

September 3, 2020

To,
The Secretary,
The Bombay Stock Exchange,
Phiroze Jeejeebhoy Towers
Dalal Street
Mumbai- 400001
Scrip Code: 530979

Dear Sir/Madam,

Sub: Notice and Annual Report of Twentieth (30th) Annual General Meeting of India Home Loan Limited (the Company)

Ref: Regulation 30 and 34 of SEBI Listing Obligations and Disclosure Requirements (LODR) Regulations, 2015 read with its Amendments

With reference to captioned subject, we wish to inform that the 30th Annual General Meeting ("AGM") of India Home Loan Limited ("the Company") is scheduled to be held on Friday, September 25, 2020 at 10:00 AM IST through Video Conferencing ("VC") / Other Audio Visual Means ("OAVM"), in compliance with the General Circular No. 14/2020 dated April 8, 2020, 17/2020 dated April 13, 2020 and 20/2020 dated May 5, 2020 issued by the Ministry of Corporate Affairs ("MCA circulars"), and other applicable provisions of the Companies Act, 2013 and SEBI Circular no. SEBI/HO/CFD/CMD1/CIR/P/2020/79 dated May 12, 2020, to transact the businesses as set forth in the Notice of AGM.

Pursuant to the provisions of Regulation 30 and 34 of the SEBI LODR Regulations, 2015 please find enclosed the Notice of the 30th AGM along with the Annual Report of the Company for the FY 2019-20.


In compliance with the aforesaid MCA Circulars and SEBI Circulars, the Notice of the 30th AGM along with the Annual Report for the FY 2019-20 have been sent only through electronic mode to those members whose email IDs are registered with the Company/ Depositories.

Further, the Notice of 30th AGM and the Annual Report for the FY 2019-20 are also made available on the website of the Company at www.indiahomeloan.co.in

Request you to kindly take the above intimation on record.

Thanking You!

For India Home Loan Limited



Ayushi Thakuriya
Company Secretary & Compliance Officer
A48816



Enclosed: Notice of AGM and Annual Report FY 2019- 20



**INDIA HOME
LOAN LTD.**



**30TH ANNUAL REPORT
2019-2020**



INDIA HOME LOAN LTD.

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CORPORATE INFORMATION

BOARD OF DIRECTORS

Mr. Mahesh N. Pujara
Managing Director

Mr. Mitesh M. Pujara
Whole-Time Director

Mr. Subhash A. Patel
Non-Executive Director
(up to December 28, 2019)

Mr. Govinder Singh
Independent Director

Mrs. Harshita A. Jagwani
Independent Director
(up to January 25, 2020)

Mr. Ramesh M. Bhujang
Independent Director
(w.e.f. January 15, 2020)

Mrs. Shakuntala B. Merchant
Independent Director

Mr. Siddharth P. Kothari
Nominee Director

Mr. Vinit J. Rai
Nominee Director

CHIEF FINANCIAL OFFICER

Mr. Vijay Dube
(up to October 25, 2019)

Mr. Abhishek Agarwal
(w.e.f. April 23, 2020)

COMPANY SECRETARY

Mr. Satish Kumar Prajapati
(up to August 31, 2019)

Ms. Ayushi Thakuriya
(w.e.f. December 13, 2019)

REGISTERED & CORPORATE OFFICE

504/504A, 5th Floor,
Nirmal Ecstasy, Jatashankar Dosa Road,
Mulund (W), Mumbai-400080

REGISTRAR & TRANSFER AGENT

Purva Shareregistry (India) Private Limited
Unit No. 9, Shiv Shakti Industrial Estate
J.R. Boricha Marg, Lower Parel (E),
Mumbai 400 011
Email: support@purvashare.com

Shares are listed with
BSE Limited

BOARD COMMITTEES**Audit Committee**

Mr. Govinder Singh, Chairperson
Mrs. Shakuntala B. Merchant, Member
Mr. Siddharth P. Kothari, Member
Mr. Ramesh M. Bhujang, Member

Nomination and Remuneration Committee

Mrs. Shakuntala B. Merchant, Chairperson
Mr. Govinder Singh, Member
Mr. Siddharth P. Kothari, Member
Mr. Vinit J. Rai, Member

Stakeholders Relationship Committee

Mr. Govinder Singh, Chairperson
Mr. Mahesh N. Pujara, Member
Mr. Mitesh M. Pujara, Member
Mr. Ramesh M. Bhujang, Member

Statutory Auditors

M/s. Joshi & Shah
257, Gurunanak Motor Market
V P Road, Prathana Samaj
Mumbai-400004

Secretarial Auditor

M/s. D.A. Kamat & Co.
A-308, Royal Sands, Shastri Nagar
Behind Infinity Mall, New Link Road,
Andheri (W), Mumbai-400053

Bankers

Kotak Mahindra Bank
Axis Bank Ltd
Federal Bank
AU Small Finance Bank
HDFC Bank Ltd
IDBI Bank Ltd
State Bank of India
Bandhan Bank

BRANCH OFFICES

A/202, Ganesh Plaza, Near Bus Stand
Navrangpura, Ahmedabad-380009,
Ph. 079-26449917/18

428, Indraprastha Complex,
Pancheswar Tower Road, Jamnagar-361001
Mob. 7228059093

Bharambe Building, Opp. Barade Modicos
Gandhi Nagar, Zilla Peth, Jalgaon-425001
Mob. 9021902124

303-A, 3rd Floor, Sanskriti Tower,
Above Yes Bank, Plot No. 5, Masuria Scheme,
Nr. New Kohinoor Cinema, Chopasni Road,
Jodhpur-342003, Mob. 9860977044

215, Om Corner, Banking Circle,
Gandhidham, Kutch-370201
Mob. 9825046655

B-56, Okhla Industrial Estate
Industrial Area Phase-I, New-Delhi-110020
Mob. 9811922349

17, Shree Dev Complex, Opp. Khadiya Mill
Station Road, Patan-384265, Mob. 9725225249

127, 4th Floor, Samriddhi Bhavan
Opp. Bombay Petrol Pump, Gondal Road,
Rajkot-360002, Mob. 9925108674

401, 6th Floor, New Opera House,
Near Desai CNG Station, Bamroli Road,
Khatodra, Surat-395001, Mob. 8153036666

122, 1st Floor, Siddharth Complex, Alkapuri
Vadodara-390007, Mob. 9824037643

22, 1st Floor, Vinayak Plaza,
Opp. Nagar Palika, Rajendra Bhavan Road,
Veraval-362265, Mob.8347511269

Notice of the 30th Annual General Meeting

NOTICE is hereby given that the Thirtieth Annual General Meeting (AGM) of the members of India Home Loan Limited (CIN: L65910MH1990PLC059499) will be held on Friday, September 25, 2020, at 10:00 a.m. through Video Conferencing ("VC")/ Other Audio Visual Means ("OAVM"), to transact the following business:

ORDINARY BUSINESS

1. To receive, consider and adopt the Audited Financial Statements of the Company for the financial year ended March 31, 2020 together with the Reports of the Board of Directors and Auditors thereon.
2. To declare a dividend on Equity Shares for the financial year ended March 31, 2020.
3. To appoint a Director in place of Mr. Mitesh M. Pujara (DIN: 02143047), the Executive Director, who though not liable to retire by rotation is retiring by rotation to enable compliance by the Company with the provisions of Section 152 of the Companies Act, 2013 (hereinafter called "the Act") and being eligible, offers himself for re-appointment.

SPECIAL BUSINESS

4. To consider and if thought fit, to pass with or without modification(s), the following resolution as an **Ordinary Resolution**:

"RESOLVED THAT pursuant to the provisions of Sections 149, 152 and other applicable provisions, if any, of the Companies Act, 2013 ("Act") and the Rules made thereunder, read with Schedule IV of the Act and Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, including any statutory modification(s) or amendment(s) thereto or re-enactment(s) thereof for the time being in force, Mr. Ramesh Madhavrao Bhujang (DIN: 00194189), who was appointed as an Additional Director (Independent) of the Company by the Board of Directors with effect from January 15, 2020 pursuant to the provisions of Section 161 of the Act and Articles of Association of the Company and who holds office upto the date of this Annual General Meeting and in respect of whom the Company has received a notice in writing under Section 160 of the Act from a member proposing his candidature for the office of Director, be and is hereby appointed as an Independent Director of the Company, not liable to retire by rotation, for a term of five consecutive years commencing with effect from January 15, 2020."

5. To consider and if thought fit, to pass with or without modification(s), the following resolution as a **Special Resolution**:

"RESOLVED THAT pursuant to the provisions of Section 180(1)(a) and other applicable provisions, if any, of the Companies Act, 2013, as amended from time to time, consent of the Company be and is hereby given to the Board of Directors of the Company (hereinafter referred to as the "Board" which term shall be deemed to include any committee thereof) to create such charges, mortgages and hypothecations in addition to the existing charges, mortgages and hypothecations created by the Company, on such movable and immovable properties, both present and future, and in such manner as the Board may deem fit, together with power to take over the substantial assets of the Company in certain events in favour of banks/financial institutions, other investing agencies and trustees for the holders of debentures/bonds/other instruments to secure rupee/foreign currency loans and/or the issue of debentures whether partly/fully convertible or non-convertible and/ or rupee/foreign currency convertible bonds and/or foreign currency bonds and/or bonds with share warrants attached (hereinafter collectively referred to as "Loans") provided that the total amount of Loans together with interest thereon, additional interest, compound interest, liquidated damages, commitment charges, premium on pre-payment or on redemption, costs, charges, expenses and all other monies payable by the Company in respect of the said Loans for which the charge is to be created, shall not, at any time exceed Rs. 450 Crore (Rupees Four Hundred and Fifty Crore) or the

aggregate of the paid up capital and free reserves of the Company, whichever is higher.”

“RESOLVED FURTHER THAT the Board be and is hereby authorized to do all such acts, deeds and things, to execute all such documents, instruments and writings as may be required to give effect to this Resolution.”

By Order of the Board

Ayushi Thakuriya
Company Secretary

Date: 28.08.2020

Registered Office:

504/504A, 5th Floor, Nirmal Ecstasy,
Jatashankar Dosa Road,
Mulund (w) Mumbai 400080
customercare@indiahomeloan.co.in
www.indiahomeloan.co.in
CIN: L65910MH1990PLC059499

Notes:

1. In view of the continuing Covid-19 pandemic, the Ministry of Corporate Affairs (“MCA”) has vide its circular dated May 5, 2020 read with circulars dated April 8, 2020 and April 13, 2020 (collectively referred to as “MCA Circulars”) permitted the holding of the Annual General Meeting (“AGM”) through Video Conferencing (VC) / Other Audio Visual Means (OAVM), without the physical presence of the Members at a common venue. In compliance with the provisions of the Companies Act, 2013 (“Act”), SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (“SEBI Listing Regulations”) and MCA Circulars, the Thirtieth Annual General Meeting (AGM) of the Company is being held through VC / OAVM.
2. PURSUANT TO THE PROVISIONS OF THE ACT, A MEMBER ENTITLED TO ATTEND AND VOTE AT THE AGM IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE ON HIS/HER BEHALF AND THE PROXY NEED NOT BE A MEMBER OF THE COMPANY. SINCE THIS AGM IS BEING HELD PURSUANT TO THE MCA CIRCULARS THROUGH VC / OAVM, PHYSICAL ATTENDANCE OF MEMBERS HAS BEEN DISPENSED WITH. ACCORDINGLY, THE FACILITY FOR APPOINTMENT OF PROXIES BY THE MEMBERS WILL NOT BE AVAILABLE FOR THE AGM AND HENCE THE PROXY FORM AND ATTENDANCE SLIP ARE NOT ANNEXED TO THIS NOTICE.
3. Institutional / Corporate Shareholders (i.e. other than individuals / HUF, NRI, etc.) are required to send a scanned copy (PDF/JPG Format) of its Board or governing body Resolution/Authorization etc., authorizing its representative to attend the AGM through VC / OAVM on its behalf and to vote through remote e-voting or voting at the AGM. The said Resolution/Authorization shall be sent to the Scrutinizer by email through its registered email address to [cgsakaria.cs@gmail.com](mailto:cdsakaria.cs@gmail.com) with a copy marked to evoting@nsdl.co.in.

4. The attendance of the Members attending the AGM through VC/OAVM will be counted for the purpose of reckoning the quorum under Section 103 of the Act.
5. A statement pursuant to Section 102(1) of the Act, relating to the Special Business under Item No. 4 and 5 mentioned above is annexed hereto. The relevant details, pursuant to Regulations 26(4) and 36(3) of the SEBI Listing Regulations and Secretarial Standard on General Meetings issued by the Institute of Company Secretaries of India, in respect of Director seeking appointment/re-appointment at this AGM is annexed hereto.
6. To support the “Green Initiative”, Members who have not registered their email addresses are requested to register the same with the Company’s Registrar and Share Transfer Agent/their Depository Participants, in respect of shares held in physical/electronic mode, respectively.
7. Members are requested to intimate changes, if any, pertaining to their name, postal address, email address, telephone/ mobile numbers, Permanent Account Number (PAN), mandates, nominations, power of attorney, bank details such as, name of the bank and branch details, bank account number, MICR code, IFSC code, etc., to their Depository Participant in case the shares are held in electronic form and to our RTA M/s. Purva Sharegistry (India) Private Limited in case the shares are held in physical form.
8. The Share Transfer Books and Register of Members of the Company will remain closed from September 21, 2020 to September 25, 2020 (both days inclusive) for the purpose of determining the members who shall be entitled to dividend, if any declared at the AGM.
9. The dividend, as recommended by the Board, if declared and approved at the Annual General Meeting will be paid to those members whose names appear in the Register of Members at the end of business hours on September 18, 2020. In respect of shares held in dematerialized form, the dividend will be paid on the basis of beneficial ownership, as per the details to be furnished for the purpose by National Securities Depository Limited (NSDL) and Central Depository Services (India) Limited (CDSL) as at the end of business hours on September 18, 2020.
10. **Transfer of Unclaimed/Unpaid amounts to the Investor Education and Protection Fund (IEPF):**
Members are requested to note that dividends not encashed or remaining unclaimed for a period of 7 (seven) years from the date of transfer to the Company’s Unpaid Dividend Account, shall be transferred to the Investor Education and Protection Fund (“IEPF”) established by the Central Government. Further, pursuant to the provisions of Section 124 of the Act read with the Investor Education and Protection Fund Authority (Accounting, Audit, Transfer and Refund) Rules, 2016 (“IEPF Rules”) as amended to date, all shares on which dividend has not been paid or claimed for seven consecutive years or more shall be transferred to IEPF Authority as notified by the Ministry of Corporate Affairs.

It is in the Members’ interest to claim any un-encashed dividends and for future, opt for Electronic Clearing Service, so that dividends paid by the Company are credited to the Members’ account on time. Members who have not yet encashed the dividend warrants are requested to forward their claims to the Company’s Registrar and Share Transfer Agents. Members are requested to contact the Company’s Registrar and Share Transfer Agent to claim the unclaimed/ unpaid dividends at the following address:

Purva Sharegistry (India) Private Limited, Unit No. 9, Shiv Shakti Industrial Estate
J.R. Boricha Marg, Lower Parel (E), Mumbai-400 011
Email: support@purvashare.com

11. Members are requested to update their bank mandate/ NECS / Direct credit details / name / address / power of attorney and their Core Banking Solutions enabled account number:
- For shares held in physical form: with the Registrar and Share Transfer Agent of the Company.
 - For shares held in dematerialized form with the depository participant with whom they maintain their demat account.

Kindly note that as per Regulation 12 read with Schedule I of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, for distribution of dividends or other cash benefits to the investors, electronic mode of payments like National Electronic Clearing Service (NECS), Electronic Clearing Service (ECS), Real Time Gross Settlement (RTGS) and National Electronic Funds Transfer (NEFT) shall be used. In cases where the details like MICR no., IFSC no. etc. required for effecting electronic payments are not available, physical payment instrument like dividend warrants, will be used. Accordingly, we recommend you to avail the facility of direct electronic credit of your dividend and other cash benefits through electronic mode and in all cases keep your bank account details updated in your demat account / physical folio.

12. In compliance with the aforesaid MCA Circulars and SEBI Circular dated May 12, 2020, Notice of the AGM along with Annual Report 2019-20 is being sent only through electronic mode to those Members whose e-mail addresses are registered with the Company / Depository Participants. Members may note that the Notice and the Annual Report 2019-20 will also be available on the Company's website at www.indiahomeloan.co.in, on the website of the Stock Exchange i.e. BSE Limited at www.bseindia.com and on the website of National Securities Depository Limited viz., www.nsdl.co.in.
13. Pursuant to Finance Act 2020, dividend income will be taxable in the hands of shareholders w.e.f. April 1, 2020 and the Company is required to deduct tax at source from dividend paid to shareholders at the prescribed rates. For the prescribed rates for various categories, the shareholders are requested to refer to the Finance Act, 2020 and amendments thereof. The shareholders are requested to update their PAN with the Company / Registrar and Transfer Agent (in case of shares held in physical mode) and with the Depository Participants (in case of shares held in demat mode).

A Resident individual shareholder with PAN and who is not liable to pay income tax, can submit a yearly declaration in Form No. 15G/15H, to avail the benefit of non-deduction of tax at source by sending an email to support@purvashare.com latest by 11:59 p.m. (IST) on September 18, 2020.

Shareholders are requested to note that in case their PAN is not registered, the tax will be deducted at a higher rate of 20%.

Non-resident shareholders can avail beneficial rates under tax treaty between India and their country of residence, subject to providing necessary documents i.e. No Permanent Establishment and Beneficial Ownership Declaration, Tax Residency Certificate, Form 10F, any other document which may be required to avail the tax treaty benefits by sending an email to support@purvashare.com

The aforesaid declarations and documents need to be submitted by the shareholders latest by September 18, 2020.

14. Since the AGM will be held through VC/ OAVM, the route map of the venue of the Meeting is not annexed hereto.

15. The Securities and Exchange Board of India (SEBI) has mandated the submission of Permanent Account Number (PAN) by every participant in the securities market. Members holding shares in dematerialized form are, therefore, requested to submit their PAN to their Depository Participants with whom they are maintaining their Demat Accounts. Members holding shares in physical form can submit their PAN to the Company / RTA.
16. Pursuant to Section 72 of the Companies Act, 2013 members holding shares in physical form are advised to file nomination in the prescribed Form SH-13 with the Company's Registrars & Share Transfer Agents. In respect of shares held in electronic / demat form, the members may please contact their respective depository participant.
17. In case of joint holders attending the AGM, only such joint holder who is higher in the order of names will be entitled to vote.
18. For receiving all communication (including Annual Report) from the Company electronically:
 - a) Members holding shares in physical mode and who have not registered / updated their email address with the Company are requested to register / update the same by writing to the Company with details of folio number and attaching a self-attested copy of PAN card at support@purvashare.com.
 - b) Members holding shares in dematerialised mode are requested to register / update their email addresses with the relevant Depository Participant.
19. The Company has engaged the services of National Securities Depository Limited (NSDL) as the authorized agency for conducting of the e-AGM and providing e-voting facility in accordance with circulars issued by MCA and SEBI.
20. Members will be allowed to attend the AGM through VC / OAVM on first come, first served basis. Facility to join the meeting shall be opened thirty minutes before the scheduled time of the AGM and shall be kept open throughout the proceedings of the AGM.
21. Instructions for attending the e-AGM and e-voting are as follows:
22. Voting through electronic means:
 - (i) In compliance with the provisions of Section 108 of the Act, Rule 20 of the Companies (Management and Administration) Rules, 2014 as amended by the Companies (Management and Administration) Amendment Rules, 2015, Regulation 44 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI Listing Regulations") and Secretarial Standard on General Meetings ("SS-2") issued by the ICSI as amended from time to time, the Company is pleased to provide its Members facility to exercise their right to vote on resolutions proposed to be considered at the AGM by electronic means and the business may be transacted through e-voting services. The facility of casting the votes by the Members using an electronic voting system from a place other than venue of the AGM ("remote e-voting") will be provided by National Securities Depository Limited ("NSDL").
 - (ii) The voting rights of Members shall be in proportion to their shares in the paid up equity share capital of the Company as on the cut-off date i.e. September 18, 2020.

- (iii) The remote e-voting period commences on Tuesday, September 22, 2020, (9:00 AM) and ends on Thursday, September 24, 2020 (5:00 PM). During this period, Members of the Company, holding shares either in physical form or in dematerialised form, as on the cut-off date i.e., Friday, September 18, 2020, may cast their vote through remote e-voting. The remote e-voting module shall be disabled by NSDL for voting thereafter. Once the vote on a resolution is cast by the Member, the Member shall not be allowed to change it subsequently. Those Members, who will be present in the AGM through VC / OAVM facility and have not cast their vote on the Resolutions through remote e-voting and are otherwise not barred from doing so, shall be eligible to vote through e-voting system during the AGM.
- (iv) The Members who have cast their vote by remote e-voting prior to the AGM may also attend/participate in the AGM through VC / OAVM but shall not be entitled to cast their vote again.
- (v) Any person, who acquires shares of the Company and become Member of the Company and holding shares as of the cut-off date i.e. September 18, 2020 may obtain the login ID and password by sending a request at evoting@nsdl.co.in or Issuer / R & T Agents. However, if you are already registered with NSDL for remote e-voting then you can use your existing user ID and password for casting your vote. If you forgot your password, you can reset your password by using “Forgot User Details/Password” option available on www.evoting.nsdl.com or contact NSDL at 022-24994553.
- (vi) Mr. Chintal D Sakaria (Membership No. F-9477/Certificate of Practice No. 20063), Proprietor of M/s. C D Sakaria & Associates, Practicing Company Secretaries has been appointed as the Scrutiniser to scrutinise the remote e-voting process and voting conducted through Polling Paper at the EGM in a fair and transparent manner.
- (vii) The details of the process and manner for remote e-voting are explained herein below:

Step 1: Log-in to NSDL e-Voting system at <https://www.evoting.nsdl.com/>

Step 2: Cast your vote electronically on NSDL e-Voting system.

(viii) Details on Step 1 is mentioned below:

How to Log-in to NSDL e-Voting website?

1. Visit the e-Voting website of NSDL. Open web browser by typing the following URL: <https://www.evoting.nsdl.com/> either on a Personal Computer or on a mobile.
2. Once the home page of e-Voting system is launched, click on the icon “Login” which is available under ‘Shareholders’ section.
3. A new screen will open. You will have to enter your User ID, your Password and a Verification Code as shown on the screen.

