company</b>			
IndoStar Asset Advisory Private Limited	Investment in subsidiary	-	100,000
	Reimbursement of expenses	380,900	30,500

\*include bonus on accrual basis

**II. Balance as at period end**

Name of related party & nature of relationship	Particulars	Amount in Rupees	
		As at March 31, 2015	As at March 31, 2014
<b>Holding Company</b>			
Indostar Capital (Mauritius)	Investment in share capital	680,353,320	680,353,320
	Securities premium	8,164,239,840	8,164,239,840
<b>Key managerial personnel</b>			
Vimal Bhandari	Investment in share capital	2,314,552	2,314,552
	Securities premium	27,692,280	27,692,280
Shailesh Shirali	Investment in share capital	23,077	23,077
Pankaj Thapar	Investment in share capital	800	800
<b>Subsidiary Company</b>			
Indostar Asset Advisory Private Limited	Investment in subsidiary	100,000	100,000
	Reimbursement of expenses	380,900	-

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**IndoStar Capital Finance Limited**  
Notes forming part of the financial statements for the year ended March 31, 2015

**Note 25- Contingent liabilities and Commitments**

*Amount in Rupees*

Capital and other commitments	As at March 31, 2015	As at March 31, 2014
Loans sanctioned not yet disbursed	4,459,752,370	1,088,078,918

**Note 26- Leases**

**In case of assets taken on lease**

The Company has taken various office premises under operating lease. The lease payments recognized in the statement of profit & loss are Rs. 1,77,44,034 (March 31, 2014: Rs. 1,77,23,630). The non-cancellable operating lease agreements are for a period of 60 months. There are no restrictions imposed by lease arrangements. There are no sub leases.

The future minimum lease payments in respect of non-cancellable operating lease as at the balance sheet date are summarized below :

*Amount in Rupees*

Particulars	As at March 31, 2015	As at March 31, 2014
<b>Minimum Lease Payments:</b>		
Not later than one year	16,541,844	11,027,896
Later than one year but not later than five years	65,615,980	-
Later than five years	-	-

**Note 27 - Dues to Micro, Small and Medium enterprises as per MSMED Act, 2006**

Based on the intimation received by the Company, some of the suppliers have confirmed to be registered under "The Micro, Small and Medium Enterprises Development ("MSMED") Act, 2006". Accordingly, the disclosures relating to amounts unpaid as at the year ended together with interest paid /payable are furnished below:

*Amount in Rupees*

Particulars	As at March 31, 2015	As at March 31, 2014
The principal amount remaining unpaid to supplier as at the end of the year	-	-
The interest due thereon remaining unpaid to supplier as as the end of the year	-	-
The amount of interest paid in terms of Section 16, along with the amount of payment made to the supplier beyond the appointment day during the year	-	-
The amount of interest due and payable for the year of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under this Act	-	-
The amount of interest accrued during the year and remaining unpaid at the end of the year	-	-
The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise for the purpose of disallowance as a deductible expenditure under section 23 of the Micro Small and Medium Enterprise Development Act, 2006	-	-

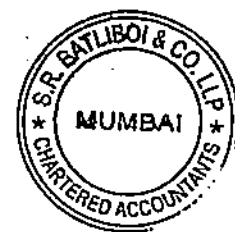
**Note 28 - General Contingency Provision**

The Company had reassessed the general contingency provision in the previous year and on reassessment it has been reversed in the previous year.

**Note 29 - Capital to Risk Assets Ratio Disclosure**

Particulars	As at March 31, 2015	As at March 31, 2014
(i) CRAR (%)	32.64	41.45
(ii) CRAR – Tier I capital (%)	32.29	41.05
(iii) CRAR – Tier II capital (%)	0.35	0.39
(iv) Amount of Subordinated debt raised as Tier - II capital	-	-
(v) Amount raised by issue of perpetual debt instruments	-	-

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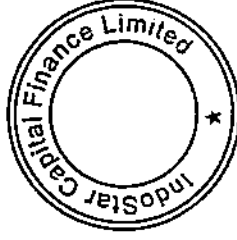
**IndoStar Capital Finance Limited**  
Notes forming part of the financial statements for the year ended March 31, 2015