Alternatively, if you are registered for NSDL eservices i.e. IDEAS, you can log-in at <https://eservices.nsdl.com/> with your existing IDEAS login. Once you log-in to NSDL eservices after using your log-in credentials, click on e-Voting and you can proceed to Step 2 i.e. Cast your vote electronically.

4. Your User ID details are given below :

| Manner of holding shares i.e. Demat (NSDL or CDSL) or Physical | Your User ID is: |
|---|---|
| a) For Members who hold shares in demat account with NSDL. | 8 Character DP ID followed by 8 Digit Client ID For example if your DP ID is In300*** and Client ID is 12***** then your user ID is IN300***12*****. |
| b) For Members who hold shares in demat account with CDSL | 16 Digit Beneficiary ID For example if your Beneficiary ID is 12***** then your user ID is 12*****. |
| c) For Members holding shares in Physical Form. | EVEN Number followed by Folio Number registered with the company For example if folio number is 001*** and EVEN is 101456 then user ID is 101456001*** |

5. Your password details are given below:

- a) If you are already registered for e-Voting, then you can use your existing password to login and cast your vote.
- b) If you are using NSDL e-Voting system for the first time, you will need to retrieve the 'initial password' which was communicated to you. Once you retrieve your 'initial password', you need to enter the 'initial password' and the system will force you to change your password.
- c) How to retrieve your 'initial password'?
 - (i) If your email ID is registered in your demat account or with the company, your 'initial password' is communicated to you on your email ID. Trace the email sent to you from NSDL from your mailbox. Open the email and open the attachment i.e. a .pdf file. Open the .pdf file. The password to open the .pdf file is your 8 digit client ID for NSDL account, last 8 digits of client ID for CDSL account or folio number for shares held in physical form. The .pdf file contains your 'User ID' and your 'initial password'.
 - (ii) If your email ID is not registered, please follow steps mentioned below in **process for those shareholders whose email ids are not registered**

6. If you are unable to retrieve or have not received the "Initial password" or have forgotten your password:

- a) Click on "Forgot User Details/Password?" (If you are holding shares in your demat account with NSDL or CDSL) option available on www.evoting.nsdl.com.
- b) Physical User Reset Password?" (If you are holding shares in physical mode) option available on www.evoting.nsdl.com.

- c) If you are still unable to get the password by aforesaid two options, you can send a request at evoting@nsdl.co.in mentioning your demat account number/folio number, your PAN, your name and your registered address.
 - d) Members can also use the OTP (One Time Password) based login for casting the votes on the e-Voting system of NSDL.
7. After entering your password, tick on Agree to “Terms and Conditions” by selecting on the check box.
 8. Now, you will have to click on “Login” button.
 9. After you click on the “Login” button, Home page of e-Voting will open.

Details on Step 2 is given below:

How to cast your vote electronically on NSDL e-Voting system?

1. After successful login at Step 1, you will be able to see the Home page of e-Voting. Click on e-Voting. Then, click on Active Voting Cycles.
2. After click on Active Voting Cycles, you will be able to see all the companies “EVEN” in which you are holding shares and whose voting cycle is in active status.
3. Select “EVEN” of company for which you wish to cast your vote.
4. Now you are ready for e-Voting as the Voting page opens.
5. Cast your vote by selecting appropriate options i.e. assent or dissent, verify/modify the number of shares for which you wish to cast your vote and click on “Submit” and also “Confirm” when prompted.
6. Upon confirmation, the message “Vote cast successfully” will be displayed.
7. You can also take the printout of the votes cast by you by clicking on the print option on the confirmation page.
8. Once you confirm your vote on the resolution, you will not be allowed to modify your vote.

General Guidelines for shareholders

1. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential. Login to the e-voting website will be disabled upon five unsuccessful attempts to key in the correct password. In such an event, you will need to go through the “Forgot User Details/Password?” or “Physical User Reset Password?” option available on www.evoting.nsdl.com to reset the password.
2. In case of any queries relating to e-voting, you may refer the Frequently Asked Questions (FAQs) for Shareholders and e-voting user manual for Shareholders available at the download section of www.evoting.nsdl.com or call on toll free no.: 1800-222-990 or send a request to (Name of NSDL Official) at evoting@nsdl.co.in
3. In case of any grievances connected with facility for e-voting, please contact Ms. Pallavi Mhatre, Manager, NSDL, 4th Floor, ‘A’ Wing, Trade World, Kamala Mills Compound, Senapati Bapat

Marg, Lower Parel, Mumbai 400 013. Email: evoting@nsdl.co.in / pallavid@nsdl.co.in,
Tel: 91 22 2499 4545/ 1800-222-990

23. Process for registration of email id for obtaining Annual Report and user id/ password for e-voting and updation of bank account mandate for the receipt of Dividend:

1. In case shares are held in physical mode please provide Folio No., Name of shareholder, scanned copy of the share certificate (front and back), PAN (self-attested scanned copy of PAN card), AADHAR (self-attested scanned copy of Aadhar Card) by email to support@purvashare.com.
2. In case shares are held in demat mode, please provide DPID-CLID (16 digit DPID + CLID or 16 digit beneficiary ID), Name, client master or copy of Consolidated Account statement, PAN (self-attested scanned copy of PAN card), AADHAR (self-attested scanned copy of Aadhar Card) to support@purvashare.com.

Alternatively member may send an e-mail request to evoting@nsdl.co.in for obtaining User ID and Password by proving the details mentioned in Point (1) or (2) as the case may be.

24. Instructions for members for e-voting on the day of the AGM are as under:-

1. The procedure for e-Voting on the day of the AGM is same as the instructions mentioned above for remote e-voting.
2. Only those Members/ shareholders, who will be present in the AGM through VC/OAVM facility and have not casted their vote on the Resolutions through remote e-Voting and are otherwise not barred from doing so, shall be eligible to vote through e-Voting system in the AGM.
3. Members who have voted through Remote e-Voting will be eligible to attend the AGM. However, they will not be eligible to vote at the AGM.

The details of the person who may be contacted for any grievances connected with the facility for e-Voting on the day of the AGM shall be the same person mentioned for Remote e-voting.

25. INSTRUCTIONS FOR MEMBERS FOR ATTENDING THE AGM THROUGH VC/OAVM ARE AS UNDER:

1. Members will be able to attend the AGM through VC/OAVM or view the live webcast of AGM provided by NSDL at <https://www.evoting.nsdl.com> by using their remote e-voting log in credentials and selecting the EVEN for Company's AGM.

Members who do not have the User ID and Password for e-Voting or have forgotten the User ID and Password may retrieve the same by following the remote e-Voting instructions mentioned in the notice. Further members can also use the OTP based login for logging into the e-Voting system of NSDL.

2. Members are encouraged to join the Meeting through Laptops for better experience.
3. Further Members will be required to allow Camera and use Internet with a good speed to avoid any disturbance during the meeting.
4. Please note that Participants Connecting from Mobile Devices or Tablets or through Laptop connecting via Mobile Hotspot may experience Audio/Video loss due to Fluctuation in their respective network. It is therefore recommended to use Stable Wi-Fi or LAN Connection to mitigate any kind of aforesaid glitches.

5. Facility of joining the AGM through VC/OAVM shall open thirty minutes before the time scheduled for the AGM and will be available for Members on first come first served basis.
6. Members who need assistance before or during the AGM, can contact NSDL on evoting@nsdl.co.in/ 1800-222-990 or contact Mr. Amit Vishal, Senior Manager – NSDL at amitv@nsdl.co.in/ 022- 24994360/ +91 9920264780 or Mr. Sagar Ghosalkar, Assistant Manager- NSDL at sagar.ghosalkar@nsdl.co.in/ 022-24994553/ +91 9326781467.
7. Members who need assistance before or during the AGM, can contact NSDL on evoting@nsdl.co.in/ 1800-222-990 or contact Mr. Amit Vishal, Senior Manager – NSDL at amitv@nsdl.co.in/ 022- 24994360/ +91 9920264780 or Mr. Sagar Ghosalkar, Assistant Manager- NSDL at sagar.ghosalkar@nsdl.co.in/ 022-24994553/ +91 9326781467.
8. Shareholders who would like to express their views/ask questions during the AGM may register themselves as a speaker by sending their request from their registered email address mentioning their name, DP ID and Client ID/folio number, PAN and mobile number at cs@indiahomeloan.co.in from September 19, 2020 (9.00 a.m. IST) to September 21, 2020 (5.00 p.m. IST). Those members who have registered themselves as a speaker will only be allowed to express their views/ask questions during the AGM. The Company reserves the right to restrict the number of speakers depending on the availability of time for the AGM

Other Instructions:

- (i) The Scrutinizer shall, immediately after the conclusion of voting at the AGM, first count the votes cast during the AGM, thereafter unblock the votes cast through remote e-voting and make, not later than 48 hours of conclusion of the AGM, a consolidated Scrutinizer's Report of the total votes cast in favour or against, if any, to the Chairman or a person authorised by him in writing, who shall countersign the same.
- (ii) The results declared along with the Scrutinizer's Report shall be placed on the Company's website www.indiahomeloan.co.in and on the website of NSDL <https://www.evoting.nsdl.com> immediately. The Company shall simultaneously forward the results to BSE Limited, where the shares of the Company are listed.

By Order of the Board

Ayushi Thakuriya
Company Secretary

Date: 28.08.2020

Registered Office:

504/504A, 5th Floor, Nirmal Ecstasy,
Jatashankar Dosa Road,
Mulund (w) Mumbai 400080
customercare@indiahomeloan.co.in
www.indiahomeloan.co.in
CIN: L65910MH1990PLC059499

Statement to be annexed to Notice pursuant to Section 102 of the Companies Act, 2013 ("the Act")

Item No. 4

Based on the recommendation of the Nomination and Remuneration Committee, the Board of Directors of the Company at its meeting held on January 15, 2020, appointed Mr. Ramesh Madhavrao Bhujang (DIN: 00194189) as an Additional Director (Independent) of the Company subject to approval of the Members of the Company at the ensuing Annual General Meeting ("AGM"). Pursuant to the provisions of Section 161 of the Companies Act 2013 ("Act"), he holds office as Director up to the date of the ensuing Annual General Meeting. As required under Section 160 of the Act, a notice has been received from a member signifying an intention to propose the appointment of Mr. Ramesh Madhavrao Bhujang as a Director.

The Company has received a declaration from Mr. Bhujang confirming that he meets the criteria of independence as prescribed under the Act and the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations"). Mr. Bhujang has also confirmed that he is not disqualified from being appointed as a Director in terms of Section 164 of the Act and has given his consent to act as a Director of the Company. In the opinion of the Board, Mr. Bhujang fulfils the conditions for his appointment as an Independent Director as specified in the Act and the Listing Regulations and he is independent of the management.

A copy of the draft letter of appointment for Independent Directors, setting out the terms and conditions for the appointment of Independent Directors is available for inspection by the Members at the registered office of the Company during business hours on any working day up to the date of this Annual General Meeting and is also available on the website of the Company www.indiahomeloan.co.in.

Mr. Bhujang holds Masters Degrees in (a) Economics from Bombay University (as a UGC Scholar) and (b) Development Management from the AIM on an ADB-Japan Government Scholarship. He has over four decades of diverse experience, mainly in development banking & finance - in India and abroad. All along, his focus has been on gaining insights into strategic development issues, unique to growing Economies/ Societies like India. He strives for attainment of Organizational goals through commitment, sincerity, diligence and teamwork.

A brief profile in relation to the experience, functional expertise, memberships on other Companies' Boards and Committees in respect of the appointment of Mr. Bhujang as the Independent Director, as required under the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, is set out in this Notice.

Mr. Bhujang is not related to any other Director and Key Managerial Personnel of the Company. The Board is of the opinion that it will be beneficial to the Company to avail of his services as an Independent Director of the Company and recommends the Ordinary resolution as set out in Item No. 4 of the Notice for approval of the shareholders.

None of the Directors, Key Managerial Personnel, and their relatives, are in any way, concerned or interested, in the said resolution.

The resolution as set out in item No. 4 of this Notice is accordingly recommended by the Board for your approval. This Explanatory Statement may also be regarded as a disclosure under the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Item No. 5

Keeping in view the Company's existing and future financial requirements to support its business operations, the Company may need additional funds. For this purpose, the Company may, from time to time, raise finance from various Banks and/or Financial Institutions and/ or any other lending institutions and/or Bodies Corporate and/or such other persons/ individuals as may be considered fit.

The Member, at their Extra-ordinary General Meeting held on April 29, 2017, had approved the limits of borrowing by the Company of upto Rs. 450 Crore (Rupees Four Hundred and Fifty Crores) and in order to facilitate securing the borrowing made by the Company, it would be necessary to create charge on the assets or whole or part of the undertaking of the Company.

Pursuant to the provisions of Section 180(1)(a) of the Companies Act, 2013, approval of the shareholders by means of a Special Resolution is required, to enable the Board of Directors of the Company to create charge/ mortgage/ hypothecation on the Company's assets, both present and future, in favour of the lenders/ trustees for the holders of debentures/ bonds, to secure the repayment of monies borrowed by the Company (including temporary loans obtained from the Company's Bankers in the ordinary course of business). By this proposal the approval of the shareholders is sought for mortgaging/creating charge on the assets of the Company to secure the present and future loans availed/being availed by the Company up to a limit of Rs. 450 Crores (Rupees Four Hundred Fifty Crores).

None of the Directors / Key Managerial Personnel of the Company / their relatives are, in any way concerned or interested, financially or otherwise, in the resolution set out at item number 5 of the Notice.

The Board commends the Special Resolution set out at Item No. 5 of the Notice for approval by the Shareholders.

ADDITIONAL INFORMATION OF DIRECTORS SEEKING APPOINTMENT(S) /RE-APPOINTMENT(S) AT THE THIRTIETH ANNUAL GENERAL MEETING PURSUANT TO REGULATION 36 OF SECURITIES AND EXCHANGE BOARD OF INDIA (LISTING OBLIGATIONS AND DISCLOSURE REQUIREMENTS) REGULATIONS, 2015 AND CLAUSE 1.2.5 OF SECRETARIAL STANDARDS ON GENERAL MEETINGS

| | | |
|---|--|---|
| Name of the Director | Mr. Mitesh M. Pujara | Mr. Ramesh Madhavrao Bhujang |
| Date of Birth | 03.07.1976 | 11.11.1953 |
| Date of First Appointment (appointment as an additional director on the Board) | 21.08.2008 | 15.01.2020 |
| Date of Last Re-appointment | 21.08.2008 | - |
| Qualification(s) | B.Com | He holds Masters Degrees in (a) Economics from Bombay University (as a UGC Scholar) and (b) Development Management from the AIM on an ADB-Japan Government Scholarship |
| Brief Profile | Mr. Pujara has been working in the financial sector and capital market for the last 15 years. As the Whole-time Director of India Home Loan Limited, he provides the strategic leadership and focus to the business. | Mr. Bhujang has over four decades of diverse experience, mainly in development banking & finance - I n India and abroad. All along, his focus has been on gaining insights into strategic development issues, unique to growing Economies/ Societies like India. He strives for attainment of Organizational goals through commitment, sincerity, diligence and teamwork. |
| Relationship with other Directors, Manager and Key Managerial Personnel (KMP) | Son of Mr. Mahesh N. Pujara, Managing Director of the Company | None |
| Expertise in specific functional Areas | Finance Sector | Banking & Finance Sector |
| Shares held in the Company | 745240 | - |
| Directorships held in other listed companies* excluding foreign companies | NIL | NIL |
| Memberships of Committees in other listed companies** | NIL | NIL |
| Details of remuneration paid during the financial year (FY) 2019-20 | Rs. 47,05,410 | - |
| Remuneration sought to be paid | - | Sitting Fees |
| Terms and conditions of appointment | As Decided by Nomination and Remuneration Committee | As Decided by Nomination and Remuneration Committee |
| No. of Board Meetings attended during the financial year 2019-20 | 6 | 2 |

*Only equity listed entities are considered.

**Only Audit Committee and Stakeholders' Relationship Committee memberships in equity listed entities have been considered.

DIRECTORS' REPORT

Dear Members,

Your Directors have pleasure in presenting the Thirtieth Annual Report on the performance of the Company together with the audited financial statements for the year ended March 31, 2020.

The financial performance of your Company for the year ended March 31, 2020 is summarized below:

| (Rs. In Lakhs) | | |
|---|----------------|----------------|
| Particulars | 2019-20 | 2018-19 |
| Revenue from operations | 3234.27 | 3140.30 |
| Other income | 59.67 | 43.91 |
| Total revenue | 3293.94 | 3184.21 |
| Profit before depreciation and finance costs | 2564.36 | 2501.74 |
| Depreciation and amortisation expense | 32.52 | 44.11 |
| Finance Cost | 2156.95 | 2174.64 |
| Profit after depreciation, finance costs and exceptional items and before tax | 374.89 | 282.99 |
| Tax expense | 94.39 | 100.54 |
| Profit for the year | 280.50 | 182.45 |
| Other comprehensive income | 1.80 | -7.77 |
| Total comprehensive income for the Year | 282.29 | 174.68 |

NATURE OF BUSINESS AND FINANCIAL PERFORMANCE

The Company is a housing finance company registered with National Housing Bank of India. It primarily offers retail home loan products in the affordable housing segment. Loans are offered to customers for purchase, construction as well as extension of houses. During the year under review, the Company has achieved total revenue of Rs. 3293.94 Lakhs with a Profit after Tax of Rs. 280.50 Lakhs as against the total revenue of Rs. 3184.21 Lakhs and profit after tax of Rs. 182.45 lakhs earned in previous year.

REVIEW OF OPERATIONS

The Net NPA of the company as on March 31, 2020 is 3.06%. The company has disbursed 439 loan proposals during this year amounting to Rs. 2388.41 Lakh. The total loan portfolio as on March 31, 2020 stands at Rs. 21643.85 Lakh.

IMPACT OF COVID -19

The lockdowns and restrictions imposed on various activities due to COVID-19 pandemic have posed significant challenges to the business of IHLL. The Company's operations were impacted substantially from March 17, 2020 till the third week of May 2020, when lockdown was gradually lifted. All offices were shut down during the period. By the third week of May, the Head Office and the Branch Offices have resumed working in permissible zones, duly complying with the safety norms prescribed by the Government of India and respective State Governments.

The Company's equity capital structure remains unchanged and the Company has taken steps to ensure adequacy of financial resources. The profitability for the quarter and financial year ended March 31, 2020 is impacted. The liquidity was impacted due to reduced collection in the month of April and May. However, refinancing from NHB and moratorium benefit from lenders has nullified that challenge and Company was able to maintain sufficient liquidity. Collection of EMI's have been postponed in some accounts due to moratorium benefits offered to the borrowers of the Company as per RBI guidelines. Due to lockdown, loan disbursements were not made during April 2020.

The Company's main business is to provide loan to individuals for construction/purchase of houses/flats against the security of underlying property. The demand for houses/flats will have impact in the short run. With beneficial schemes offered by Central and/or State Governments like PMAY, CLSS, reduction in stamp, duty on registration of properties etc., there may not be much impact on the business of the Company in the long run.

TRANSFER TO RESERVES

The Company has transferred Rs. 100.007 Lakh to Special Reserves under Sec 36(1)(viii) of Income Tax Act, 1961 for the financial year 31st March, 2020 as per audited financial statements.

SHARE CAPITAL

As on 31st March 2020, the Paid up share capital of the Company is Rs. 14,28,17,550 (Rupees Fourteen crores twenty-eight lakhs seventeen thousand five hundred and fifty only) divided into 1,42,81,755 equity shares of face value of Rs. 10/-.

Your Company has also issued (on a preferential basis) and allotted an aggregate Sixteen Lakh Convertible Warrants on March 30, 2019 to the following persons:

| Sr. No. | Name of Warrant holder | No. of Warrant held |
|----------------|--|----------------------------|
| 1 | Mr. Neel Subhash Patel | 3,00,000 |
| 2 | Mrs. Sonal Mayur Shah | 2,00,000 |
| 3 | Mrs. Shailaja Chetan Shah | 2,00,000 |
| 4 | Mr. Mahesh Narshibhai Pujara | 5,00,000 |
| 5 | JM Financial India Trust II - JM Financial India Fund II | 4,00,000 |

The conversion option can be exercised by Warrant holder(s) at any time during the period of 18 (Eighteen) months from the date of allotment of equity warrants, in one or more tranches, as the case may be and on such other terms and conditions as applicable.

DIVIDEND

The Directors are pleased to recommend a dividend of Re 0.15 per equity share of the face value of Rs. 10/- each for the year ended March 31, 2020 (previous year: Re. 0.20 per Equity Share). The total outgo on account of dividend will be Rs. 21,42,263/- (Rupees Twenty One Lakh Forty Two Thousand and Two Hundred and Sixty Three only). The dividend, as recommended by the Board, if declared and approved at the ensuing Annual General Meeting will be paid to those members whose names appear in the Register of Members at the end of business hours on Friday, September 18, 2020. In respect of shares held in dematerialised form, the dividend will be paid on the basis of beneficial ownership, as per the details to be furnished for the purpose by National Securities Depository Limited (NSDL) and Central Depository Services (India) Limited (CDSL) as at the closing hours of Friday, September 18, 2020.

DEPOSITS

During the year under review, the Company has neither invited nor accepted any deposits from the public within the meaning of Section 73 of the Act read with the Companies (Acceptance of Deposits) Rules, 2014.

SUBSIDIARY/JOINT VENTURES/ ASSOCIATES COMPANIES

The Company does not have any subsidiary/ joint venture or associate Company.

DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to Section 134(5) of the Act, the Board of Directors, to the best of its knowledge and ability, confirm that:

- a) in the preparation of the annual accounts, the applicable accounting standards have been followed and there are no material departures;
- b) they have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit of the Company for that period;
- c) they have taken proper and sufficient care for the 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 fraud and other irregularities;
- d) they have prepared the annual accounts on a going concern basis;
- e) they have laid down internal financial controls to be followed by the Company and such internal financial controls are adequate and operating effectively;
- f) they have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems are adequate and operating effectively.

DIRECTORS AND KEY MANAGERIAL PERSONNEL

During the year under review, Mr. Ramesh Madhavrao Bhujang was appointed as Additional Director (Independent) with effect from January 15, 2020. A resolution seeking shareholders' approval for his appointment forms a part of the Notice.

Mr. Subhash A. Patel and Mrs. Harshita Anil Jagwani ceased to be the Directors of the Company with effect from December 28, 2019 and January 25, 2020, respectively.

Mr. Vijay Dube ceased to be Chief Finance Officer of the Company with effect from October 25, 2019 and Mr. Abhishek Agarwal was appointed as Chief Finance Officer with effect from April 23, 2020.

Mr. Satish Kumar Prajapati ceased to be Company Secretary and Compliance Officer with effect from August 31, 2019 and Ms. Ayushi Thakuriya was appointed as Company Secretary and Compliance Officer with effect from December 13, 2019.

Mr. Mitesh M. Pujara, though re-appointed as the Whole-time Director for a fixed term of 5 years with effect from August 21, 2018 will retire by rotation as a Director, to enable compliance by the Company with the provisions of Section 152 of the Act, and being eligible, has offered himself for re-appointment at the Thirtieth Annual General Meeting. A resolution seeking shareholders' approval for his re-appointment forms part of the Notice.

The brief details of Mr. Ramesh Madhavrao Bhujang who is proposed to be appointed/re-appointed as required under Secretarial Standard 2 ("SS-2") and Regulation 36 of the SEBI (Listing Obligations

and Disclosure Requirements) Regulations, 2015, as amended, (the “Listing Regulations”) is being provided in the Notice convening the Annual General Meeting of the Company.

Pursuant to the provisions of Section 149 of the Companies Act, 2013, all the independent directors have submitted declarations that each of them meet the criteria of independence as provided in Section 149 (6) of the Act along with Rules framed thereunder and Regulation 16(1) (b) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (“SEBI Listing Regulations”). There has been no change in the circumstances affecting their status as independent directors of the Company.

Pursuant to the provisions of Section 203 of the Act, the Key Managerial Personnel of the Company as on March 31, 2020 are: Mr. Mahesh Pujara (Managing Director), Mr. Mitesh Pujara (Executive Director), and Ms. Ayushi Thakuriya (Company Secretary and Compliance Officer).

Mr. Abhishek Agarwal was appointed as Chief Financial Officer of the Company w.e.f. April 23, 2020

BOARD MEETINGS

During the year, 2019-20 6 (Six) meetings of the Board of Directors were held. Details about the Board meetings are given in report on Corporate Governance which forms part of this Report.

The maximum interval between any two meetings did not exceed 120 days.

BOARD COMMITTEES

The Board currently has 3 (Three) committees, namely, Audit Committee, Nomination and Remuneration Committee and Stakeholders’ Relationship Committee pursuant to Companies Act, 2013 and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Details of the above Committees including the charter, composition and meetings held during the year, are provided in the Corporate Governance Report which forms part of this Annual Report.

Additionally, the Company has also constituted IT Strategy Committee, Risk Management Committee and Asset and Liability Committee required under NHB (National Housing Banks) Directions, 2016.

BOARD EVALUATION

The Board of Directors has carried out an annual evaluation of its own performance, board committees, and individual directors pursuant to the provisions of the Act and SEBI Listing Regulations.

The performance of the board was evaluated by the board after seeking inputs from all the directors on the basis of criteria such as the board composition and structure, effectiveness of board processes, information and functioning, etc.

The performance of the committees was evaluated by the Board after seeking inputs from the committee members on the basis of criteria such as the composition of committees, effectiveness of committee meetings, etc.

The above criteria are based on the Guidance Note on Board Evaluation issued by the Securities and Exchange Board of India.

In a separate meeting of independent directors, performance of non-independent directors, the board as a whole and the Chairman of the Company were evaluated, taking into account the views of executive directors and non-executive directors.

The Board reviewed the performance of individual directors on the basis of criteria such as the contribution of the individual director to the board and committee meetings like preparedness on the issues to be discussed, meaningful and constructive contribution and inputs in meetings, etc.

POLICIES ON APPOINTMENT OF DIRECTORS AND THEIR REMUNERATION

Pursuant to sub-section (3) of Section 178 of the Act and Regulation 19(4) of the Listing Regulations, the Board has formulated Policies on Directors' appointment and remuneration. This Policy includes criteria for selection of Directors, determining their qualifications, positive attributes, remuneration and independence of Directors, evaluation process for performance of Directors, key evaluation criteria and other matters.

In accordance with the applicable provisions of the Act and the Listing Regulations, these Policies are uploaded on the website of the Company, viz., www.indiahomeloan.co.in.

CORPORATE SOCIAL RESPONSIBILITY

During the year under review, the provisions of Section 135 read with Schedule VII of the Companies Act, 2013, the CSR provisions were not applicable to the Company.

CORPORATE GOVERNANCE

The Company's Corporate Governance Report for the year under review, forms part of this Annual Report. A certificate from M/s. D. A. Kamat & Co., Practicing Company Secretaries regarding the compliance with the conditions of the Corporate Governance as stipulated under the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (hereinafter referred to as "SEBI Listing Regulations"), is annexed to Corporate Governance Report and forms a part of this Report.

MANAGEMENT DISCUSSION AND ANALYSIS

The Management Discussion and Analysis as required under Regulation 34 read with Schedule V of SEBI Listing Regulations forms part of this Annual Report.

STATUTORY AUDITORS

M/s. Joshi & Shah, Chartered Accountants (Firm Registration No. 0144627W), were appointed as the statutory auditors of the Company to hold office for a term of 5 years from the conclusion of the Twenty Ninth Annual General Meeting held on September 13, 2019 until the conclusion of the Thirty Fourth Annual General Meeting of the Company. As per the provisions of Section 139 of the Act, they have confirmed that they are not disqualified from continuing as Auditors of the Company.

STATUTORY AUDITORS' REPORT

The Auditors' Report on the financial statements for the financial year ended March 31, 2020 as received from M/s. Joshi & Shah, the outgoing Statutory Auditors is issued with unmodified opinion and does not contain any qualifications, reservations or adverse remarks.

FRAUD REPORTING

During the year under review, no instances of fraud were reported by the Statutory Auditors of the Company.

SECRETARIAL AUDITOR

Pursuant to the provisions of Section 204 of the Companies Act, 2013 and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, the Company has appointed M/s. D. A. Kamat & Co., Practicing Company Secretaries, to conduct Secretarial Audit of the Company. The Report of the Secretarial Audit in Form MR-3 for the financial year ended March 31, 2020 is enclosed as Annexure I to this report. There are no qualifications, reservations or adverse remarks made by the Secretarial Auditor in the report.

SECRETARIAL STANDARDS

The Company has complied with the applicable Secretarial Standards issued by the Institute of Company Secretaries of India.

INSPECTION BY NATIONAL HOUSING BANK (NHB)

NHB, under section 34 of the NHB Act, 1987, carries out inspection of HFCs. NHB conducted comprehensive inspection of select few branches of IHLL and also inspects IHLL's lending, resource raising and accounting activities apart from the compliances with the Prudential Guidelines issue by NHB.

PARTICULARS OF EMPLOYEES AND RELATED INFORMATION

In accordance with the provisions of Section 197(12) of the Act read with Rule 5 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, a statement containing the disclosures pertaining to remuneration and other details as required under the Act and the above Rules, are appended to this Report as Annexure II.

During the year under review, none of the employees were in receipt of remuneration of 102 lakhs or more per annum or 8.50 lakhs or more per month. Accordingly, the information regarding employee remuneration as required pursuant to Rule 5(2) and Rule 5(3) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 is not applicable to the Company.

RISK MANAGEMENT

The Board of Directors of the Company has formed a Risk Management Committee to frame, implement and monitor the risk management plan for the Company. The Committee is responsible for monitoring and reviewing the risk management plan and ensuring its effectiveness. The Audit Committee has additional oversight in the area of financial risks and controls. The major risks identified are systematically addressed through mitigating actions on a continuing basis.

VIGIL MECHANISM / WHISTLE BLOWER POLICY

The Company has established a vigil mechanism to provide a framework to promote responsible and secure whistle blowing and to provide a channel to the employee(s) and Directors to report to the management, concerns about unethical behaviour, actual or suspected fraud or violation of the code of conduct or policy/ies of the Company, as adopted/framed from time to time. The mechanism provides for adequate safeguards against victimisation of employee(s) and Directors to avail of the mechanism and also provide for direct access to the Chairperson of the Audit Committee in exceptional cases.

INTERNAL FINANCIAL CONTROL SYSTEM AND THEIR ADEQUACY

The Board has adopted the policies and procedures for ensuring the orderly and efficient conduct of its business, including adherence to the Company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial disclosures.

The Company has an Internal Control System, commensurate with the size, scale and complexity of its operations. To maintain its objectivity and independence, the Internal Audit function reports to the Chairman of the Audit Committee.

The Internal Auditor monitors and evaluates the efficacy and adequacy of internal control system in the Company, its compliance with operating systems, accounting procedures and policies at all locations of the Company.

Based on the report of internal audit function, process owners undertake corrective action in their respective areas and thereby strengthen the controls. Significant audit observations and recommendations along with corrective actions thereon are presented to Board.

CREDIT RATINGS

As on March 31, 2020, the Company has obtained Long Term Credit Rating of 'BBB-' from Care Ratings Limited for its borrowings.

PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES

During the year under review, the transactions entered into by the Company with related parties as defined under the Act and SEBI Listing Regulations, were in the ordinary course of business and on an arm's length basis.

Pursuant to Section 134(3)(h) of the Act read with Rule 8(2) of the Companies (Accounts) Rules, 2014, there are no related party transactions that are required to be reported under Section 188(1) of the Act, as prescribed in Form AOC-2.

PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS

Since the Company is registered with National Housing Bank as a Housing Finance Company, the provisions of Section 186 are not applicable to the Company. The Company has not made any investment in the securities of any corporate during the year.

CHANGE IN THE NATURE OF BUSINESS, IF ANY

There was no change in the nature of business of the Company during the year.

MATERIAL CHANGES AND COMMITMENT, IF ANY, AFFECTING THE FINANCIAL POSITION OF THE COMPANY

During the year under review, there were no material changes and commitments affecting the financial position of the Company.

SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE COURTS/REGULATORS

There are no orders passed by the regulators or courts or tribunals impacting the going concern status and Company's operations in future.

CONSERVATION OF ENERGY, TECHNOLOGY AND FOREIGN EXCHANGE

The relevant information pertaining to conservation of energy, technology absorption, foreign exchange earnings and outgo as prescribed under section 134(3)(m) of the Companies Act, 2013, read with Rule 8 of the Companies (Accounts) Rules, 2014, are set out herein below:

a) Conservation of Energy

Your Company being a Housing Finance Company, its activities are not energy intensive. However your Company has taken adequate measures for conservation of energy, wherever required.

b) Technology Absorption

Your Company being a Housing Finance Company, its activities do not require adoption of any significant technology. However, the Company has implemented various information technology tools to efficiently monitor its operations.

c) Foreign Exchange

During the year under review there were no Foreign Exchange Earnings & the Foreign Exchange outgo is NIL.

EXTRACT OF ANNUAL RETURN

Pursuant to the Section 134 (3) (a) of the Companies Act, 2013, the details forming part of the extract of the Annual Return is Form MGT-9 is Annexure- III.

DISCLOSURE AS PER SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013

The Company has in place a Policy on Prevention against Sexual Harassment in line with the requirements of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013. The Internal Complaints Committee (ICC) has been set up to redress complaints received regarding sexual harassment. All employees (permanent, contractual, temporary, trainees) are covered under this policy. The Company has not received any complaint under this policy during the 2019-20.

ACKNOWLEDGEMENTS

Your Directors convey their sincere thanks to the Government, National Housing Bank, Banks, BSE Limited, Shareholders and customers for their continued support extended to the Company at all times.

The Directors further express their deep appreciation to all employees for commendable teamwork, high degree of professionalism and enthusiastic effort displayed by them during the year.

On behalf of the Board of Directors

Place: Mumbai
Dated: 28.08.2020

**Govinder Singh
Chairman**

**ANNEXURE-I - FORM NO. MR-3
SECRETARIAL AUDIT REPORT FOR THE FINANCIAL YEAR ENDED 31ST MARCH,
2020**

[Pursuant to section 204(1) of the Companies Act, 2013 and Rule No. 9 of the Companies
(Appointment and Remuneration Personnel) Rules, 2014]

To,
The Members,
India Home Loan Limited
Mumbai

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **India Home Loan Limited** (hereinafter called the "Company"). Secretarial audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing our opinion thereon.

Based on our verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of the secretarial audit, the explanations and clarifications given to us and there presentations made by the Management and considering the relaxations granted by the Ministry of Corporate Affairs due to the spread of the COVID-19 pandemic, we hereby report that in our opinion, the company has during the audit period covering Financial Year from 1st April, 2019 to 31st March, 2020, complied with the statutory provisions listed hereunder and also that the Company has proper Board processes and compliance mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by the Company. Secretarial Audit was conducted in a manner that provided me a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing our opinion thereon.

I. We have examined the books, papers, minute books, forms and returns filed, reports issued by various fellow professionals and other applicable records and registers and maintained by the Company for the Financial Year from 1st April, 2019 to 31st March, 2020 according to the provisions of:

1. The Companies Act, 2013 (the Act) and the rules made there under
2. The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made there under
3. The Depositories Act, 1996 and the Regulations and Bye-laws Framed there under
4. Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial borrowings
5. The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act')
 - (a) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009

- (b) The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999
- (c) The Securities and Exchange Board (Listing and Disclosure Requirements) Regulations, 2015.
- (d) The Securities Contracts (Regulation) Act, 1956 and the rules made there under
- (e) SEBI (Prohibition of Insider Trading) Regulations, 2015
- (f) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with the client
- (g) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008 – Not applicable to the company for the period of review
- (h) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009 – Not applicable to the company for the period of review
- (i) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998 – Not applicable to the company for the period of review
- 6. Specific Laws as mentioned hereunder:
 - (a) National Housing Bank Act, 1987
 - (b) Housing Finance Companies (NHB) Directions, 2010
 - (c) Housing Finance Companies – Corporate Governance (National Housing Bank) Directions, 2016
 - (d) Housing Finance Companies – Auditor’s Report (National Housing Bank) Directions, 2016
 - (e) Related Guidelines, Circulars as issued to Housing Finance Companies registered with NHB.

During the period under review the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc. mentioned above to the extent stated in this Report.

- II. We have examined the applicable provisions of Secretarial Standards I and II as issued by the Institute of Companies Secretaries of India and notified by the Ministry of Corporate Affairs and applicable with effect from July 1, 2015.
- III. We report that during the audit period, the Company has complied with the provisions of the Act, rules, regulations, guidelines, standards, etc. mentioned above, **except for following:**
 - (a) **Inadvertent delay in submission of “Part-F – Asset Classification” under Schedule II (Para 44(1) of Housing Finance Companies (NHB) Directions, 2010) for half-year ending on 30 September 2019:** During the Audit Period, National Housing Bank (NHB) has levied a penalty of Rs. 1,000/- (One Thousand only) plus GST of Rs. 180/- (Rupees One Hundred and Eighty only) for the inadvertent delay in submission of the Part-F – Asset Classification. The company has paid the same.
 - (b) **Non-compliance of Code of Conduct by Mr. Govinder Singh, Independent Director:** The Company has reported the Non-Compliance of the Code of Conduct by Mr. Govinder Singh, Independent Director who inadvertently purchased 2,400 Equity Shares of the Company during the closure of the trading window on 30 May, 2019. The Audit Committee in its meeting held on July 17, 2019, have levied a penalty of Rs. 1,00,000 (Rupees One Lakh only) to be contributed to the CM Relief Fund and has restricted the Director from sale/ disposal of the underlying shares for a period of 1 (one) year. The same has been intimated to SEBI on 19 July 2019.

We further report that:

The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, and Independent Directors. The changes in the composition of the Board of Directors that took place during the Year under review were carried out in Compliance with the provisions of the Act.

Adequate Notice is given to all Directors to schedule the Board Meetings, agenda and detailed notes on agenda were generally sent at least seven days in advance, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the Meeting and for meaningful participation at the Meeting.

Majority decision is carried through while the dissenting Members' views, if any, are captured and recorded as part of the Minutes.

We further report that there are adequate systems and processes in the Company commensurate with the size and operations of the Company to monitor and ensure Compliance with applicable Laws, Rules, Regulations and Guidelines.

We further report that during the audit period, the Company has:

- a. Obtained members approval for IHLL Employee Stock Option Scheme-2019 at its 29th AGM held on 13 September 2019;
- b. Declared Final Dividend on Rs. 0.20/- per equity shares in its 29th AGM;
- c. Obtained SEBI approval on 3 June 2019 for re-classification of Mr. Rishabh Pravin Shiroya, from Promoter to Non-Promoter Category in terms of Reg 31A of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015; and
- d. Obtained re-finance assistance of Rs. 20 Crores from NHB (through two letters of Rs. 10 Crores each) under the NHB's Lift Scheme on 1 January 2020.

We further report that, after the closure of the audit period, and till the date of this Report, the Company has:

- a. Received request letter from Mr. Subhash Patel, Mrs. Parul Patel and Mr. Neel Patel for re-classification from promoter to non-promoter category of the company under Reg 31A of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015; and
- b. In its Board Meeting dated 26 June 2020, approved the allotment of 200 Rated, Listed, Secured, Redeemable, Non-Convertible Debentures of face value Rs. 10 lakh each ("NCDs") aggregating to Rs. 20 Crore, on a private placement basis. The NCDs are allotted to Union Bank of India on 30 June 2020 having a coupon rate of 11% p.a. and maturing on 30 June 2023.

**For, D A Kamat & Co
Company Secretaries**

Place: Mumbai
Date: 13 July, 2020

**Rachana Shanbhag
Partner
FCS 8227
CP 9297
UDIN: F008227B000442287**

ANNEXURE II - PARTICULARS OF EMPLOYEES

Pursuant to Section 197(12) of the Companies Act, 2013 read with Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014

- (I) Ratio of the Remuneration of each Executive Director to the median remuneration of the employees of the Company for the financial year 2019-20:

| Name of Director | Designation | Ratio of the remuneration of Directors to the median remuneration of the employees for the year 2019-20 |
|------------------------------|---------------------|---|
| Mr. Mahesh Narshibhai Pujara | Managing Director | 26.74 : 1 |
| Mr. Mitesh Mahesh Pujara | Whole time Director | 24.07 : 1 |

Since Independent Non-Executive Directors received no remuneration, except sitting fees for attending Board / Committee meetings, the required details are not applicable.

- (ii) The % increase in remuneration of each director, Chief financial Officer, Chief Executive Officer, Company Secretary or Manager, if any, in the financial year.

| Name of Director | Designation | Percentage increase in Remuneration |
|------------------------------|---------------------|-------------------------------------|
| Mr. Mahesh Narshibhai Pujara | Managing Director | 28.82 |
| Mr. Mitesh Mahesh Pujara | Whole time Director | 34.86 |

Since, Ms. Ayushi Thakuriya, Company Secretary was appointed on December 13, 2019 and Mr. Abhishek Agarwal, the Chief Financial Officer was appointed on April 23, 2020, the % increase in their remuneration is not provided.

- (iii) The % increase in the median remuneration of employees in the financial year: 16.03%
- (iv) The number of permanent employees on the rolls of the Company : 70
- (v) Average percentile increase already made in the salaries of employees other than the managerial personnel in the last financial year and its comparison with the percentile increase in the managerial remuneration and justification thereof and point out if there are any exceptional circumstances for increase in the managerial remuneration: The percentage increase made in the salaries of employees other than the managerial personnel was 14.89 %, while the increase in the remuneration of managerial personnel was 18.41% These increases are a function of the Company's market competitiveness within its comparator group as ascertained through the detailed salary benchmarking survey the Company undertakes annually. The increase during the year refiles the Company's reward philosophy as well as the results of the benchmarking exercise.
- (vi) It is hereby affirmed that the remuneration is as per the Remuneration Policy of the Company.