**Note 30- Asset liability management**

	Amount In Rupees							
	1 day to 30/31 days	Over one month to 2 months	Over 2 months upto 3 months	Over 3 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
<b>Liabilities:</b>								
Borrowings from banks	91,666,667	629,756,410	652,931,313	1,466,845,299	2,996,394,007	6,963,315,815	2,498,635,861	111,100,000
Market borrowings	1,739,159,983	990,671,848	-	240,365,924	791,723,300	4,699,368,638	1,715,937,283	150,000,000
<b>Assets:</b>								
Loans & advances	1,209,958,568	967,122,301	976,935,721	2,000,153,291	4,357,836,678	17,030,167,401	6,973,022,852	231,122,259
Investments	-	-	-	41,600,000	41,600,000	187,200,000	275,700,000	-

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**IndoStar Capital Finance Limited**  
Notes forming part of the financial statements for the year ended March 31, 2015

**Note 31- Exposure to real estate sector**

		<i>Amount in Rupees</i>	
Category		As at March 31, 2015	As at March 31, 2014
<b>A</b>	<b>Direct exposure</b>		
	<b>i. Residential Mortgages</b> Lending fully secured by mortgages on residential property that is or will be occupied by the borrower or that is rented; (Individual housing loans up to Rs.15 lakhs may be shown separately)	74,076,681	-
	<b>ii. Commercial Real Estate</b> Lending secured by mortgages on commercial real estate's (office buildings, retail space, multipurpose commercial premises, multi-family residential buildings, multi-tenanted commercial premises, industrial or warehouse space, hotels, land acquisition, development and construction, etc.). Exposure would also include non-fund based (NFB) limits;	12,282,311,575	9,832,881,813
	<b>iii. Investments in Mortgage Backed Securities (MBS) and other securitised exposures</b> - Residential - Commercial Real Estate	Nil Nil Nil	Nil Nil Nil
<b>B</b>	<b>Indirect Exposure</b> Fund based and non-fund based exposures on National Housing Bank (NHB) and Housing Finance Companies (HFCs)	Nil	Nil

**Note 32- Exposure to capital market**

		<i>Amount in Rupees</i>	
		As at March 31, 2015	As at March 31, 2014
1	Direct investment in equity shares, convertible bonds, convertible debentures and units of equity-oriented mutual funds the corpus of which is not exclusively invested in corporate debt;	-	-
2	Advances against shares / bonds / debentures or other securities or on clean basis to individuals for investment in shares (including IPOs / ESOPs), convertible bonds, convertible debentures, and units of equity-oriented mutual funds;	-	-
3	Advances for any other purposes where shares or convertible bonds or convertible debentures or units of equity oriented mutual funds are taken as primary security;	1,000,000,000	1,750,000,000
4	Advances for any other purposes to the extent secured by the collateral security of shares or convertible bonds or convertible debentures or units of equity oriented mutual funds i.e. where the primary security other than shares / convertible bonds / convertible debentures / units of equity oriented mutual funds 'does not fully cover the advances;	-	-
5	Secured and unsecured advances to stockbrokers and guarantees issued on behalf of stockbrokers and market makers;	-	-
6	Loans sanctioned to corporates against the security of shares / bonds / debentures or other securities or on clean basis for meeting promoter's contribution to the equity of new companies in anticipation of raising resources;	-	-
7	Bridge loans to companies against expected equity flows / issues;	-	-
8	All exposures to Venture Capital Funds (both registered and unregistered)	-	-

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**IndoStar Capital Finance Limited**  
Notes forming part of the financial statements for the year ended March 31, 2015

Note 33- Other Disclosures Pursuant to the RBI Circular No. DNBR (PD) CC. No. 002/03.10.001/2014-15 dated November 10, 2014

**I - Break up of 'Provisions and Contingencies' shown under the head Expenditure in Profit and Loss Account** *Amount in Rupees*

		As at March 31, 2015	As at March 31, 2014
1	Provisions for depreciation on Investment	-	-
2	Provision towards NPA	-	19,384,975
3	Provision made towards Income tax	774,098,041	613,950,379
4	Other Provision and Contingencies (with details)	-	-
5	Provision for Standard Assets	30,372,218	54,156,406

**II - Concentration of Advances** *Amount in Rupees*

		As at March 31, 2015
1	Total Advances to twenty largest borrowers	22,677,160,393
2	Percentage of Advances to twenty largest borrowers to Total Advances of the NBFC	66.13%

**III - Concentration of Exposures** *Amount in Rupees*

		As at March 31, 2015
1	Total Exposure to twenty largest borrowers /customers	26,971,172,299
2	Percentage of Exposures to twenty largest borrowers / customers to Total Exposure of the NBFC on borrowers / customers	57.21%