On behalf of the Board of Directors

Place: Mumbai
Dated: 28.08.2020

**Govinder Singh
Chairman**

ANNEXURE III - FORM No. MGT-9
EXTRACT OF ANNUAL RETURN
As On Financial Year Ended On March 31, 2020

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

I. REGISTRATION AND OTHER DETAILS

| | | |
|------|---|---|
| i. | CIN | L65910MH1990PLC059499 |
| ii. | Registration Date | 19/12/1990 |
| iii. | Name of the Company | India Home Loan Limited |
| iv. | Category/Sub-Category of the Company | Company limited by shares, Indian Non-Government Company |
| v. | Address of the Registered office and contact details | 504/504A, 5th floor, Nirmal Ecstasy, Jatashankar Dossa Road, Mulund (West) Mumbai – 400080, Maharashtra, India |
| vi. | Whether listed company | Yes |
| vii. | Name, Address and Contact details of Registrar and Transfer Agent, if any | Purva Sharegistry (India) Pvt. Ltd. Unit no. 9, Shiv Shakti Ind. East. J .R. Boricha Marg, Opp. Kasturba Hospital Lane, Lower Parel (E), Mumbai- 400 011 Phone: 91-22-2301 6761 / 8261 |

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

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

| Sr.No. | Name and Description of main products/ services | NIC Code of the Product/ service | % to total turnover of the company |
|--------|---|----------------------------------|------------------------------------|
| 1. | Housing Finance | 8012 | 100% |

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES

| Sr. No. | Name And Address Of The Company | CIN/GLN | Holding/ Subsidiary / Associate | % of shares held | Applicable Section |
|---------|---------------------------------|---------|---------------------------------|------------------|--------------------|
| 1. | - | - | - | - | - |

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

I. Category-wise Shareholding

| Category of Shareholders | No. of Shares held at the beginning of the year 01/04/2019 | | | | No. of Shares held at the end of the year 31/03/2020 | | | | % Change during the year |
|--|--|----------|---------|-------------------|--|----------|---------|-------------------|--------------------------|
| | Demat | Physical | Total | % of Total Shares | Demat | Physical | Total | % of Total Shares | |
| A. Promoter | | | | | | | | | |
| 1) Indian | | | | | | | | | |
| a) Individual/ HUF | 5881035 | - | 5881035 | 41.18 | 5510535 | - | 5510535 | 38.58 | -2.59 |
| b) Central Govt | - | - | - | - | - | - | - | - | - |
| c) State Govt(s) | - | - | - | - | - | - | - | - | - |
| d) Bodies Corp | - | - | - | - | - | - | - | - | - |
| e) Banks / FI | - | - | - | - | - | - | - | - | - |
| f) Any Other | - | - | - | - | - | - | - | - | - |
| Sub-total (A)(1):- | 5881035 | - | 5881035 | 41.18 | 5510535 | - | 5510535 | 38.58 | -2.59 |
| 2) Foreign | - | - | - | - | - | - | - | - | - |
| g) NRIs- Individuals | - | - | - | - | - | - | - | - | - |
| h) Other- Individuals | - | - | - | - | - | - | - | - | - |
| I) Bodies Corp. | - | - | - | - | - | - | - | - | - |
| j) Banks / FI | - | - | - | - | - | - | - | - | - |
| k) Any Other.... | - | - | - | - | - | - | - | - | - |
| Sub-total (A)(2):- | 5881035 | - | 5881035 | 41.18 | 5510535 | - | 5510535 | 38.58 | -2.59 |
| Total Shareholding of Promoter (A)=(A)(1)+(A)(2) | | | | | | | | | |
| B. Public Shareholding | | | | | | | | | |
| 1. Institutions | | | | | | | | | |
| a) Mutual Funds | - | 10100 | 10100 | 0.07 | - | 10100 | 10100 | 0.07 | - |
| b) Banks / FI | - | - | - | - | - | - | - | - | - |

| | | | | | | | | | |
|---|---------|--------|---------|-------|---------|--------|---------|-------|-------|
| c) Central Govt | - | - | - | - | - | - | - | - | - |
| d) State Govt(s) | - | - | - | - | - | - | - | - | - |
| e) Venture Capital Funds | - | - | - | - | - | - | - | - | - |
| f) Insurance Companies | | | | | | | | | |
| g) FIIs | - | - | - | - | - | - | - | - | - |
| h) Foreign Venture Capital Funds | - | - | - | - | - | - | - | - | - |
| I) Others (specify) | - | - | - | - | - | - | - | - | - |
| Sub- total(B)(1) | - | 10100 | 10100 | 0.07 | - | 10100 | 10100 | 0.07 | - |
| 2. Non Institutions | | | | | | | | | |
| a) Bodies Corp | | | | | | | | | |
| (i) Indian | 155023 | 3500 | 158523 | 1.11 | 78005 | 3500 | 81505 | 0.57 | -0.54 |
| (ii) Overseas | - | - | - | - | - | - | - | - | - |
| b) Individuals | | | | | | | | | |
| (i) Individual shareholders holding nominal share capital up to Rs. 1 lakh | 1131566 | 236240 | 1367806 | 9.58 | 1066153 | 221840 | 1287993 | 9.02 | -0.56 |
| (ii) Individual shareholders holding nominal share capital in excess of Rs 1 lakh | 2322164 | 86200 | 2408364 | 16.86 | 2945631 | 86200 | 3031831 | 21.23 | 4.37 |
| c) Others (Specify) | - | - | - | - | - | - | - | - | - |
| N.R.I. | 42254 | 1200 | 42254 | 0.30 | 26139 | 1200 | 27339 | 0.19 | -0.11 |
| FOREIGN CORPORATE | - | - | - | - | - | - | - | - | - |
| AIF | 3499030 | - | 3499030 | 24.50 | 3499030 | - | 3499030 | 24.50 | 0.00 |
| LLP | 95099 | - | 95099 | 0.67 | 41347 | - | 41347 | 0.29 | -0.38 |
| TRUST | - | - | - | - | - | - | - | - | - |
| HINDU UNDIVIDED FAMILY | 793058 | - | 793058 | 5.55 | 785744 | - | 785744 | 5.50 | -0.05 |
| EMPLOYEE | - | - | - | - | - | - | - | - | - |
| CLEARING MEMBERS | 25286 | - | 25286 | 0.18 | 6331 | - | 6331 | 0.04 | -0.13 |
| DEPOSITORY RECEIPTS | - | - | - | - | - | - | - | - | - |
| OTHERS | - | - | - | - | - | - | - | - | - |
| Sub-total(B)(2) | 8063480 | 327140 | 8390620 | 58.75 | 8448380 | 31274 | 8761120 | 61.34 | 2.59 |

| | | | | | | | | | |
|--|-----------------|---------------|-----------------|---------------|-----------------|---------------|-----------------|---------------|----------|
| Total Public Shareholding (B)=(B)(1)+ (B)(2) | 8063480 | 337240 | 8400720 | 58.82 | 8448380 | 322840 | 8771220 | 61.42 | 2.59 |
| C. Shares held by Custodian for GDRs & ADRs | - | - | - | - | - | - | - | - | - |
| Grand Total (A+B+C) | 13944515 | 337240 | 14281755 | 100.00 | 13958915 | 322840 | 14281755 | 100.00 | - |

ii. Shareholding of Promoters

| Sr. No. | Shareholder's Name | Shareholding at the beginning of the year | | | Shareholding at the end of the year | | | % change in share holding during the year |
|---------|--------------------------|---|----------------------------------|---|-------------------------------------|----------------------------------|---|---|
| | | No. of Shares | % of total Shares of the company | % of Shares Pledged / encumbe red to total shares | No. of Shares | % of total Shares of the company | % of Shares Pledged / encumbe red to total shares | |
| 1. | Ashok Shanabhai Patel | 1232810 | 8.63 | - | 1232810 | 8.63 | - | 0 |
| 2. | Mahesh Narshibhai Pujara | 871850 | 6.10 | - | 884350 | 6.18 | - | 0.08 |
| 3. | Mitesh Mahesh Pujara | 728240 | 5.10 | - | 745240 | 5.22 | - | 0.12 |
| 4. | Bhavin Mahesh Pujara | 675600 | 4.73 | - | 675600 | 4.73 | - | 0 |
| 5. | Daksha Ashokbhai Patel | 600000 | 4.20 | - | 600000 | 4.20 | - | 0 |
| 6. | Hemali Mitesh Pujara | 575751 | 4.03 | - | 575751 | 4.03 | - | 0 |
| 7. | Vilas Pujara | 361784 | 2.53 | - | 361784 | 2.53 | - | 0 |
| 8. | Parul Subhashbhai Patel | 250000 | 1.75 | - | 250000 | 1.75 | - | 0 |
| 9. | Subhash Ambubhai Patel | 185000 | 1.30 | - | 185000 | 1.30 | - | 0 |
| | Total | 5881035 | 41.18 | - | 5510535 | 38.58 | - | -2.50 |

Note: Mr. Rishabh Pravin Siroya, were the part of Promoter and Promoter Group as on 31.03.2019 was reclassified as Public Shareholder w.e.f. June 3, 2019 pursuant to the approval received from BSE Limited on June 3, 2019. Accordingly, his name was not shown in the above table.

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

| Sr. No. | Shareholder's Name | Shareholding at the beginning of the year | | Date | Increase/Decrease in shareholding | Reason | Cumulative Shareholding during the year | |
|---------|--------------------------|---|----------------------------------|------------|---|-----------------|---|----------------------------------|
| | | No. of Shares | % of total Shares of the company | | | | No. of Shares | % of total Shares of the company |
| 1. | Ashok Shanabhai Patel | 1232810 | 8.63 | 01.04.2019 | - | - | 1232810 | 8.63 |
| | | | | | No change in shareholding during the year | | | |
| | | 1232810 | 8.63 | 31.03.2020 | - | - | 1232810 | 8.63 |
| 2. | Mahesh Narshibhai Pujara | 871850 | 6.10 | 01.04.2019 | - | - | 871850 | 6.10 |
| | | | | 27.03.2020 | 12500 | Market Purchase | 884350 | 6.19 |
| | | 884350 | 6.19 | 31.03.2020 | - | - | 884350 | 6.19 |
| 3. | Mitesh Mahesh Pujara | 728240 | 5.10 | 01.04.2019 | - | - | 728240 | 5.10 |
| | | | | 27.03.2020 | 17000 | Market Purchase | 745240 | 5.22 |
| | | 745240 | 5.22 | 31.03.2020 | - | - | 745240 | 5.22 |
| 4. | Bhavin Mahesh Pujara | 675600 | 4.73 | 01.04.2019 | - | - | 675600 | 4.73 |
| | | | | | No change in shareholding during the year | | | |
| | | 675600 | 4.73 | 31.03.2020 | - | - | 675600 | 4.73 |
| 5. | Daksha Ashokbhai Patel | 600000 | 4.20 | 01.04.2019 | - | - | 600000 | 4.20 |
| | | | | | No change in shareholding during the year | | | |
| | | 600000 | 4.20 | 31.03.2020 | - | - | 600000 | 4.20 |
| 6. | Hemali Mitesh Pujara | 575751 | 4.03 | 01.04.2019 | - | - | 575751 | 4.03 |
| | | | | | No change in shareholding during the year | | | |
| | | 575751 | 4.03 | 31.03.2020 | - | - | 575751 | 4.03 |
| 7. | Vilas Pujara | 361784 | 2.53 | 01.04.2019 | - | - | 361784 | 2.53 |
| | | | | | No change in shareholding during the year | | | |
| | | 361784 | 2.53 | 31.03.2020 | - | - | 361784 | 2.53 |
| 8. | Parul Subhashbhai Patel | 250000 | 1.75 | 01.04.2019 | - | - | 250000 | 1.75 |
| | | | | | No change in shareholding during the year | | | |
| | | 250000 | 1.75 | 31.03.2020 | - | - | 250000 | 1.75 |
| 9. | Subhash Ambubhai Patel | 185000 | 1.30 | 01.04.2019 | - | - | 185000 | 1.30 |
| | | | | | No change in shareholding during the year | | | |
| | | 185000 | 1.30 | 31.03.2020 | - | - | 185000 | 1.30 |

Note: Mr. Rishabh Pravin Siroya, were the part of Promoter and Promoter Group as on 31.03.2019 was reclassified as Public Shareholder w.e.f. June 3, 2019 pursuant to the approval received from BSE Limited on June 3, 2019. Accordingly, his name was not shown in the above table.

iv.Shareholding Pattern of top ten Shareholders (other than Directors, Promoters and Holders of GDRs and ADRs):

| Sr. No. | Shareholder's Name | Shareholding at the beginning of the year | | Cumulative Shareholding at the end of the year | | Reason |
|---------|---|---|----------------------------------|--|--|--|
| | | 31/03/2019 | | 31/03/2020 | | |
| | | No. of Shares | % of total Shares of the company | | % change in shareholding during the year | |
| 1. | JM Financial India Trust II -JM Financial India Fund II | 3499030 | 24.50 | 3499030 | 24.50 | - |
| 2. | Sonal Mayur Shah | 1070000 | 7.49 | 1070000 | 7.49 | - |
| 3. | Chetan Ramniklal Shah (HUF) | 535835 | 3.75 | 535835 | 3.75 | - |
| 4. | Shailaja Chetan Shah | 535000 | 3.75 | 535000 | 3.75 | - |
| 5. | Rishabh Siroya | - | - | 400000 | 2.80 | Reclassification from Promoter Shareholder |
| 6. | Manharlal Chimanlal Parikh - HUF | 118238 | 0.83 | | | |
| | 17-01-2020 | -118238 | -0.83 | 0 | 0.00 | Market Sell |
| | 31-01-2020 | 118133 | 0.83 | 118133 | 0.83 | Market Purchase |
| | 31-03-2020 | | | 118133 | 0.83 | - |
| 7. | JV and Associates LLP | 95099 | 0.67 | | | - |
| | 20-12-2019 | -3931 | -0.03 | 91168 | 0.64 | Market Sell |
| | 27-12-2019 | -5111 | -0.04 | 86057 | 0.60 | Market Sell |
| | 31-12-2019 | -8645 | -0.06 | 77412 | 0.54 | Market Sell |
| | 03-01-2020 | -1114 | -0.01 | 76298 | 0.53 | Market Sell |
| | 10-01-2020 | -600 | -0.00 | 75698 | 0.53 | Market Sell |
| | 17-01-2020 | -11500 | -0.08 | 64198 | 0.45 | Market Sell |
| | 24-01-2020 | -2089 | -0.01 | 62109 | 0.43 | Market Sell |
| | 31-01-2020 | -847 | -0.01 | 61262 | 0.43 | Market Sell |
| | 07-02-2020 | -1259 | -0.01 | 60003 | 0.42 | Market Sell |
| | 14-02-2020 | -8300 | -0.06 | 51703 | 0.36 | Market Sell |

| | | | | | | |
|-----|-------------------------|-------|-------|-------|------|-----------------|
| | 21-02-2020 | -4321 | -0.03 | 47382 | 0.33 | Market Sell |
| | 28-02-2020 | -3564 | -0.02 | 43818 | 0.31 | Market Sell |
| | 06-03-2020 | -2371 | -0.02 | 41447 | 0.29 | Market Sell |
| | 13-03-2020 | -100 | -0.00 | 41347 | 0.29 | Market Sell |
| | 31-03-2020 | | | 41347 | 0.29 | |
| 8. | Sandeep Mahendra Shah | 75663 | 0.53 | | | |
| | 20-09-2019 | 80 | 0.00 | 75743 | 0.53 | Market Purchase |
| | 31-03-2020 | | | 75743 | 0.53 | |
| 9. | Yogesh B Mehta | 74100 | 0.52 | 74100 | 0.52 | |
| 10. | Master Capital Services | 67221 | 0.47 | | | |
| | 05-04-2019 | 8969 | 0.06 | 76190 | 0.53 | Market Purchase |
| | 12-04-2019 | 2921 | 0.02 | 79111 | 0.55 | Market Purchase |
| | 19-04-2019 | 2593 | 0.02 | 81704 | 0.57 | Market Purchase |
| | 26-04-2019 | -5618 | -0.04 | 76086 | 0.53 | Market Sell |
| | 03-05-2019 | 155 | 0.00 | 76241 | 0.53 | Market Purchase |
| | 10-05-2019 | 2409 | 0.02 | 78650 | 0.55 | Market Purchase |
| | 17-05-2019 | -835 | -0.01 | 77815 | 0.54 | Market Sell |
| | 24-05-2019 | 8821 | 0.06 | 86636 | 0.61 | Market Purchase |
| | 31-05-2019 | -3515 | -0.02 | 83121 | 0.58 | Market Sell |
| | 07-06-2019 | -2640 | -0.02 | 80481 | 0.56 | Market Sell |
| | 14-06-2019 | 21 | 0.00 | 80502 | 0.56 | Market Purchase |
| | 21-06-2019 | -2108 | -0.01 | 78394 | 0.55 | Market Sell |
| | 28-06-2019 | 28 | 0.00 | 78422 | 0.55 | Market Purchase |
| | 05-07-2019 | 6406 | 0.04 | 84828 | 0.59 | Market Purchase |
| | 12-07-2019 | 3268 | 0.02 | 88096 | 0.62 | Market Purchase |
| | 19-07-2019 | -2211 | -0.02 | 85885 | 0.60 | Market Sell |
| | 26-07-2019 | 1598 | 0.01 | 87483 | 0.61 | Market Purchase |
| | 02-08-2019 | 2367 | 0.02 | 89850 | 0.63 | Market Purchase |
| | 09-08-2019 | 1592 | 0.01 | 91442 | 0.64 | Market Purchase |
| | 16-08-2019 | 3076 | 0.02 | 94518 | 0.66 | Market Purchase |
| | 23-08-2019 | 1237 | 0.01 | 95755 | 0.67 | Market Purchase |

| | | | | | | |
|-----|--------------------|--------|-------|-------|------|-----------------|
| | 30-08-2019 | -8238 | -0.06 | 87517 | 0.61 | Market Sell |
| | 06-09-2019 | 3458 | 0.02 | 90975 | 0.64 | Market Purchase |
| | 13-09-2019 | -3323 | -0.02 | 87652 | 0.61 | Market Sell |
| | 20-09-2019 | -7747 | -0.05 | 79905 | 0.56 | Market Sell |
| | 27-09-2019 | 18 | 0.00 | 79923 | 0.56 | Market Purchase |
| | 30-09-2019 | -13626 | -0.10 | 66297 | 0.46 | Market Sell |
| | 04-10-2019 | 6854 | 0.05 | 73151 | 0.51 | Market Purchase |
| | 11-10-2019 | 2751 | 0.02 | 75902 | 0.53 | Market Purchase |
| | 18-10-2019 | -3818 | -0.03 | 72084 | 0.50 | Market Sell |
| | 25-10-2019 | -3202 | -0.02 | 68882 | 0.48 | Market Sell |
| | 01-11-2019 | 853 | 0.01 | 69735 | 0.49 | Market Purchase |
| | 08-11-2019 | -14881 | -0.10 | 54854 | 0.38 | Market Sell |
| | 15-11-2019 | -6156 | -0.04 | 48698 | 0.34 | Market Sell |
| | 06-12-2019 | 1291 | 0.01 | 49989 | 0.35 | Market Purchase |
| | 13-12-2019 | 12296 | 0.09 | 62285 | 0.44 | Market Purchase |
| | 27-12-2019 | -8506 | -0.06 | 53779 | 0.38 | Market Sell |
| | 24-01-2020 | -10931 | -0.08 | 42848 | 0.30 | Market Sell |
| | 07-02-2020 | -2000 | -0.01 | 40848 | 0.29 | Market Sell |
| | 21-02-2020 | -40848 | -0.29 | 0 | 0.00 | Market Sell |
| | 31-03-2020 | | | 0 | 0.00 | |
| 11. | Sanjay Kumar Singh | 60000 | 0.42 | 60000 | 0.42 | - |
| 12. | Gopal Abichandani | 9106 | 0.06 | | | |
| | 18-10-2019 | 4474 | 0.03 | 13580 | 0.10 | Market Purchase |
| | 08-11-2019 | 7141 | 0.05 | 20721 | 0.15 | Market Purchase |
| | 22-11-2019 | 18281 | 0.13 | 39002 | 0.27 | Market Purchase |
| | 29-11-2019 | 5985 | 0.04 | 44987 | 0.31 | Market Purchase |
| | 06-12-2019 | -20 | -0.00 | 44967 | 0.31 | Market Sell |
| | 13-12-2019 | 7846 | 0.05 | 52813 | 0.37 | Market Purchase |
| | 27-12-2019 | -7100 | -0.05 | 45713 | 0.32 | Market Sell |
| | 31-12-2019 | 5735 | 0.04 | 51448 | 0.36 | Market Purchase |
| | 31-01-2020 | 6918 | 0.05 | 58366 | 0.41 | Market Purchase |

| | | | | | | |
|--|------------|-------|-------|-------|------|-------------|
| | 21-02-2020 | 35398 | 0.25 | 93764 | 0.66 | Market Sell |
| | 06-03-2020 | -43 | -0.00 | 93721 | 0.66 | Market Sell |
| | 31-03-2020 | | | 93721 | 0.66 | |

(v) Shareholding of Directors and Key Managerial Personnel (KMP):

| Sr. No. | For each of the Directors and KMP | Shareholding at the beginning of the year | | Shareholding at the end of the year | | Reason |
|---------|---|---|----------------------------------|-------------------------------------|--|-----------------|
| | | No. of Shares | % of total Shares of the company | No. of Shares | % change in shareholding during the year | |
| 1. | Mahesh N. Pujara Managing Director | 871850 | 6.10 | | | |
| | 27-03-2020 | 12500 | 0.09 | | | Market Purchase |
| | 31-03-2019 | | | 884350 | 6.10 | |
| 2. | Mitesh M. Pujara Whole-time Director | 728240 | 5.10 | | | |
| | 27-03-2020 | 17000 | 0.12 | | | Market Purchase |
| | 31-03-2019 | | | 745240 | 5.22 | |
| 3. | Vijay Dube Chief Financial Officer@ | - | - | - | - | - |
| 4. | Satish Kumar Prajapati Company Secretary@@ | - | - | - | - | - |
| 5. | Ayushi Thakuriya Company Secretary@@@ | - | - | - | - | - |

@ Resigned w.e.f. October 25, 2019

@@ Resigned w.e.f. August 31, 2019

@@@ Appointed w.e.f. December 13, 2019

V. INDEBTEDNESS

Indebtedness of the Company including interest outstanding/accrued but not due for payment.

(Amt. in Lakhs)

| | Secured Loans excluding deposits | Unsecured Loans | Deposits | Total Indebtedness |
|--|--|--------------------|----------|-----------------------|
| Indebtedness at the beginning of the financial year | | | | |
| I) Principal Amount | 17,631.23 | 1,500 | - | 19,131.23 |
| ii) Interest due but not paid | - | - | | - |
| iii) Interest accrued but not due | 35.7 | - | - | 35.7 |
| Total (i+ ii+ iii) | 17,666.93 | 1,500 | - | 19166.93 |
| Change in Indebtedness during the financial year | | | | |
| - Addition | 200 | - | - | 200 |
| - Reduction | (2,349) | - | - | (2,349) |
| Net Change | (2,149) | - | - | (2,149) |
| Indebtedness at the end of the financial year | | | | |
| i) Principal Amount | 15482.42 | 1500 | - | 16982.42 |
| ii) Interest due but not paid | | - | | - |
| iii) Interest accrued but not due | 23.97 | - | - | 23.97 |
| Total (i+ii+iii) | 15506.39 | 1500 | - | 17006.39 |

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

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

(Amt. in Rs.)

| Sr. No. | Particulars of Remuneration | Name of Managing Director/Whole time Director/Manager | | Total Amount |
|------------|---|--|------------------|-----------------|
| | | Mahesh N. Pujara | Mitesh M. Pujara | |
| 1. | Gross salary | 52,28,226 | 47,05,410 | 99,33,636 |
| | (a)Salary as per provisions contained in section17(1) of the Income-Tax Act,1961 | - | - | - |
| | (b)Value of perquisites/s 17(2)Income-Tax Act,1961 | - | - | - |
| | (c)Profits in lieu of salary under section17(3) Income-TaxAct,1961 | - | - | - |
| 2. | Stock Option | - | - | - |
| 3. | Sweat Equity | - | - | - |
| 4. | Commission - as% of profit -Others, specify... | | | |
| 5. | Others, please specify | - | - | - |
| | Total(A) | 52,28,226 | 47,05,410 | 99,33,636 |
| | Ceiling as per the Act | 10% of the Net Profit of the Company calculated in accordance with Section 198 of the Companies Act, 2013 (the "Act") read with Schedule V of the Act. However, members in their general meeting approved the above remuneration in compliance with the Schedule V of the Act. | | |

B. Remuneration to other directors:
(Amt. in Rs.)

| Particulars of Remuneration | Name of Directors | | | | | Total Amount |
|--|--|------------------------------|----------------------------|----------------------------|------------------------------------|--------------|
| | Non-executive Director | Independent Directors | | | | |
| | Subhash Patel@ | Govinder Singh | Harshita Jagwani @@ | Shakuntala Merchant | Ramesh Madhavrao Bhujang@@@ | |
| - Fee for attending board committee meetings | - | 40,000 | 15,000 | 20,000 | 10,000 | 85,000 |
| Commission | - | - | - | - | - | - |
| Others, please specify | - | - | - | - | - | - |
| Total | - | 40,000 | 15,000 | 20,000 | 10,000 | 85,000 |
| Total Managerial Remuneration | - | 40,000 | 15,000 | 20,000 | 10,000 | 85,000 |
| Overall Ceiling as per the Act | 1% of the Net Profit of the Company calculated in accordance with Section 198 of the Companies Act, 2013 | | | | | |

@ Resigned w.e.f. December 28, 2019
@@ Resigned w.e.f. January 25, 2020
@@@ Appointed w.e.f. January 15, 2020
C. Remuneration to Key Managerial Personnel other than MD/Manager/WTD
(Amt. in Rs.)

| Sr. no. | Particulars of Remuneration | Key Managerial Personnel | | | | |
|---------|---|--------------------------|---------------------------------|----------------------------|----------------------|-----------|
| | | CEO | Company Secretary | CFO | Total | |
| | | | Satish Kumar Prajapati @ | Ayushi Thakuriya @@ | Vijay Dube@@@ | |
| 1. | Gross Salary (a)Salary as per provisions contained in Section 17(1) of the Income-tax Act, 1961 | - | 2,40,000 | 1,56,649 | 20,46,831 | 24,43,480 |
| | (b) Value of perquisites as contained in section 17(2) of the Income-tax Act, 1961 | - | - | | | |
| | (c)Profits in lieu of salary under section 17(3) of the Income-tax Act, 1961 | - | - | | | - |
| 2. | Stock Option | - | - | - | - | - |
| 3. | Sweat Equity | - | - | - | - | - |
| 4. | Commission-as % of profit -others, specify | - | - | - | - | - |
| 5. | Others, please specify | - | - | - | - | - |
| | Total | - | 2,40,000 | 1,56,649 | 20,46,831 | 24,43,480 |

@ Resigned w.e.f. August 31, 2019
@@ Appointed w.e.f. December 13, 2019
@@@ Resigned w.e.f. October 25, 2019

| Type | Section of the companies Act | Brief description | Details of Penalty/ Punishment/Compounding fees imposed | Authority[RD /NCLT/Court] | Appeal made. If any(give details) |
|--|------------------------------|-------------------|---|---------------------------|-----------------------------------|
| A. Company ----- NIL | | | | | |
| Penalty | - | - | - | - | - |
| Punishment | - | - | - | - | - |
| Compounding | - | - | - | - | - |
| B. Directors ----- NIL | | | | | |
| Penalty | - | - | - | - | - |
| Punishment | - | - | - | - | - |
| Compounding | - | - | - | - | - |
| C. Other Officers In Default ----- NIL | | | | | |
| Penalty | - | - | - | - | - |
| Punishment | - | - | - | - | - |
| Compounding | - | - | - | - | - |

On behalf of the Board of Directors

Govinder Singh
Chairman

Place: Mumbai
Dated: 28.08.2020

MANAGEMENT DISCUSSIONS AND ANALYSIS REPORT

Overview of Indian Economy:

Indian economy is a fast growing major economy in the world and is expected to be one of the top three economic powers of the world over the next 10-15 years, backed by its strong democracy and partnerships. However, the global economy clocked a growth rate of 2.9 % in 2019. COVID-19 pandemic is posing a risk to the stabilisation of global growth. The COVID-19 pandemic is inflicting high and rising human costs worldwide and the necessary protection measures are severely impacting economic activity. According to IMF projection, the pandemic fades in the second half of 2020 and containment efforts can be gradually unwound, the global economy is projected to grow by 5.8 percent in 2021 as economic activity normalises, helped by policy support.

In 2019-20, the Indian economy grew by 4.2% against 6.1% expansion in 2018-19. Currently, India is the 5th largest economy in the world in terms of GDP at current size of US \$ 2.9 Trillion.

With the addition of over 1,100 startups in 2019, India has continued to maintain its position as the third-largest startup ecosystem in the world, taking the total number of tech startups to 8,900 – 9,300 in the last five years.

India's labour force is expected to touch 160-170 million by 2020, based on rate of population growth, increased labour force participation, and higher education enrolment, among other factors, according to a study by ASSOCHAM and Thought Arbitrage Research Institute.

There have been investments across various sectors of the economy. The mergers and acquisition (M&A) activity in India stood at US\$ 28 billion in 2019, while private equity (PE) deals reached US\$ 48 billion. Gross tax revenue stood at Rs 15.04 lakh crore (US\$ 215.28 billion) in 2019-20 out of which income tax collection contributed Rs 4.80 lakh crore (US\$ 68.14 billion). In 2019, companies in India raised around US\$ 2.5 billion through 17 initial public offers (IPO). India's Index of Industrial Production (IIP) for 2019-20 stood at 129.2. Around 12 million jobs in a year were created in India during 2015-19. India improved its ranking in World Bank's Doing Business Report by 14 spots over last year and was ranked 63 among 190 countries in the 2020 edition of the report.

The first Union Budget of the third decade of 21st century aimed at energising the Indian economy through a combination of short-term, medium-term, and long-term measures. The budget for 2020-21 focuses on increasing the ease of living through three themes — Aspirational India, Economic Development and Caring Society. For the theme of Aspirational India, Union Budget 2020-21 focussed on aspects such as agriculture, irrigation and rural development; wellness, water and sanitation; and education and skill development. Under Economic Development, focus was to allocate budget to industry, commerce and investments; infrastructure and the new economy — led by startups and the tech ecosystem. Finally, to create a 'Caring Society', the budget focussed on women and child welfare; culture and tourism; and environment and climate change.

Total expenditure for 2020-21 is budgeted at Rs 37.14 lakh crore (US\$ 531.53 billion), an increase of 13 per cent from 2019-20 (revised budget estimates).

Numerous foreign companies are setting up their facilities in India on account of various government initiatives like Make in India and Digital India. The Government of India has launched the Make in India initiative with an aim to boost the manufacturing sector of Indian economy, to increase the purchasing power of an average Indian consumer, which would further boost demand, and hence spur development, in addition to benefiting investors. The Government of India, under the Make in India initiative, is trying to give boost to the contribution made by the manufacturing sector and aims to take it up to 25 per cent of the GDP from the current 17 per cent. Besides, the Government has also come up with Digital India initiative, which focuses on three core components: creation of digital infrastructure, delivering services digitally and to increase the digital literacy.

The Central Government announced various economic packages, having a cumulative worth of around Rs 20 lakh crore (US\$ 283.73 billion) and being almost 10 per cent of India's GDP. Pradhan Mantri Garib Kalyan Package (PMGK) was introduced in April 2020 to provide relief to underprivileged and help them fight the battle against COVID-19. The budget allocated to the scheme was Rs 1.70 lakh crore (US\$ 24.12 billion). India is expected to attract investment of around US\$ 100 billion in developing the oil and gas infrastructure during 2019-23. The Government of India is going to increase public health spending to 2.5 per cent of the GDP by 2025. For implementation of Agriculture Export Policy, Government approved an outlay Rs 206.8 crore (US\$ 29.59 million) for 2019, aimed at doubling farmers income by 2022. Around 26.02 million households were electrified by 31st March 2019 under Pradhan Mantri Sahaj Bijli Har Ghar Yojana (SAUBHAGYA).

The Government has been at the forefront in encouraging housing sector and have taken various initiatives in this regard. The Government of India in last twelve months have taken several steps to lift growth, including a cut in corporate tax rates, a real estate fund for stressed housing projects and a national infrastructure pipeline. The key reforms introduced by the government to boost the housing sector in India which in turn will have a positive impact on the housing finance sector. Under the Pradhan Mantri Awas Yojana (Urban), Government has achieved the milestone of sanctioning more than one crore houses under PMAY(U) and completed the construction of over 32 Lakhs houses with an overall target investment in projects of Rs 6.13 Lakhs crore .

Market Scenario:

India has a diversified financial sector undergoing rapid expansion, both in terms of strong growth of existing financial services firms and new entities entering the market. The sector comprises commercial banks, insurance companies, non-banking financial companies, co-operatives, pension funds, mutual funds and other smaller financial entities. The banking regulator has allowed new entities such as payments banks to be created recently thereby adding to the types of entities operating in the sector. However, the financial sector in India is predominantly a banking sector with commercial banks accounting for nearly 60 per cent of the total assets held by the financial system.

India has a stable outlook on affordable housing finance companies (HFCs) in FY21. The overall loan growth of HFCs to moderate to 7% to 9% yoy in FY21 vis-a-vis last three years' compounded annual growth rate of 16 per cent in the backdrop of the Covid-19 outbreak. People will defer

home purchases and home improvement/extension decisions till they are able to achieve stability in income levels/resumption of business activities. Asset quality of all segments of housing loans could be impacted, and within housing, the asset quality in the affordable and self-employed segment could worsen, compared to the salaried segment.

Further, the liquidity of repossessed properties could get impacted, leading to delays in recoveries or possibly higher losses on the sale of such properties. While the lifetime losses on secured retail loans such as home loans and LAP are expected to be limited, given the underlying collateral and moderate loan-to-value, however, a downward movement in property prices could expose to higher levels of credit risk. The government sponsored schemes such as credit linked subsidy scheme help moderate loan to value ratio, thereby moderating loss given default risk in the segment.

NBFCs and HFCs have been leading the housing finance innovation, with 40% market share of the home loan industry. The segment managed to earn the status-quo by way of reaching out to the underserved and unserved geographies and demographics viz. owners of micro and small businesses, employees of small and micro enterprises. Over and above that, the NBFCs and HFCs demonstrated audacity by providing home loans to people living and buying properties on the peripheries of large and medium cities. One of the most important factors for any retail loan borrower is the rate of interest. Overall home loan rates are expected to be stable in 2020.

Though banks have continued to disburse home loans during the liquidity crisis faced by NBFCs and HFCs, their limitation in distribution and slower processing ability will surely impact the housing finance growth in the country, especially in Tier II and Tier III cities. However, with the liquidity situation now close to normalising, NBFCs and HFCs are expected to restart disbursals. In 2020, housing finance is expected to pick up pace based on normalisation of social life post Covid-19.

India Home Loan Limited (IHLL) is making steady and strong progress in the field of Housing Finance. It provides various products for Lower Income Group and Middle Income Groups. It is concentrating on affordable housing loan for purchase of ready or under-construction housing units, home renovation/extension, self-construction, purchase of plots and composite loan for purchase of plot and self-construction. Company has entered into various Memorandum of Understanding with various Government Agencies to provide benefit and incentives to its borrowers.

Key regulatory developments

During fiscal 2019, the regulatory oversight for HFCs was moved from NHB to RBI, while NHB will continue to be the supervisor and will provide refinance. In the meanwhile, NHB took steps to ensure stability and quality in the HFCs by increasing the requirement for capital and reducing the leverage limits whereby trying to build confidence in the investor community. Further, the government, along with the regulator, has been taking steps to ease stress in the real estate and HFC/NBFC sectors by announcing various measures to address the liquidity crunch and provide relief to stalled real estate projects such as – Relaxation on the minimum holding period for which assets eligible for

securitisation, Providing a partial credit guarantee to public sector banks for purchasing the high rated pooled assets of financially sound NBFCs, Relaxation of ECB guidelines for affordable housing, Establishing an alternate investment fund (AIF) amounting to Rs. 25,000 crores aimed at priority debt financing for the completion of stalled housing projects, Higher income tax exemption for home buyers in the affordable housing segment etc.

Regulatory announcement relating to COVID-19

In wake of the out-break of COVID-19 pandemic, both the government and RBI came into action and announced various measures to ensure that there is sufficient liquidity in the financial market and the burden on the common man is reduced. In order to mitigate the burden of debt servicing, Reserve Bank of India has permitted Financial Institutions to grant a moratorium of up to three months on payment of all instalments falling due between March 1, 2020 and May 31, 2020, which was extended by further three months upto August 31, 2020 by RBI. The regulator also allowed dispensation to the financial institutions extending such moratorium by way of freezing the days past due for such customers.

Additionally, RBI reduced the rate by 115 bps and CRR for banks by 50 bps. It also announced Targeted Long Term Repo (LTRO), to enable banks to onward lend to NBFCs/HFCs/MFs and other financial sector players to ease their liquidity requirements. All this has been taken positively and now funds are available to NBFCs/HFCs with relatively stable profiles.

Further, NHB has also announced relaxation in the form of moratorium on payments related to refinance.

Products and Services:

IHLL's primary offering is through home loan products to suit borrowing capabilities across different classes of borrowers, namely salaried professionals, self-employed and entrepreneurs. Housing loans include finance for the purchase of ready or under-construction housing units, home renovation/ extension, self-construction, purchase of plots and composite loan for purchase of plot and self-construction. Special care is taken to enable home loan access to the LIG segment, while designing the product and processes.

Branding and Marketing Efforts:

IHLL through concerted branding and marketing efforts continues to strengthen its reach and service to customers, especially in the lower and middle income (LMI) segment. Company is engaged with specialized third party agencies for various marketing activities like production of advertisement, research etc. IHLL is operating in four states – Gujarat, Rajasthan, Maharashtra and Delhi. It has 12 offices across these four states. IHLL's staff strength as at March 31, 2020 was 70.

Financial Performance:

In the financial year ended March 31, 2020, the Company's Total Comprehensive Income increased to Rs. 2.82 crore, growing by over 61% over last year's Total Comprehensive Income of Rs. 1.75 crore. The Company's revenues for the year ended March 31, 2020 stood at Rs. 32.94 Cr.

Asset under management (AUM) stood at Rs. 216.43 Cr as on March 31, 2020 compared to AUM for the year ended March 31, 2019 which was Rs. 218.60 Cr. For FY 2019-20, the return on average equity was at 7.6%.

Key Financial Indicators

Key Financial Indicators for the year ended March 31, 2020 are:

1. Home loan portfolio at the end of year stood at Rs. 174.43 Cr.
2. Loan against Property Loan portfolio at the end of year stood at Rs. 13.85 Cr.
3. Project Loan portfolio at the end of the year stood at Rs. 28.15 Cr.
4. Current year Total Comprehensive Income increased to Rs. 2.82 Cr., as on 31st March 2020 as against last year Total Comprehensive Income amounting to Rs. 1.75 Cr.
5. The Company's credit rating is maintained at "CARE BBB-" as on 31st March 2020.
6. Active and aligned with developers through Project Finance and approved Project strategy to build continuing leads and forward linkages for home loans
7. Competitive offerings, both on products and pricing

Loans

The Loan approval process at IHLL is centralized with varying approval limits. Approvals of lending proposals are carried out by credit officers upto the limits delegated. Approvals beyond certain limits are referred to the Credit Committee and larger proposals, as appropriate, are referred to the Committee of Directors, set up by the Board.

Provision for Standard Assets, NPAs and Contingencies

As per the prudential norms of NHB, IHLL has identified Non-performing Asset (NPAs) and made required provisions on such NPAs besides not recognizing income in respect of such NPAs. An asset is NPA if the interest or EMIs (Equated Monthly Instalment) is overdue for 90 days. IHLL's NPAs as at March 31st, 2020 were INR 8.54 Cr in respect of Individual Home Loans and INR 0.043 Cr in respect of LAP Loan. There were no NPAs under Developer Loans. As per prudential norms of NHB, IHLL is required to carry a provision of INR 2.37 Cr. towards such NPAs. IHLL gross NPA is 4.14% and net NPA is 3.06% on the outstanding loans of INR 216.43 Cr as at March 31st, 2020.

Investments

The Board of Directors are Responsible for approving investments in line with limits. The decisions to buy and sell up to the approved limit delegated by the board are taken by the Managing Director. The investment function is carried out primarily to support the core business of housing finance to ensure adequate levels of liquidity and to maintain investment in approved securities as per the norms of NHB. Considering the time lag between raising of resources and its deployment, the surplus funds are generally being parked with liquid fund schemes of mutual funds and short-term deposits with banks.

Borrowed Funds

IHLL has been raising funds for its lending activities from banks/FIs by way of term loan, from NHB by way of refinance. Endeavours at IHLL have been performed to minimize the weighted average cost of borrowings and maintain a healthy spread on its lending activities. To minimize the risk arising on account

of asset liability mismatch, IHLL has set internal norms on the quantum of short-term borrowings so that a prudent balance is maintained in keeping the cost of funds low to an extent that the risk arising from the mismatch could be managed.

During the Financial Year 2019-20, company has availed total borrowing of Rs 22 Cr .The outstanding amount as on 31st March 2020 is Rs. 170.06 Crore against outstanding of Rs 191.67 Cr in previous year.

Operational Performance

During the course of the year, the Company had a muted growth in the total revenue from operations which mainly includes interest on housing loan disbursed to the customers. Due to tight liquidity in financials market, debt raise was difficult. New disbursement got impacted due to difficulty of raising funds. Due to scheduled draw down of Loan book and closure of many loan accounts by customers the total AUM reduced to INR 216.43 Cr. as on March 31, 2020 from 218.60 Cr. as on March 31, 2019.

NHB Guidelines and Prudential Norms

The Company has complied with the provisions of the Housing Finance Companies (NHB) Directions as prescribed by National Housing Bank (NHB) and has been in compliance with the various Circulars, Notifications and Guidelines issued by NHB from time to time. The Circulars, Notifications and Guidelines issued by NHB are also placed before the Audit Committee / Board of Directors at regular intervals to update the Committee/ Board members on the compliance of the same.

IHLL's total borrowings as at March 31, 2020 of INR 170.06 Cr were within the permissible limit of 16 times the net owned funds. IHLL's Capital Adequacy Ratio as at March 31, 2020 was 42.30 % as against NHB's prescribed limit of 12%. The Capital Adequacy on account of Tier I Capital was 29.90 % while the Capital Adequacy on account of the Tier II Capital was 12.40%

Inspection by National Housing Bank (NHB)

NHB, under section 34 of the NHB Act, 1987, carries out inspection of HFCs. During the Financial year 2019-20, NHB conducted credit inspection of selected loan files of IHLL.

Opportunities

The Government schemes have provided the much-needed stimulus to the real estate sector. Infrastructure status to the affordable housing sector, various deduction on profits for affordable housing projects, an increase in the carpet area for MIGs, bringing more beneficiaries under the CLSS net, and relaxed completion timelines for affordable housing projects are some of the important steps. More recently, a dedicated fund for affordable housing was set up under the National Housing Bank, which will be funded through priority sector lending shortfall and fully serviced Government-authorized bonds. This was in addition to the rationalization of GST for affordable and low-cost housing from the previous 12% to 8%, and the formalization of a new policy framework for PPPs. The introduction of the Real Estate Regulation and Development Act, 2016, Goods & Services Tax, and the revision of the Real Estate Investment Trust (REIT) guidelines have lent some stability to the real estate market. Some of the major opportunities for the housing sector include:

- Increasing demand in Sub-Urban and Tier II and Tier III Cities
- Increasing population in Cities
- Thrust given by Govt. in developing Smart City Concept
- Central Govt. "Housing for all Push for CLSS under PMAY

Threats

Despite improving sector dynamics, the limited availability and high cost of land in urban areas remain big challenges. Some of the major challenges grappling the housing sector include:

- The housing finance sector has been facing finance sourcing challenges, like rising funding cost, increased spotlight on their asset-liability mismatches and contracting margins.
- Poor employment opportunities lead to under development of the region. This coupled with inadequate infrastructure like roads, electricity, water supply, drainage systems, educational institutions, hospitals etc. pose challenges for possibility of creating a favorable habitat
- Stiff competition from public and private banks.
- Uncertainties in Real Estate Sector.
- Subdued Market due to the impact of Covid-19.
- In some cases, Incomes of borrowers affected by lockdown due to Covid-19 may affect borrower's repayment capacity for a while.

Outlook and Strategy

The company intends to increase its portfolio primarily in the affordable housing segment in the states of Gujarat, Maharashtra and Rajasthan. The company is more inclined towards government projects considering the default risk is low in these projects. IHLL has done detailed analysis of existing and upcoming affordable housing government projects in target territories of the above mentioned 3 states. IHLL is looking for new and further equity funding to be able to leverage it with bank and financial borrowings so as to grow its book. The company is working towards to further strengthen its internal processes and policies so as to able to smoothly transition to a growth phase in affordable housing lending segment. The government's efforts to boost "affordable housing" by conferring "infrastructure status" to this segment and announcing various tax incentives will continue to attract more prominent developers to realign their products to operate in this category which will provide increased opportunities for affordable housing finance companies to lend. The Union Cabinet's decision to increase the carpet area of affordable units to 120 sq. m and 150 sq. m for MIG-I (income category ` 6-12 lakh per annum) and MIG-II (income category of `12-18 lakh per annum) segments respectively, coupled with an interest subsidy of upto 6%, has benefitted both buyers and sellers as options increased for the former and inventories were cleared for the latter.

Risks and concerns

IHLL has a well-defined risk management framework in place. The risk management framework works at various levels across the enterprise. The Company has constituted a Risk Management Committee of the Board on February 13, 2020 which is authorised to monitor and review risk management plan. The Risk Management Committee (RMC) comprises the Independent Director as the Chairman and the members include senior managers holding key positions in the Company. The RMC would apprise the Audit Committee of the key risks associated with the business of the Company and the measures to mitigate them.

The Audit Committee has been periodically reviewing the risk profile of the Company and evaluating the adherence by the branches/function of the systems and processes in the place for monitoring,

evaluation, assessment and mitigation of risk through a systematic and effective audit programme. The observations of Audit Committee, if any, on the risk management are reported to the Board. IHLL manages various risks like financial risk, operational risk, marketing risk, external risk and regulatory risks associated with the mortgage business. The critical risks which can significantly impact profitability and financial strength are credit risk, interest rate risk and liquidity risk. IHLL manages credit risk through internal credit norms. Liquidity risk and interest rate risk arising out of maturity mismatch of assets and liabilities are managed through regular monitoring of the maturity profile.

Internal control systems and their adequacy

IHLL has an adequate system of internal control for business processes, operations, financial reporting, fraud control, and compliance with applicable laws and regulations. It has been designed to provide a reasonable assurance with regard to maintaining of proper accounting controls, monitoring of operations, protecting assets from unauthorized use or losses, compliance with regulations and for ensuring reliability of financial reporting. IHLL has documented procedures covering all financials and operating functions.

Company's Management Assurance and Audit function is headed by senior management personnel with reporting lines to the Audit Committee of the Board and a dotted line reporting to the Managing Director. The head of management assurance and audit is accountable to the Board of Directors through the Chairman of the Audit Committee. The function is responsible for providing comprehensive audit coverage of all divisions within the Company and for assisting management in ensuring proper control over Company's assets and liabilities. It is an independent and objective assurance and consulting activity designed to add value and improve the Company's operations. It helps your Company accomplish its objectives by bringing a systematic, disciplined approach to evaluate and improve the effectiveness of risk management, control and governance processes. The function adopts a risk based audit approach and conducts an audit of all branches and functions and also proactively recommends improvements in operational processes and suggests streamlining of controls to mitigate various risks.