**IV - Concentration of NPAs** *Amount in Rupees*

		As at March 31, 2015
1	Total Exposure to top four NPA accounts	193,849,748

**V - Sectorwise NPA (% of NPA to Total Advances in that sector)** *Amount in Rupees*

		As at March 31, 2015
1	Agriculture and allied activities	-
2	MSME	-
3	Corporate borrowers	1.57%
4	Services	-
5	Unsecured personal loans	-
6	Auto loans	-
7	Other personal loans	-

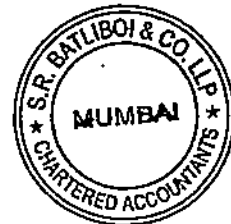
**VI - Movement of NPAs** *Amount in Rupees*

		As at March 31, 2015	As at March 31, 2014
	Net NPAs to Net Advances (%)	0.52%	0.69%
	<b>Movement of NPAs (Gross)</b>		
	Opening balance	193,849,747	-
	Additions during the year	-	193,849,747
	Reductions during the year	-	-
	Closing balance	193,849,747	193,849,747
	<b>Movement of Net NPAs</b>		
	Opening balance	174,464,772	-
	Additions during the year	-	174,464,772
	Reductions during the year	-	-
	Closing balance	174,464,772	174,464,772
	<b>Movement of provisions for NPAs (excluding provisions on standard assets)</b>		
	Opening balance	19,384,975	-
	Provisions made during the year	-	19,384,975
	Write-off / write-back of excess provisions	-	-
	Closing balance	19,384,975	19,384,975

**VII - Customer Complaints**

		As at March 31, 2015
1	No. of complaints pending at the beginning of the year	NIL
2	No. of complaints received during the year	NIL
3	No. of complaints redressed during the year	NIL
4	No. of complaints pending at the end of the year	NIL

S. A.



**IndoStar Capital Finance Limited**  
Notes forming part of the financial statements for the year ended March 31, 2015

**VIII - Investments**

Particulars		As at March 31, 2015	As at March 31, 2014
1	Value of Investments		
	(i) Gross Value of Investments		
	(a) In India	546,100,000	608,500,000
	(b) Outside India	-	-
	(ii) Provision for Depreciation		
	(a) In India	-	-
(b) Outside India	-	-	
(iii) Net Value of Investments			
(a) In India	546,100,000	608,500,000	
(b) Outside India	-	-	
2	Movement of provisions held towards depreciation on investments		
	(i) Opening balance	-	-
	(ii) Add : Provisions made during the year	-	-
	(iii) Less : Write-off/ write-back of excess provision during the year	-	-
	(iv) Closing balance	-	-

**IX - Registration obtained from other financial sector regulators : None**

**X - Details of Single Borrower Limit (SBL) / Group Borrower Limit (GBL) exceeded by NBFC**  
The Company has not exceeded the Single Borrower Limit (SBL) / Group Borrower Limit (GBL) during the financials year.

**X - Details of financing of parent company products : None**

**XI - Disclosure of penalties imposed by RBI and other regulators : None**

**XII - Draw down from reserves : None**

**XIII - Rating assigned by credit rating agencies and migration of ratings during the year**

Sr. No.	Instrument	Credit Rating Agency	As at March 31, 2015	As at March 31, 2014
1	Commercial Paper	CARE	A1+	A1+
		ICRA	A1+	A1+
		CRISIL	A1+	-
2	Bank term loan	CARE	AA-	AA-
3	NCD	CARE	AA-	AA-

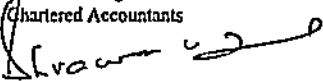
**XIV - Unsecured Advances against intangible securities : None**

**Note 34- Previous years comparative**

Previous year / periods figures have been regrouped / rearranged, wherever considered necessary, to conform with Current year / periods presentation.

As per our report of even date

For SR Batliboi & Co LLP  
ICAI Firm Registration No. 301003E  
Chartered Accountants



per Shrawan Jalan  
Partner  
Membership No. 102102



Mumbai  
May 15, 2015

For and on behalf of the Board of Directors of  
IndoStar Capital Finance Limited

  
Vimal Bhandari  
MD & CEO

  
Dhanpal Jhaveri  
Director

  
Rankaj Thapar  
Chief Financial Officer

  
Jitendra Bhatti  
Company Secretary

Mumbai  
May 15, 2015