Human Resource and Employee Relations

As business continues to grow at a steady pace, the HR's responsibility of nurturing the potential of employees is also greater. With digitization of the HR function we have made further progress. Our talent acquisition programme is also continually focused on hiring best in class talent. The HR personnel along with senior employees across departments are involved in developing internal talent, and best performing employees are given enhanced job responsibilities.

The Company had 70 employees as on March 31, 2020.

Cautionary Statement

The Management Discussion and Analysis report containing your Company's objectives, projections, estimates and expectation may constitute certain statements, which are forward-looking within the meaning of applicable laws and regulations. The statements in this Management Discussion and Analysis report could differ materially from those expressed or implied. Important factors that could make a difference to the Company's operations include money market conditions, cyclical demand and pricing in the Company's principal markets, changes in the governmental regulations, tax regimes, and economic developments within India, the global macro-economic conditions and other incidental factors.

REPORT ON CORPORATE GOVERNANCE

COMPANY'S PHILOSOPHY OF CORPORATE GOVERNANCE:

The basic philosophy of Corporate Governance at India Home Loan Limited is to achieve business excellence by creating and enhancing value for its stakeholders. Our corporate governance framework ensures that we make timely disclosures and share accurate information regarding the operations/governance of the Company.

As required by the Listing Regulations the report on Management Discussion and Analysis, Corporate Governance along with the Certificate from Practicing Company Secretary regarding compliance of conditions of Corporate Governance and Business Responsibility Reporting form part of the Annual Report. The Company has also adopted Code of Conduct which sets out the systems, process and policies in confirmation to Housing Finance Companies – Corporate Governance (National Housing Bank) Directions, 2016, as amended from time to time.

BOARD OF DIRECTORS:

The Board of Directors oversees the management functions to enhance value of Shareholder. The potential competitive advantage of board structure comprising executive directors and Independent Non-Executive Director including Women Director lies in knowledge, optimal mix of professionalism, variety experience and core competence across various fields viz. banking, global finance, accounting and economics which enables the Board to discharge its responsibilities and provide effective leadership to the business.

The Board comprises two Executive Directors, three Non-Executive and Independent Directors (including Woman Director) and two Nominee Directors. The Chairman of the Board is Non-Executive Independent Director. None of the directors of the Company are inter-se related to each other except that Mr. Mahesh Pujara, Managing Director is father of Mr. Mitesh Pujara, Executive Director and the Nominee Directors are representatives of the AIF. The composition of Board is in conformity with Regulation 17 of SEBI (Listing Obligations and Disclosure Requirements) 2015, Regulations ("SEBI LODR Regulations"), read with Section 149(4) of the Companies Act, 2013 ("Act").

NUMBER OF BOARD MEETINGS

During the financial year ended on March 31, 2020, 6 (Six) Board Meetings were held on May 28, 2019, August 9, 2019, September 11, 2019, December 13, 2019, January 15, 2020 and February 13, 2020. The maximum interval between any two meetings was well within the maximum allowed gap of one hundred and twenty days. The 29th Annual General Meeting (AGM) of the Company was held on September 13, 2019.

COMPOSITION OF BOARD AS ON MARCH 31, 2020:

The names and categories of the Directors on the Board, their attendance at Board Meetings held during the year under review and at the last Annual General Meeting ("AGM"), name of other listed entities in which the Director is a director and the number of Directorships and Committee Chairmanships / Memberships held by them in other public limited companies as on March 31, 2020 are given herein below:

| Sr. No. | Name of the Director | Category | Number of Board Meetings attended during FY 2019-20 | Whether attended last AGM held on September 13, 2019 | *No of Director ships in other public limited companies | **No of committee positions held in other public limited companies | Name of listed entity where Director along with Category of Directorship |
|---------|---|---|---|--|---|--|--|
| 1. | Mr. Mahesh Pujara (Managing Director) | Promoter Director | 6 | Yes | - | - | 0 |
| 2 | Mr. Mitesh Pujara (Whole-time Director) | Promoter Director | 6 | Yes | - | - | 0 |
| 3. | Mr. Govinder Singh Chairman | Independent Director | 5 | Yes | - | - | 0 |
| 4. | Mr. Siddharth Kothari | Nominee Director | 3 | No | 1 | 1 | Independent Director in NITCO Limited |
| 5. | Mr. Vinit Rai | Nominee Director | 6 | No | 0 | 0 | 0 |
| 6. | Mrs. Shakuntala Merchant | Independent Director | 3 | No | 0 | 0 | 0 |
| 7. | Mr Ramesh Bhujang@ | Additional Director - Independent Promoter- | 2 | No | 1 | 0 | 0 |
| 8. | Mr. Subhash Patel@@ | Non-Executive Director | 4 | Yes | 0 | 0 | 0 |
| 9. | Mrs. Harshita Jagwani@@@ | Independent Director | 1 | No | 0 | - | 0 |

**** Includes Directorships of public limited companies or a private company that is either a holding or subsidiary company of a public company registered under the Companies Act, 1956/ the Companies Act, 2013 other than India Home Loan Limited.***

*****For the purpose of determination of limit of the Board Committees, chairpersonship and membership of the Audit Committee and Stakeholders' Relationship Committee has been considered as per Regulation 26(1)(b) of Listing Regulations.***

@ Appointed as Additional Director – Independent with effect from January 15, 2020.

@@Ceased to be a Director of the Company with effect from December 28, 2019.

@@@Ceased to be a Director of the Company with effect from January 25, 2020.

Mrs. Harshita Jagwani, Independent Director of our Company has resigned from the Board of our Company w.e.f. January 25, 2020, on her increasing pre-occupation as a practicing Lawyer.

BOARD PROCEDURE

The required information, including information as enumerated in Part A of Schedule II of the Listing Regulations is made available to the Board of Directors for discussions and consideration at Board Meetings. A detailed Agenda, setting out the business to be transacted at the Meeting(s), supported by detailed Notes and Presentations, if any, is sent to each Director at least seven days before the date of the Board Meeting(s) and of the Committee Meeting(s) and at times when meetings are held at shorter notice then consent is taken prior to holding the meeting. The Board meets at least once in a quarter to review financial results and operations of the Company. In addition to the above, the Board also meets as and when necessary to address specific issues concerning the businesses of the Company. We provide video/teleconferencing facilities to enable their participation. The Board periodically reviews compliance reports pertaining to all laws applicable to the Company, prepared by the Company.

ROLE OF INDEPENDENT DIRECTORS

The Company has received declarations from the Independent Directors that they continue to fulfil the criteria of independence prescribed in Section 149 (6) of the Companies Act, 2013 read with Schedule IV and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (hereinafter referred to as 'SEBI Listing Regulations').

Independent Directors act as a guide to the company. Their roles broadly include improving corporate credibility and governance standards functioning as a watchdog, and playing a vital role in risk management. Independent Directors play an active role in various committees set up by company to ensure good governance.

FAMILIARIZATION PROGRAMMES FOR THE INDEPENDENT DIRECTORS:

The Company follows a structured orientation programme for its newly inducted Director(s) to ensure that they become fully aware of the industry in which the Company operates, the processes, systems and policies adopted and followed by the Company. The familiarization programme focuses on the business model and operations of the Company and aims at informing the directors on the legal, regulatory as well as socio-economic regime in which the Company functions.

The Company briefs its Independent Directors on the roles, rights and responsibilities of the Independent Directors, nature of the industry in which the Company operates, business and operations model, credit policies of the Company etc. It also ensures that regular updates are provided to all the Directors on the changes/ revision in the Company's business model, new developments & initiatives undertaken by the Company, new processes & policies adopted/revised, amendment/introduction of applicable laws and/or regulations etc.

The familiarization programme for the new and continuing Independent Directors of the Company ensures valuable participation and inputs from them which helps in bringing forth the best practices into the organization and helps in taking informed decision(s) at the Board Level.

INDEPENDENT DIRECTOR'S MEETING:

The Independent Directors convened a separate meeting without the presence of the Non-Independent Directors or Chief Financial Officer or any other Managerial Personnel.

The meeting was conducted in an informal and flexible manner to enable the Independent Directors to discuss matters pertaining to, inter alia, review of performance Non Independent Directors and the Board as a whole, review the performance of the company, assess the quality, quantity and timelines of flow of information between company management and the Board that is necessary for the Board to effectively and reasonably perform their duties.

The Meeting of the Independent Director was held on February 13, 2020.

BOARD EVALUATION:

The Board of Directors has carried out an annual evaluation of its own performance, Board committees and individual Directors pursuant to the provisions of the Act and the corporate governance requirement as prescribed by the Listing Regulations. The performance of the Board was evaluated by the Board after seeking inputs from the Directors on the basis of specified criteria such as the Board Composition and structures, effectiveness of board processes, information and functioning, etc.

The Board and the Nomination and Remuneration Committee ("NRC") reviewed the performance of the Individual Directors on the basis of as the contribution of the individual Director to the Board and Committee meetings based upon criteria such as preparedness on the issues to be discussed, meaningful and constructive contribution and inputs in meetings, etc.

At a separate meeting of Independent Directors, performance of Non-Independent Directors & performance of the Board as a whole was evaluated, taking into account the views of the Executive Directors and Non-Executive Directors. The same was discussed at the next Board meeting at which the performance of the Board, its Committees and individual Directors was also discussed. Performance evaluation of Independent Directors was done by the entire Board, excluding the Independent Director being evaluated.

The board has identified the following skills/expertise/competencies fundamental for the effective functioning of the Company which are currently available with the Board:

| | |
|------------|---|
| Business | Developing robust sales and marketing team, understanding various geographical markets, business development, identifying and working towards market opportunities |
| Technology | Developing and implementation of process technology and monitoring of outstanding loan accounts, preparation of reports, etc |
| Finance | Financial management, managing financial systems, Financial reporting process, Internal financial control, capital allocation, Auditor, principal controller, Capex management. |
| Leadership | Guiding and leading management teams to make decision in uncertain environments projects management, strategic planning, risk management, Effective communication, Awareness of business process, developing talent, integrity, building relations, innovation, developing leadership skills, planning successions. |

These skills/competencies are broad-based, encompassing several areas of expertise/experience. Each Director may possess varied combinations of skills/experience within the described set of parameters, and it is not necessary that all Directors possess all skills/experience listed therein

| Sr. No | Name of the Directors | Business | Technology | Finance | Leadership |
|--------|--|----------|------------|---------|------------|
| 1 | Mr. Mahesh Pujara (Managing Director) | ✓ | | ✓ | ✓ |
| 2 | Mr. Mitesh Pujara (Whole-time Director) | ✓ | ✓ | ✓ | |
| 3 | Mr. Govinder Singh Chairman | ✓ | ✓ | ✓ | ✓ |
| 4 | Mr. Siddharth Kothari | ✓ | | ✓ | ✓ |
| 5 | Mr. Vinit Rai | ✓ | | ✓ | ✓ |
| 6 | Mrs. Shakuntala Merchant | ✓ | | ✓ | |
| 7 | Mr Ramesh Bhujang@ | ✓ | ✓ | ✓ | ✓ |

@ Appointed as Additional Director – Independent with effect from January 15, 2020

COMMITTEES OF THE BOARD

To enable better and more focused attention on the affairs of the Company, the board delegates particular matters to committees of the board set up for the purpose. Pursuant to the applicable provisions of the Act and SEBI Listing Regulations the Board has constituted Audit Committee, Nomination and Remuneration Committee and Stakeholders' Relationship Committee. These committees prepare the groundwork for decision-making and report the same to the board at the subsequent meetings.

AUDIT COMMITTEE:

Brief description and terms of reference:

The Audit Committee is an essential component in corporate governance. It is responsible for providing oversight over the organization's audit and other areas involving financial management. All the members of the committee have accounting and financial management expertise. The quorum for the meeting of the committee is two members.

The Audit Committee is duly constituted in accordance Regulation 18 of SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015 and of Section 177 of the Act.

Composition of Audit Committee as on 31st March, 2020:

| Name of Directors | Status in Committee | Nature of Directorship |
|---------------------------|---------------------|--------------------------------------|
| Govinder Singh | Chairman | Non-Executive- Independent Director |
| Siddharth Kothari | Member | Non-Executive – Nominee Director |
| Harshita Jagwani@@ | Member | Non-Executive – Independent Director |
| Shakuntala Merchant | Member | Non-Executive- Independent Director |
| Ramesh Madhavrao Bhujang@ | Member | Non-Executive- Independent Director |

@ Appointed with effect from January 15, 2020

@@ Ceased to be a Director of the Company with effect from January 25, 2020.

During the year, the committee met 7 (Seven) times. The meetings were held on May 28, 2019, July 17, 2019, September 11 2019, November 8, 2019, November 27, 2019, December 13, 2019 and February 13, 2020.

Meetings and Attendance of the Audit Committee during the year:

| Sr. No. | Name of Member | No. of Meeting Held During the Year | No. of Meetings Attended |
|---------|---------------------------|-------------------------------------|--------------------------|
| 1 | Govinder Singh | 7 | 6 |
| 2 | Siddharth Kothari | 7 | 6 |
| 3 | Harshita Jagwani@ | 7 | 4 |
| 4 | Shakuntala Merchant | 7 | 4 |
| 5 | Ramesh Madhavrao Bujang@@ | 7 | 0 |

@ Ceased to be a Director of the Company with effect from January 25, 2020.

@@ Appointed as Additional Director – Independent with effect from January 15, 2020

The Audit Committee meetings are also attended by Internal Auditors and Statutory Auditors as invitees.

Powers of the Audit Committee:

1. To investigate any activity within its terms of reference.
2. To seek information from any employee.
3. To obtain outside legal or other professional advice.
4. To secure attendance of outsiders with relevant expertise, if it considers necessary.

Role of the Audit Committee:

1. Oversight of the company's financial reporting process and the disclosure of its financial information to ensure that the financial statement is correct, sufficient and credible;
2. Recommendation for appointment, remuneration and terms of appointment of auditors of the company;
3. Approval of payment to statutory auditors for any other services rendered by the statutory auditors;
4. Reviewing, with the management, the annual financial statements and auditor's report thereon before submission to the board for approval, with particular reference to:
 - a. Matters required to be included in the Director's Responsibility Statement to be included in the Board's report in terms of clause (c) of sub-section 3 of section 134 of the Companies Act, 2013;
 - b. Changes, if any, in accounting policies and practices and reasons for the same;
 - c. Major accounting entries involving estimates based on the exercise of judgment by management;
 - d. Significant adjustments made in the financial statements arising out of audit findings;
 - e. Compliance with listing and other legal requirements relating to financial statements;
 - f. Disclosure of any related party transactions; and
 - g. Modified opinion(s) in the draft audit report.
5. Reviewing, with the management, the quarterly financial statements before submission to the board for approval;
6. Reviewing, with the management, the statement of uses / application of funds raised through an issue (public issue, rights issue, preferential issue, etc.), the statement of funds utilized for purposes other than those stated in the offer document / prospectus / notice and the report submitted by the monitoring agency monitoring the utilization of proceeds of a public or rights issue, and making appropriate recommendations to the Board to take up steps in this matter;
7. Reviewing and monitoring the auditor's independence and performance, and effectiveness of audit process;
8. Approval or any subsequent modification of transactions of the company with related parties;

9. Scrutiny of inter-corporate loans and investments;
10. Valuation of undertakings or assets of the company, wherever it is necessary;
11. Evaluation of internal financial controls and risk management systems;
12. Reviewing, with the management, performance of statutory and internal auditors, adequacy of the internal control systems;
13. Reviewing the adequacy of internal audit function, if any, including the structure of the internal audit department, staffing and seniority of the official heading the department, reporting structure coverage and frequency of internal audit;
14. Discussion with internal auditors of any significant findings and follow up there on;
15. Reviewing the findings of any internal investigations by the internal auditors into matters where there is suspected fraud or irregularity or a failure of internal control systems of a material nature and reporting the matter to the board;
16. Discussion with statutory auditors before the audit commences, about the nature and scope of audit as well as post-audit discussion to ascertain any area of concern;
17. To look into the reasons for substantial defaults in the payment to the depositors, debenture holders, shareholders (in case of non-payment of declared dividends) and creditors;
18. To review the functioning of the Whistle Blower/ Vigil Mechanism mechanism. Committee ensure that the procedures ensure adequate safeguards against victimization of persons using such mechanism and make provision for direct access to the chairperson of the Audit Committee in appropriate or exceptional cases;
19. Approval of appointment of CFO (i.e., the whole-time Finance Director or any other person heading the finance function or discharging that function) after assessing the qualifications, experience and background, etc. of the candidate;
20. Carrying out any other function as is mentioned in the terms of reference of the Audit Committee.

NOMINATION AND REMUNERATION COMMITTEE:

The Nomination and Remuneration Committee is duly constituted and the matters specified in accordance with Regulation 19 of SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015 and Section 178 of the Companies Act, 2013.

Composition of Nomination and Remuneration Committee as on 31st March, 2020:

| Name of Directors | Status in Committee | Nature of Directorship |
|--------------------------|----------------------------|--|
| Mrs. Shakuntala Merchant | Chairperson | Non-Executive & Woman Independent Director |
| Mr. Siddharth Kothari | Member | Non-Executive & Nominee Director |
| Mr. Govinder Singh | Member | Non-Executive & Independent Director |
| Mr. Vinit Rai | Member | Non-Executive & Nominee Director |

During the year under review, the committee met 5 (Five) times. The meetings of the committee were held during the year on September 11, 2019, November 8, 2019, December 13, 2019, January 15, 2020 and February 13, 2020.

Meetings and Attendance of the Nomination and Remuneration Committee during the year:

| Sr. No. | Name of Member | No. of Meeting Held During the Year | No. of Meetings Attended |
|----------------|--------------------------|--|---------------------------------|
| 1 | Mrs. Shakuntala Merchant | 5 | 5 |
| 2 | Mr. Siddharth Kothari | 5 | 4 |
| 3 | Mr. Govinder Singh | 5 | 4 |
| 4 | Mr. Vinit Rai | 5 | 4 |

ROLE OF THE COMMITTEE:

The role of Nomination and Remuneration Committee is as follows:

- Determining/recommending the criteria for appointment of Executive, Non-Executive and Independent Directors to the Board;
- Determining/recommending the criteria for qualifications, positive attributes and independence of Directors;
- Identifying candidates who are qualified to become Directors and who may be appointed in Senior Management and recommending to the Board their appointment and removal;
- Reviewing and determining all elements of remuneration package of all the Executive Directors, i.e. salary, benefits, bonus, stock options, pension, etc.;
- Reviewing and determining fixed component and performance linked incentives for Directors along with the performance criteria;
- Determining policy on service contracts, notice period, severance fees for Directors and Senior Management;
- Evaluating performance of each Director and performance of the Board as a whole;
- Devising a policy on diversity of Board of Directors.
- Oversee the Director's succession planning process for ensuring the right mix of Directors on the Board.

REMUNERATION OF DIRECTORS:

The remuneration policy is in consonance with the existing industry practice and also with the provisions of the Companies Act, 2013. The Board of Directors has adopted a Remuneration Policy for Directors, Key Managerial Personnel and other employees. The Company's remuneration policy is driven by the success and performance of the individual employee and the performance of the Company.

(a) Remuneration of Executive Directors:

The details of remuneration paid to the Executive Directors during the year 2019-20 are given below:

| Sr. No. | Name of Directors | Salary (in Rs.) | Total (in Rs.) |
|---------|-------------------|-----------------|----------------|
| 1 | Mr. Mahesh Pujara | 52,28,226 | 52,28,226 |
| 2 | Mr. Mitesh Pujara | 47,05,410 | 47,05,410 |

Note:

The appointment of Managing Director and Whole-time Director are by way of Board/Special Resolution and covering terms and conditions of the services. Services of the Managing Director and Executive Directors may be terminated by either party, giving the other party three month notice or the Company paying three months' salary in lieu thereof. There is no separate provision for severance fees.

(b) Remuneration of Non-Executive Directors:

The details of remuneration paid to Non-Executive Directors for the year 2019-20 are given below:

| Sr. No. | Name of Directors | Sitting fees (INR) | Number of Share Held |
|---------|--------------------------------|--------------------|----------------------|
| 1 | Mr. Govinder Singh | 40,000 | NIL |
| 2 | Mrs. Harshita Jagwani@ | 15,000 | NIL |
| 3 | Mrs. Shakuntala Merchant | 20,000 | NIL |
| 4 | Mr. Ramesh Madhavrao Bhujang@@ | 10,000 | NIL |

@ Ceased to be a Director of the Company with effect from January 25, 2020.

@@ Appointed as Additional Director – Independent with effect from January 15, 2020.

Note

1.Mr. Subhash Patel, who is a Partner in M/s. S.A. Patel & Co. and who resigned from the directorship of the Company w.e.f. December 28, 2019, was paid a professional fees of Rs. 4,34,000/- during FY 2019-20 towards the professional services (Finance and Taxation). Mr. Patel is a qualified chartered accountant.

STAKEHOLDER RELATIONSHIP COMMITTEE:

The Committee supervises the mechanism for redressal of investors' grievance and ensures cordial investors relations.

Terms of Reference:

- to approve requests for share transfers and transmissions.

- to approve the requests pertaining to remat of shares/sub-division/consolidation/issue of renewed and duplicate share certificates etc.
- to oversee all matters encompassing the shareholders' / investors' related issues.

Composition of Stakeholder Relationship Committee as on 31st March, 2020:

| Name of Directors | Status in Committee | Nature of Directorship |
|--------------------------------|----------------------------|--------------------------------------|
| Mr. Govinder Singh | Chairperson | Non-Executive & Independent Director |
| Mr. Mahesh Pujara | Member | Executive Director |
| Mr. Mitesh Pujara | Member | Executive Director |
| Mrs. Harshita Jagwani@ | Member | Non-Executive & Independent Director |
| Mr. Ramesh Madhavrao Bhujang@@ | Member | Non-Executive & Independent Director |

@ Ceased to be a Director of the Company with effect from January 25, 2020.

@@ Appointed as Additional Director – Independent with effect from January 15, 2020

During the year under review, the committee met 3 (three) times. The meetings were held on May 25, 2019, September 11, 2019 and February 13, 2020.

Meetings and Attendance of the Stakeholder Relationship Committee during the year:

| Sr. No. | Name of Member | No. of Meeting Held During the Year | No. of Meetings Attended |
|----------------|--------------------------------|--|---------------------------------|
| 1 | Mr. Govinder Singh | 3 | 3 |
| 2 | Mr. Mahesh Pujara | 3 | 3 |
| 3 | Mr. Mitesh Pujara | 3 | 3 |
| 4 | Mrs. Harshita Jagwani@ | 3 | 2 |
| 5 | Mr. Ramesh Madhavrao Bhujang@@ | 3 | 1 |

@ Ceased to be a Director of the Company with effect from January 25, 2020.

@@ Appointed as Additional Director – Independent with effect from January 15, 2020

Other details of Stakeholders Relationship Committee

I. Name and Designation of Compliance Officer

Ms. Ayushi Thakuriya, Company Secretary has been appointed as a Compliance Officer of the Company on December 13, 2019.

Name: Ms. Ayushi Thakuriya

Designation: Company Secretary and Compliance Officer

Address: 504-504A, 5th Floor, Nirmal Ecstasy, Jatashankar Dossa Road,
Mulund (w), Mumbai-400080

Tel: +91 (22) 25683353

Email: cs@indiahomeloan.co.in.

ii. Status of Shareholder Complaints

Details of investor complaints received and redressed during FY 2019- 20 are as follows:

| Nature of Complaints | Received during the year | Resolved during the year | Unresolved at the end of the year |
|----------------------------|--------------------------|--------------------------|-----------------------------------|
| Loss of share certificates | 2 | 2 | 0 |
| Transfer of shares | 1 | 1 | 0 |

DISCLOSURES:

Related Party Disclosures

The Company has formulated a policy on Materiality of dealing with Related Party Transactions which specify the manner of entering into related party transactions and same is displayed on the Company's website viz. www.indiahomeloan.co.in. There were no material significant related party transactions entered by the Company during Financial Year 2019-20 that may have potential conflict with the interests of the Company at large. Transactions entered into with related parties during the financial year were in the ordinary course of business and at arms' length basis and were approved by the Audit Committee.

Further, details of related party transactions are presented in Notes to the financial statements section of the Annual Report.

Subsidiary Companies

The Company does not have any subsidiary.

Policy for determining 'material' subsidiaries

The Company has no material subsidiary in the F.Y. 2019-20. The Company has formulated the policy for determining material subsidiaries in terms of the Listing Regulations. This Policy has been posted on the website of the Company at the website: www.indiahomeloan.co.in.

Details of non-compliance, penalties, strictures imposed by the Stock Exchange(s) or SEBI or any statutory authority on any matter related to capital markets during the last 3 years

There have been no instances of non-compliance on any matter with the rules and regulations prescribed by the Stock Exchange, Securities and Exchange Board of India or any other Statutory Authority relating to the capital market during the previous 3 (three) financial years except for one instance of delay in updating the status of resolution of investor grievance.

Commodity Price Risk or Foreign Exchange Risk and Hedging Activities

The Company does not deal with any commodity and hence not exposed to any commodity price risk. As on March 31, 2020, the Company does not have any transaction involving foreign exchange.

Certification about Directors

None of the directors of the Company has been debarred or disqualified from being appointed or continuing as directors by Securities and Exchange Board of India/Ministry of Corporate Affairs or any such authority. A Certificate to this effect, duly signed by a Practising Company Secretary is appended to this Report.

Total fees paid to Statutory Auditors

The particulars about the total amount of fees paid to the Statutory Auditors of the Company during the financial year 2019-20, is stated in Notes to financial statements, which forms part of the Annual Report.

Managing Director (MD) and Chief Financial Officer (CFO) Certification

As required under the Listing Regulations, the MD and the CFO of the Company have certified the accuracy of financial statements for the financial year 2019-20 and adequacy of internal control systems for financial reporting for the said year, which is appended to this Report.

Certificate on Corporate Governance and Directors

A certificate has been received from M/s. D. A. Kamat & Co., Practicing Company Secretaries, regarding compliance with the conditions of Corporate Governance, as stipulated in Listing Regulations is annexed to this report and forms part of the Annual Report.

Details of Utilization of Funds Raised through Qualified Institutional Placement

The Company did not raise any funds through preferential issue or qualified institutions placement during the financial year 2019-20.

Compliance with mandatory requirements

The Company has complied with all the mandatory requirements relating to Corporate Governance under the Listing Regulations.

- I. The Company has complied with requirement of Corporate Governance Report of sub-paras (2) to (10) of Schedule V of SEBI (LODR) Regulations, 2015.
- ii. The Company has complied with the requirement specified in Regulation 17 to 27 and clauses (b) to (i) of sub-regulation (2) of Regulation 46 of Listing Regulations.

Compliance with Non-mandatory Requirements

The non-mandatory requirements under the Listing Regulations as adopted by the Company are as under:

- a) There is no audit qualification in the company's financial statements for the year ended March 31, 2020.

b) The Internal Auditors of the Company reports to the Audit Committee and participates in the meetings of the Audit Committee of the Board of Directors of the Company and presents their internal audit observations to the Audit Committee.

Accounting Treatment

The Financial Statements of the Company have been prepared in accordance with Ind AS with effect from April 1, 2019, as notified under the Companies (Indian Accounting Standards) Rules, 2015 read with Section 133 of the Act.

Vigil Mechanism / Whistle Blower

The Company has adopted a Whistle Blower Policy, as a part of Vigil Mechanism to provide appropriate avenues to Directors and Employees to bring to the attention of the management any issue which is perceived to be in violation of or in conflict with the Code of Business Principles of the Company. The employees are encouraged to voice their concerns by way of whistle blowing and all the employees have been given access to the Audit Committee. No personnel have been denied access to the Audit Committee pertaining to the Whistle Blower Policy.

Prevention of Insider Trading

The Company has adopted a Policy for prevention of Insider Trading to regulate, monitor and report trading by insiders under the SEBI (Prevention of Insider Trading) Regulation, 2015. This policy also includes practices and procedures for fair disclosures of unpublished price sensitive information, initial and continual disclosures. During the year under, the Company has reported the Non-Compliance of the Code of Conduct by Mr. Govinder Singh, Independent Director who inadvertently purchased 2,400 Equity Shares of the Company during the closure of the trading window on 30 May, 2019. The Audit Committee in its meeting held on July 17, 2019, have levied a penalty of Rs. 1,00,000 (Rupees One Lakh only) to be contributed to the CM Relief Fund and has restricted the Director from sale/ disposal of the underlying shares for a period of 1 (one) year. The same has been intimated to SEBI on 19 July 2019.

Code of Conduct

In accordance with Regulation 26 (3) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and the Companies Act, 2013, the Company has framed and adopted a Code of Conduct for Board of Director and Senior Management. The Code is available on the Company's website viz. www.indiahomeloan.co.in.

Disclosure of Complaints on Sexual Harassment under the Sexual Harassment of Women at Workplace (Prevention and Redressal) Act, 2013

| | |
|---|-----|
| No. of complaints at the end of previous year | Nil |
| No. of complaints received during the year | Nil |
| No. of complaints resolved during the year | Nil |
| No. of complaints pending as at the end of year | Nil |

Disclosures with respect to Demat Suspense Account/Unclaimed Suspense Account

The disclosures with respect to demat suspense account / unclaimed suspense account is not applicable to the Company for Financial Year 2019-20.

Declaration

I confirm that the Company has obtained the confirmation from all its Directors and Senior Management Personnel that they have complied with the provisions of the Code of Conduct for the financial year 2019-20.

Sd/-

Date: 28.08.2020

Place: Mumbai

Mahesh N. Pujara
Managing Director

GENERAL BODY MEETINGS

The details of Annual General Meetings convened during the last three years are as follows:

| Year | Date | Time | Location | Special Resolution passed |
|---------|------------|------------|---|---|
| 2016-17 | 17.08.2017 | 04.00 PM | Hotel Archana Residency, Next To Mall /Big Bazaar, LBS Marg, Mulund (West), Mumbai-400080 | None |
| 2017-18 | 31.08.2018 | 12.00 Noon | Hotel Kirti Mahal, Lav-kush Co. Operative Society, M. G. Road, Panch Rasta, Mulund (W), Mumbai - 400 080. | <ol style="list-style-type: none"> 1. To adopt New Set of Article of Association (Part A) as per Companies Act 2. To Alter Memorandum of Association of the Company 3. Declassification of Promoter of the Company as Public Shareholder 4. Reappointment of Mr. Mahesh Pujara as Managing Director of the Company 5. Reappointment of Mr. Mitesh Pujara as Whole Time Director of the Company |
| 2018-19 | 13.09.2019 | 10.00 AM | Hotel Subham Pure Veg, Flora Point, Near M.C.C College, S.N Road, Mulund West, Mumbai, 400080 | <ol style="list-style-type: none"> 1. Approval of the India Home Loan Limited Employee Stock Options Plan – 2019 |

The details of Extraordinary General Meetings convened during the last three years are as follows:

| Financial Year | Date & Time | Location | Special Resolution passed |
|----------------|-------------|---|--|
| 2018-19 | 16.03.2019 | Hotel Subham Pure Veg, Flora Point, Near M.C.C College, S.N Road, Mulund West, Mumbai, 400080 | <ol style="list-style-type: none"> 1. Issue of Warrants on Preferential basis |

Postal Ballot:

There were no resolutions approved through postal ballot in financial year 2019-20. Further, no resolution is proposed to be approved through postal ballot at the ensuing AGM.

Means of Communication

| | |
|--|--|
| Quarterly Financial Results | The unaudited quarterly results are announced within forty-five days of the close of each quarter /or such extended time as permitted, other than the last quarter. The audited annual results are announced within sixty days from the end of the financial year /or such extended time as permitted, as required under the Listing Regulations. The aforesaid financial results are disclosed to the Stock Exchange within the statutory time period from the conclusion of the Board Meeting(s) at which these are considered and approved. |
| Newspapers in which results are normally published | The results are usually published in Financial Express, English newspaper having country-wide circulation and in Lakshadeep, Marathi newspaper where the registered office of the Company is situated. |
| Website | All the information and disclosures required to be disseminated as per Regulation 46(2) of the Listing Regulations and Companies Act, 2013 are being posted at Company's website viz. www.indiahomeloan.co.in |
| Administrative/Registered Office | 504/504A, 5th Floor, Jata Shankar Dossa Road, Mulund (west), Mumbai-400080 |
| Whether Management Discussions and Analysis report is a part of Annual Report or not | Yes |
| Designated Exclusive Email ID | The Company has designated the email id, i.e., cs@indiahomeloan.co.in for investor grievances. This Email ID has been displayed on the Company's website viz. www.indiahomeloan.co.in |
| Annual Report | Annual Reports and any other communication will be sent to email ids of members whose emails are registered with the Company. |
| SEBI Complaints Redress System (SCORES) | All complaints received through SEBI SCORES are resolved in a timely manner by the Company. |

GENERAL SHAREHOLDER INFORMATION:

1. 30th Annual General Meeting:

The Company has decided to hold its 30th Annual General Meeting (the “AGM”) on Friday, September 25, 2020 at 10.00 a.m. through Video Conferencing (“VC”) and/or Other Audio Visual Means (“OAVM”). The shareholders may note that the Ministry of Corporate Affairs, vide its General Circular No. 14/2020 dated April 8, 2020, No.17/2020 dated April 13, 2020 and No.20/2020 dated May 5, 2020, has permitted the companies to conduct their AGMs, through VC/OAVM during the calendar year 2020 on account of the threat posed by COVID-19.

Guidelines for participation in the Company’s 30th Annual General Meeting are laid out in the Notice convening the meeting and have also been uploaded on the website of the Company viz.

www.indiahomeloan.co.in.

2. Financial Year 2020-21

The financial year of the Company starts from the 1st day of April and ends on 31st day of March of next year. Our tentative calendar for declaration of results for the financial year 2020-21 are as given below: Financial Performance:

| Quarter Ended | Release of Results |
|--|---------------------------------|
| First Quarter Results | on or before September 15, 2020 |
| Second Quarter and Half Yearly Results | on or before November 14, 2020 |
| Third Quarter Results | on or before February 14, 2021 |
| Annual Results | on or before May 30, 2021 |

In addition, the Board may meet on other dates as and when required.

3. Date of Book Closure : Monday, September 21, 2020 to Friday, September 25, 2020 (both days inclusive). Final Dividend of INR 0.15/- per equity share has been recommended by the Board of Directors and it is subject to the approval of the shareholders at the ensuing Annual General Meeting, if approved shall be paid/ credited on or before September 30, 2020.

4. Registered Office:

504/504A, 5th Floor, Jata Shankar Dossa Road, Mulund (west), Mumbai-400080

5. Listing of shares on Stock Exchanges:

The Company’s shares are listed on BSE limited (BSE). The requisite listing fees have been paid in full to the Stock Exchanges.

6. A) Stock Codes

BSE: 530979

ISIN: INE274E01015

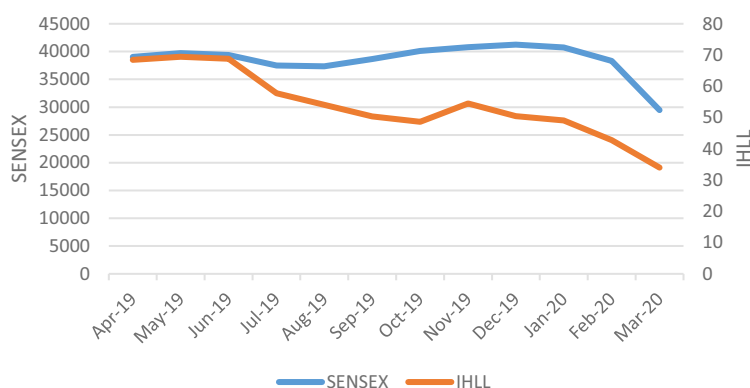
B) Corporate Identity Number: L65910MH1990PLC059499

7. Market Price Data: BSE

The Monthly high/low quotation of equity shares traded on the BSE Limited, Mumbai are as follows:

| Month | Open Price | High Price | Low Price | Close Price | No. of shares Traded |
|---------------|------------|------------|-----------|-------------|----------------------|
| Apr-19 | 70.90 | 73.85 | 60.00 | 68.45 | 92,454 |
| May-19 | 70.95 | 72.90 | 60.60 | 69.45 | 59,695 |
| Jun-19 | 71.00 | 75.95 | 64.00 | 68.85 | 64,895 |
| Jul-19 | 68.85 | 71.00 | 56.00 | 57.75 | 84,534 |
| Aug-19 | 63.00 | 68.90 | 52.00 | 54.10 | 62,909 |
| Sep-19 | 55.45 | 58.90 | 45.05 | 50.35 | 1,01,309 |
| Oct-19 | 50.00 | 54.40 | 39.00 | 48.65 | 1,12,638 |
| Nov-19 | 49.75 | 58.85 | 45.00 | 54.50 | 1,28,430 |
| Dec-19 | 56.00 | 66.95 | 45.25 | 50.45 | 1,26,333 |
| Jan-20 | 54.90 | 54.90 | 42.00 | 49.10 | 3,74,620 |
| Feb-20 | 51.80 | 51.80 | 26.30 | 42.75 | 88,411 |
| Mar-20 | 45.00 | 47.50 | 28.30 | 34.00 | 1,23,699 |

BSE Sensex and IHLL price movement



Share Transfer Agent and Share Transfer System:

M/s. Purva Shareregistry (India) Pvt. Ltd continues to be the Registrar and Transfer Agent of the Company. All the work related to Share Registry in terms of both physical and electronic segment has been allotted to M/s. Purva Shareregistry (India) Pvt. Ltd, in view of the directive issued by SEBI in this regard i.e. for handling both physical as well as electronic transfer at a single point.

As the Company's shares are compulsorily to be traded in the dematerialized form, members holding shares in physical form are requested to send the share certificate to their Depository Participants or to the address of Registrar and Transfer agent of the Company, which is:

Purva Shareregistry (India) Private Limited

9 Shiv Shakti Industrial Estate,
J R Boricha Marg, Opp Kasturba Hosp.,
Lower Parel (E) Mumbai-400011
Email:- support@purvashare.com

Share Transfer /Transmission audit

The Company has appointed a firm of Practicing Company Secretary to conduct the audit on half yearly basis to ensure that the requests for the transmission of shares, issue of duplicate shares, dematerialisation, rematerialisation of shares of the Company are processed within the stipulated time period subject to lodgement of all the necessary documents by the concerned shareholders.

Share Capital Audit

The issued and paid up share capital is reconciled on a quarterly basis with the details of share capital admitted on National Securities Depository Limited ("NSDL"), Central Depository Services (India) Limited ("CDSL") and held in physical form by the shareholders. The quarterly audit of the Company's share capital is carried out by a Practicing Company Secretary with the object of reconciling the total share capital admitted with NSDL and CDSL and held in physical form, with the total issued and listed capital of the Company. The certificate of share capital audit received from the concerned Practicing Company Secretary is submitted to BSE and NSE and is also placed at the meetings of the Board of Directors on a quarterly basis.

8. Distribution of Equity Shareholding as on March 31, 2020:

| Category | No. of Shareholders | % of Shareholders Total | Amount | Total Shares for the Range | % of Amount |
|----------------|---------------------|-------------------------|-----------|----------------------------|-------------|
| 01-5000 | 1415 | 69.70 | 2414690 | 241469 | 1.69 |
| 5001-10000 | 265 | 13.05 | 2223140 | 222314 | 1.56 |
| 10001- 20000 | 129 | 6.35 | 1997570 | 199757 | 1.40 |
| 20001 - 30000 | 51 | 2.51 | 1325410 | 132541 | 0.93 |
| 30001 - 40000 | 25 | 1.23 | 896070 | 89607 | 0.63 |
| 40001 - 50000 | 28 | 1.38 | 1310090 | 131009 | 0.92 |
| 50001 - 100000 | 56 | 2.76 | 4171850 | 417185 | 2.92 |
| 100001 & Above | 61 | 3.00 | 128478730 | 12847873 | 89.96 |
| TOTAL | 2030 | 100 | 142817550 | 14281755 | 100 |

9. Shareholding Pattern as on March 31, 2020:

| Sr. No | Categories of Shareholders | Shares Held | % of Total |
|--------|--|-------------|------------|
| a | Promoters | 5510535 | 38.58 |
| b | Banks, Financial Institution, Insurance Companies, (Central/ State Govt. Institution/ Non-Govt. Institution) | - | - |
| c | Mutual Funds/UTI | 10100 | 0.07 |
| d | Foreign Portfolio Investors | - | - |
| e | Bodies Corporate | 81505 | 0.57 |
| f | Public Individuals | 4319824 | 30.25 |
| g | NRI (REPAT)/NON(REPAT) | 27339 | 0.19 |
| h | Clearing Members | 6331 | 0.04 |
| i | LLP/Partnership Firm/HUF | 827091 | 5.79 |
| j | Alternate Investment Fund | 3499030 | 24.50 |
| | TOTAL | 14281755 | 100 |

10. Demat And Physical Shares held as on March 31, 2020:

Equity Shares of the Company are traded under compulsory dematerialized mode and are available for trading under both the depositories i.e. NSDL and CDSL.

As on March 31, 2020: 13958915 shares, representing 97.74 % of the total issued capital, were held in dematerialized form and 322840 shares, representing 2.26 % of the total issued capital is held in physical form. As on March 31, 2020: 13958915 shares, representing 97.74 % of the total issued capital, were held in dematerialized form and 322840 shares, representing 2.26 % of the total issued capital is held in physical form.

| Description | Shares | % to Equity |
|---|-----------------|-------------|
| No. of Physical Shares | 322840 | 2.26 |
| No. of Shares held in dematerialised form in NSDL | 10057849 | 70.42 |
| No. of Shares held in dematerialised form in CDSL | 3901066 | 27.32 |
| Total | 14281755 | 100 |

11. Outstanding ADRs/GDRs:

The company has not issued any ADRs/GDRs

12. Shareholders may correspond with the Registrar and Transfer Agents at:

Purva Shareregistry (India) Private Limited
9 Shiv Shakti Industrial Estate,
J R Boricha Marg, Opp Kasturba Hosp.,
Lower Parel (E)
Mumbai-400011

Email:- support@purvashare.com

The Company has also designated cs@indiahomeloan.co.in as an exclusive email ID for Investors for the purpose of registering complaints and the same has been displayed on the Company's website.

Shareholders would have to correspond with the respective Depository Participants for Shares held in dematerialised form for transfer/transmission of Shares, change of Address, change in Bank details, etc.

The Compliance Officer can also be contacted at:

Ms. Ayushi Thakuriya

Company Secretary and Compliance Officer
504/504A, 5th Floor, Nirmal Ecstasy,
Jatashankar Dossa Road,
Mulund (W) Mumbai-400080
Tel: +91 (22) 25683353

Email: cs@indiahomeloan.co.in

The Company can also be visited at its website: www.indiahomeloan.co.in

Credit Ratings:

During the year Care Ratings has assigned its rating for the Company which is as follows

| Sr. No. | Particulars | Current Rating |
|----------------|--------------------|-----------------------|
| 1. | Long Term Rating | BBB-ve |
| 2. | Short Term Rating | - |

13.Factory Address/Plant Locations:

The Company does not have any plant or factory as it is engaged in housing finance business.

CERTIFICATE ON NON-DISQUALIFICATION OF DIRECTORS
(Pursuant to Regulation 34(3) and Schedule V Para C clause (10)(i) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015)

To,

The Members

India Home Loan Limited

504/504A, 5th Floor, Nirmal Ecstasy,

Jatashankar Dosa Road, Mulund (w) Mumbai 400080

We have examined the relevant registers, records, forms, returns and disclosures received from the Directors of India Home Loan Limited having CIN: L65910MH1990PLC059499 and having registered office at 504/504A, 5th Floor, Nirmal Ecstasy, Jatashankar Dosa Road, Mulund (w) Mumbai - 400080 and (hereinafter referred to as 'the Company'), produced before us by the Company for the purpose of issuing this Certificate, in accordance with Regulation 34(3) read with Schedule V Para-C Sub clause 10(i) of the Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

In our opinion and to the best of our information and according to the verifications (including Directors Identification Number (DIN) status at the portal www.mca.gov.in) as considered necessary and explanations furnished to us by the Company & its officers, we hereby certify that none of the Directors on the Board of the Company as stated below for the Financial Year ending on 31st March, 2020 have been debarred or disqualified from being appointed or continuing as Directors of companies by the Securities and Exchange Board of India, Ministry of Corporate Affairs, or any such other Statutory Authority .

| No. | Name of Director | DIN | Date of first appointment in the Company |
|-----|-------------------------------|----------|--|
| 1 | Mr Govinder Singh | 00025406 | 11/07/2017 |
| 2 | Mr Ramesh Madhavrao Bhujang | 00194189 | 15/01/2020 |
| 3 | Mr Mahesh Narshibhai Pujara | 01985578 | 21/08/2008 |
| 4 | Mr Mitesh Mahesh Pujara | 02143047 | 21/08/2008 |
| 5 | Mr Siddharth Pradip Kothari | 02594732 | 02/12/2016 |
| 6 | Mr Vinit Janardan Rai | 02638343 | 02/12/2016 |
| 7 | Mr Shakuntala Bharat Merchant | 08237904 | 28/09/2018 |

Ensuring the eligibility for the appointment / continuity of every Director on the Board is the responsibility of the management of the Company. Our responsibility is to express an opinion on these based on our verification. This certificate is neither an assurance as to the future viability of the Company nor of the efficiency or effectiveness with which the management has conducted the affairs of the Company.

For, D A Kamat & Co
Company Secretaries

Place: Mumbai

Date: 13 July, 2020

Rachana Shanbhag
Partner
FCS 8227 ; CP 9297
UDIN: F008227B000442265

CERTIFICATE OF COMPLIANCE WITH CORPORATE GOVERNANCE

To,
The Members,
India Home Loan Limited
Mumbai

1. This Certificate is issued in terms of our engagement letter dated 9th June 2020.
2. We, D A Kamat & Co, Company Secretaries, the Secretarial Auditors of India Home Loan Ltd (the "Company"), have examined the compliance of conditions of Corporate Governance by the Company, for the financial year ended on March 31, 2020, as stipulated in regulations 17 to 27 and clauses (b) to (i) of regulation 46(2) and para C and D of Schedule V of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended from time to time (the "Listing Regulations").
3. The compliance of conditions of Corporate Governance is the responsibility of the Management. This responsibility includes the design, implementation and maintenance of internal control and procedures to ensure the compliance with the conditions of the Corporate Governance stipulated in Listing Regulations.
4. Our responsibility is limited to examining the procedures and implementation thereof, adopted by the Company for ensuring Compliance with the conditions of the Corporate Governance. It is neither an audit nor an expression of opinion on the Financial Statements of the Company.
5. We have examined the relevant records and documents maintained by the Company for the purposes of providing reasonable assurance on the Compliance with Corporate Governance requirements by the Company.
6. Based on our examination of the relevant records and according to the information and explanations provided to us and the presentations provided by the Management, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in regulations 17 to 27 and clauses (b) to (i) of regulation 46(2) and Para C and D of Schedule V of the Listing Regulations during the Year ended March 31, 2020.
7. We state that such Compliance is neither an assurance as to the future viability of the Company nor the efficiency or effectiveness with which the Management has conducted the affairs of the Company.

Ffor, D. A. Kamat & Co
Company Secretaries

Place: Mumbai
Date: 26 July 2020

Rachana Shanbhag
Partner
FCS 8227
CP 9297
UDIN: F008227B000505900

MANAGING DIRECTOR AND CFO CERTIFICATION TO THE BOARD

To,
The Board of Directors
India Home Loan Limited

We, do hereby certify as follows:

- A. We have reviewed the financial statements and the cash flow statement for the year and to the best of our knowledge and belief:
 - 1. These statements do not contain any materially untrue statement or omit any material fact or contain statement that might be misleading;
 - 2. These statements together present a true and fair view of the company's affairs and are in compliance with existing accounting standards applicable laws and regulations.
- B. There are to the best of our knowledge and belief, no transactions entered into by the company during the year which are fraudulent, illegal or violative of the company's code conduct.
- C. We accept responsibility for establishing and maintaining internal controls for financial reporting and that we have evaluated the effectiveness of internal control systems of the company pertaining to financial reporting and there are no deficiencies in the design or operation of such internal controls of which we are aware.
- D. We have indicated to the Auditors and the Audit Committee:
 - 1. Significant changes in internal control over financial reporting during the year;
 - 2. Significant changes in accounting policies during the year and that the same have been disclosed in the notes to the financial statements; and
 - 3. Instances of significant fraud of which we have become aware and the involvement therein, if any, of the management or an employee having a significant role in the company's internal system over financial reporting.

For India Home Loan Limited

Mahesh N. Pujara
Managing Director
DIN ; 01985578

Place: Mumbai
Date: 28.08.2020

For India Home Loan Limited

Abhishek Agarwal
Chief Financial Officer

INDEPENDENT AUDITORS' REPORT

**To the Members of,
India Home Loan Limited.**

Report on the Audit of Financial Statements

Opinion

We have audited the financial statements of India Home Loan Limited ("the Company"), which comprise the Balance Sheet as at March 31, 2020, and the Statement of Profit and Loss (including other comprehensive income), the Statement of Changes in Equity and the Cash Flow Statement for the year then ended, and notes to the financial statements, including a summary of the significant accounting policies and other explanatory information (herein after referred to as "financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act, 2013 (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, 2020, and profit, total comprehensive income, changes in equity and its cash flows for the year ended on that date.

Basis for Opinion

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

Emphasis of Matter

We draw attention to Note 28.5 to the financial statement, which explains the impact of lockdown and other restrictions imposed by the Government and conditions related to COVID-19 pandemic on the Company's operations and financial position including the Company's estimate of the possible increase in impairment loss, for which definitive assessment would highly depend on future developments, as they evolve in subsequent periods.

Our opinion is not modified in this respect.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current year. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

| Key audit matter | How the matter was addressed in our audit |
|--|--|
| <p>1. Expected credit loss allowances:</p> <p>Ind-AS accounting framework was implemented on April 1st, 2019</p> <p>Recognition and measurement of impairment of loans and advances involve significant management judgement.</p> <p>Under Ind AS 109, Financial Instruments, allowance for loan losses are determined using expected credit loss (ECL) model. The Company's impairment allowance is derived from estimates including the historical defaults and loss ratios. Management exercises judgement in determining the quantum of loss based on a range of factors:</p> <p>The most significant areas are:</p> <ul style="list-style-type: none"> - Segmentation of loan book - Determination of exposure at default (EAD) - Loan stating criteria - Calculation of Probability of default and Loss given default - Consideration of probability weighted scenarios and forward looking macro-economic factors. <p>There is large increase in the data inputs required for the computation of ECL. This increases the risk of completeness and accuracy of the data that has been used as a basis of assumptions in the model.</p> | <p>We evaluated management's process and tested key controls around the determination of expected credit loss allowances, including controls relating to:</p> <ul style="list-style-type: none"> • The identification of events leading to a significant increase in risk and credit impairment events; and • The review, challenge and approval of the expected credit loss allowances, including the impairment model outputs and key management judgements applied. <p>Assessed the assumptions used by the Company for grouping and staging of loan portfolio into various categories and default buckets and their appropriateness for determining the probability-weighted default (PD) and loss-given default (LGD) rates.</p> <p>Tested controls for staging of loans based on their past-due status. Also tested samples of stage 1 and Stage 2 loans to assess whether any loss indicators were present requiring them to be classified under stage 2 or stage 3.</p> <p>We tested the formulae applied within the calculation files, the completeness and accuracy of key data inputs, sourced from underlying systems that are applied in the calculation.</p> <p>We also tested the reconciliation of loans and advances between underlying source systems and the expected credit loss models.</p> |
| <p>2. Amortisation of Processing Fee & DSA commission:</p> <p>In accordance with Ind-AS 109, interest income on loans is recognised in the statement of profit or loss using the effective interest method. The calculation includes all fees paid or received between parties to the contract that are an integral part of the effective interest rate, transaction costs, and all other premiums</p> <p>or discounts, accordingly processing fees collected and DSA commissions paid are an integral part of the effective interest rate calculation. The effective interest method is a method of calculating the amortised cost of a financial asset or a financial liability and of allocating the interest income or interest expense over the relevant period. The effective interest rate is the rate that exactly discounts</p> | <p>We evaluated management's process and tested key controls around the determination of amortization of processing fees, including controls relating to:</p> <ul style="list-style-type: none"> • Identification of agent sourced loans • Estimating the transaction cost relating to sourcing of loans <p>We found these key controls were designed, implemented and operated effectively, and therefore determined that we could place reliance on these key controls for the purposes of our audit.</p> <p>We have verified the workings which contain the processing fees collected/commission paid against each loan sanctioned during the current year as well as previous year.</p> <p>We tested the formulae applied within the calculation files. We tested the completeness and accuracy of key data inputs, sourced from underlying system that are applied in the working.</p> |

estimated future cash payments or receipts through the expected life of the financial asset or, when appropriate, a shorter period to the net carrying amount of the financial asset or financial liability. Hence the processing fees income and DSA commissions now are being recognized over the life of the loan.

We matched the processing fees & commissions in the workings with the underlying source systems including General Ledger

We have also tested whether loans which have been pre-closed, the related balance processing fees received have been recognized fully as income/expense.

3. Impact of COVID 19

Novel Corona Virus (Covid-19), a Pandemic as declared by WHO, has disrupted the social & economic structure and continues to affect people and businesses world-wide, causing various governments to impose restrictions. Government of India had imposed nationwide lockdown from March 25, 2020, which was subsequently eased with restricted and regulated relaxations to carry out businesses.

We have identified the impact of, and uncertainty related to the Covid-19 pandemic as a key element and consideration for recognition and measurement of impairment of loans and advances on account of:

- Application of RBI guidelines relating to COVID-19 Regulatory Package dated March 27, 2020, April 17, 2020 and May 23, 2020, on asset classification and provisioning;
- Impact of the pandemic on the borrowers and their ability to repay their dues.
- Short and Long-term macroeconomic effect on businesses and employment generation opportunities.

Management, while calculating ECL that affects financial results, has taken into account its historical experience of losses, updated to reflect current conditions of pandemic and moratorium as well as forecasts of future economic conditions.

The appropriateness of management's judgement was also independently reconsidered in respect of moratorium offered on the payment of instalments falling due between March 1, 2020 and August 31, 2020 to eligible borrowers.

Test checked the basis of historical loss rates used and moratorium as well as forecasts of future economic conditions.

Read and assessed the specific disclosures made in the financial statements with regards to managements evaluation of the uncertainties arising from COVID-19 and its impact on ECL.

Other Information

The Company's management and Board of Directors are responsible for the other information. The other information comprises the information included in the Company's annual report, but does not include the financial statements and our auditors' report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

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

Management's Responsibility for the Financial Statements

The Company's management and Board of Directors are responsible for the matters stated in Section 134(5) of the Act with respect to the preparation of these financial statements that give a true and fair view of the state of affairs, profit including other comprehensive income, cash flows and changes in equity of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) specified under section 133 of the Act read with [the Companies (Indian Accounting Standards) Rules, 2015, as amended. 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 controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not

detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstance. Under Section 143(3)(l) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors in the financial results.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditors' Report) Order, 2016 ("the Order") issued by the Central Government in terms of Section 143 (11) of the Act, we give in the "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
2. A) 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 including the Statement of Other Comprehensive Income, the Cash Flow Statement and Statement of Changes in Equity dealt with by this Report are in agreement with the books of account;

- d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Companies (Indian Accounting Standards) Rules, 2015, as amended;
- e) On the basis of the written representations received from the directors as on March 31, 2020 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2020 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 with reference to these financial statements and the operating effectiveness of such controls, refer to our separate Report in "Annexure-2" to this report;
- B) With respect to the other matters to be included in the Auditors' Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - I. The Company has disclosed the impact of pending litigations as at 31 March 2020 on its financial position in its financial statements;
 - ii. The Company has made provision, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long-term contracts;
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
- C) With respect to the matter to be included in the Auditors' Report under Section 197(16) of the Act, in our opinion and according to the information and explanations given to us, the remuneration paid by the Company to its directors during the current year is in accordance with the provisions of Section 197 of the Act. The remuneration paid to any director is not in excess of the limit laid down under Section 197 of the Act. The Ministry of Corporate Affairs has not prescribed other details under Section 197(16) which are required to be commented upon by us.

FOR JOSHI & SHAH

(Chartered Accountants)

Firm Registration No. - 144627W

JAYDIP JOSHI

(Partner)

Membership No. - 170300

UDIN: 20170300AAAAFB4639

Place: Mumbai

Date: July 13, 2020

ANNEXURE A TO THE INDEPENDENT AUDITORS' REPORT

[Referred to in paragraph 1 under 'Report on other Legal and Regulatory Requirements' in the Independent Auditor's Report of even date to the members of INDIA HOME LOAN LIMITED for the year ended on March 31, 2020]

- 1) In respect of fixed assets:
 - (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets;
 - (b) Some of The Fixed Assets were physically verified during the year by the management in accordance with a program of verification, which in our opinion provides for physical verification of all the fixed assets at reasonable intervals. According to the information and explanation given to us no material discrepancies were noticed on such verification;
 - (c) In our opinion and according to information and explanations given to us and on the basis of our examination of the records of the Company, the title deeds of immovable properties are held in the name of the Company.
- 2) According to the information and explanations given to us, the nature of the Company's business is such that it is not required to hold any inventories, accordingly, the requirements under clause 3 (ii) of the Order are not applicable to the Company and hence not commented upon.
- 3) The company has granted Unsecured Loans to companies, firms, Limited Liability Partnerships and other parties not covered in the register maintained under section 189 of the Companies Act. Accordingly, the provisions of clause 3 (iii) (a) to (C) of the Order are not applicable to the Company and hence not commented upon.
- 4) In our opinion and according to information and explanations given to us, the company has complied with provisions of Section 185 and 186 of Companies Act, 2013 in respect of loans, investments, guarantees and security.
- 5) The company has not accepted any deposits from public during the year in terms of the provisions of sections 73 to 76 or any other relevant provisions of the Companies Act and the Companies (Acceptance of Deposit) Rules, 2015 with regard to the deposits accepted from the public are not applicable.
- 6) The Company is not engaged in production, processing, manufacturing or mining activities therefore, the provisions of maintenance of cost records specified by the central government under sub section (1) of Section 148 of the Companies Act, 2013 mentioned in clause (vi) of paragraph 3 of the order are not applicable.
- 7) According to the information and explanations given to us, in respect of statutory dues:
 - a) The company has been generally regular in depositing undisputed statutory dues including provident fund, employees' state insurance, income-tax, sales-tax, wealth tax, service tax,

duty of customs, duty of excise, value added tax, cess and any other statutory dues with the appropriate authorities. There were no undisputed amounts payable in respect of provident fund, employees' state insurance, income-tax, sales-tax, wealth tax, service tax, duty of customs, duty of excise, value added tax, cess for a period of more than six months from the date they became payable.

- b) According to the information and explanation given to us, there are no dues of Income tax, service tax, Value Added Tax, Goods and Service Tax, which have been outstanding on account of any dispute.
- 8) According to the information's and explanations given to us, and based on the records of the company, the Company has not defaulted in repayment of dues to a financial institution or bank or government or debenture holders.
- 9) Based upon the audit procedures performed and the information and explanations given by the management, the company has not raised moneys by way of initial public offer or further public offer including debt instruments. To the best of our knowledge and belief and according to the information and explanations given to us, in our opinion, the term loans obtained during the year were, prima facie, applied by the company for the purpose for which they were obtained, other than temporary deployment pending application.
- 10) Based upon the audit procedures performed and the information and explanations given by the management, we report that no fraud by the Company or on the company by its officers or employees has been noticed or reported during the year.
- 11) Based upon the audit procedures performed and the information and explanations given by the management, the managerial remuneration has been paid or provided in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Companies Act;
- 12) In our opinion, the Company is not a Nidhi Company. Therefore, the provisions of clause 4 (xii) of the Order are not applicable to the Company.
- 13) In our opinion, all transactions with the related parties are in compliance with section 177 and 188 of Companies Act, 2013 and the details have been disclosed in the Financial Statements as required by the applicable accounting standards.
- 14) Based upon the audit procedures performed and the information and explanations given by the management, the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review. Accordingly, the provisions of clause 3 (xiv) of the Order are not applicable to the Company and hence not commented upon.

- 15) Based upon the audit procedures performed and the information and explanations given by the management, the company has not entered into any non-cash transactions with directors or persons connected with him Accordingly, the provisions of clause 3 (xv) of the Order are not applicable to the Company and hence not commented upon.
- 16) In our opinion, the company is not required to be registered under section 45 IA of the Reserve Bank of India Act, 1934 and accordingly, the provisions of clause 3 (xvi) of the Order are not applicable to the Company and hence not commented upon.

FOR JOSHI & SHAH
(Chartered Accountants)
Firm Registration No. - 144627W

JAYDIP JOSHI
(Partner)
Membership No. - 170300
UDIN: 20170300AAAAFB4639

Place: Mumbai
Date: July 13, 2020

ANNEXURE B TO THE INDEPENDENT AUDITOR'S REPORT

[Referred to in paragraph 2 under 'Report on Other Legal and Regulatory Requirements' in the Independent Auditor's Report of even date to the members of INDIA HOME LOAN LIMITED on the financial statements for the year ended March 31, 2020]

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

We have audited the internal financial controls over financial reporting of India Home Loan Limited ("the Company") as of March 31, 2020 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by The Institute of Chartered Accountants of India (ICAI). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") issued by the Institute of Chartered Accountants of India and the Standards on Auditing prescribed under sub-section (10) of Section 143 of the Act, to the extent applicable to an audit of internal financial controls, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of

internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

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

Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) Pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) Provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) Provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2020, based on the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by The Institute of Chartered Accountants of India (ICAI).

FOR JOSHI & SHAH

(Chartered Accountants)

Firm Registration No. - 144627W

JAYDIP JOSHI

(Partner)

Membership No. - 170300

UDIN: 20170300AAAAFB4639

Place: Mumbai

Date: July 13, 2020

Balance Sheet as at March 31, 2020

(Amount in ₹)

| Particulars | Note | March 31, 2020 | March 31, 2019 | April 1, 2018 |
|---|---|---|----------------------|----------------------|
| I ASSETS | | | | |
| 1) Financial Assets | | | | |
| (a) Cash and Cash Equivalents | 3(a) | 22,862,781 | 43,691,131 | 67,858,534 |
| (b) Bank Balances other than (a) above | 3(b) | 27,791,395 | 25,058,799 | 9,260,772 |
| (c) Loans | 4 | 2,128,331,032 | 2,161,843,811 | 1,766,482,900 |
| (d) Investments | 5 | - | 90,073,379 | 40,000,000 |
| (e) Other Financial Assets | 6 | 3,444,437 | 1,839,554 | 1,945,450 |
| 2) Non-Financial Assets | | | | |
| (a) Property Plant and Equipment | 7 | 4,036,407 | 5,278,463 | 5,719,242 |
| (b) Intangible Assets | 7 | 2,858,875 | 3,716,429 | 4,804,242 |
| (c) Other Non-Financial Assets | 8 | 35,719,321 | 35,751,925 | 18,257,039 |
| Total | | 2,225,044,248 | 2,367,253,491 | 1,914,328,179 |
| II LIABILITIES & EQUITIES | | | | |
| 1) Financial Liabilities | | | | |
| (a) Payables | 9 | | | |
| Trade Payables | | | | |
| (i) total outstanding dues of micro enterprises and small enterprises | | - | - | - |
| (ii) total outstanding dues creditors other than micro enterprises and small enterprises | | 1,546,496 | 4,834,934 | 5,371,185 |
| Other Payables | | | | |
| (i) total outstanding dues of micro enterprises and small enterprises | | - | - | - |
| (ii) total outstanding dues creditors other than micro enterprises and small enterprises | | 3,217,774 | 5,447,912 | 5,238,121 |
| (b) Debt Securities | | - | - | - |
| (c) Borrowings (other than debt securities) | 10 | 1,700,639,583 | 1,916,693,110 | 1,350,213,476 |
| (d) Subordinated Liabilities | | - | - | - |
| (e) Other financial liabilities | 11 | 78,896,046 | 29,555,624 | 207,269,812 |
| 2) Non-Financial Liabilities | | | | |
| (a) Current Tax liabilities (Net) | 12 | 3,216,384 | 117,343 | (293,354) |
| (b) Provisions | 13 | 3,254,935 | 2,871,998 | 1,281,490 |
| (c) Deferred Tax liabilities (Net) | 14 | 688,935 | 1,256,005 | 2,222,112 |
| (d) Other non-financial liabilities | 15 | 52,021,946 | 49,695,389 | 30,974,272 |
| 3) Equity | | | | |
| (a) Equity Share Capital | 16 | 142,817,550 | 142,817,550 | 142,817,550 |
| (b) Other Equity | 17 | 238,744,599 | 213,963,626 | 169,233,515 |
| Total | | 2,225,044,248 | 2,367,253,491 | 1,914,328,179 |
| Significant Accounting Policies | 1 & 2 | | | |
| The Accompanying Notes are an integral part of the Financial Statements | | | | |
| As per our report of even date For Joshi & Shah Chartered Accountants (FRN 144627W) | For and on behalf of the Board of Directors of India Home Loan Limited | | | |
| Jaydip Joshi Partner (Membership No. 170300) Place : Mumbai Date : July 13, 2020 | Mahesh N. Pujara (Managing Director) (DIN No- 01985578) | Mitesh M. Pujara (Whole-Time Director) (DIN No-02143047) | | |
| | Abhishek Agarwal (Chief Financial Officer) | Ayushi Thakuriya (Company Secretary) | | |

Statement of Profit and Loss for the year ended March 31, 2020

(Amount in ₹)

| Sr. No. | Particulars | Note | For the Year Ended 31st March, 2020 Previous Year | For the Year Ended 31st March, 2019 Previous Year |
|---|--|--------------|---|---|
| | Revenue From Operations | | | |
| | (I) Interest Income | 19 | 315,597,686 | 307,978,376 |
| | (II) Fees and Commission Income | 20 | 7,829,459 | 6,051,147 |
| I | Total Revenue from Operations | | 323,427,145 | 314,029,523 |
| II | Other Income | 21 | 5,967,238 | 4,391,265 |
| III | Total Income (I+II) | | 329,394,383 | 318,420,788 |
| | Expenses | | | |
| | i) Finance Costs | 22 | 215,695,090 | 217,464,752 |
| | ii) Fees and Commission Expenses | 23 | 697,117 | 772,292 |
| | iii) Impairment on financial instruments | 24 | 11,941,650 | 11,269,704 |
| | iv) Employee Benefit Expenses | 25 | 36,992,465 | 32,655,180 |
| | v) Depreciation and Amortisation | 7 | 3,252,192 | 4,410,844 |
| | vi) Other Expenses | 26 | 23,326,964 | 23,549,357 |
| IV | Total Expense | | 291,905,478 | 290,122,129 |
| V | Profit before Tax | | 37,488,905 | 28,298,659 |
| VI | Tax Expenses | 36 | | |
| | (i) Current Tax | | 10,067,904 | 10,700,776 |
| | (ii) Deferred Tax | | (628,674) | (646,940) |
| VII | Profit/(Loss) for the Year | (V-VI) | 28,049,675 | 18,244,823 |
| | Other Comprehensive Income | | | |
| | (A) (i) Items that will not be reclassified to profit or loss | | 242,029 | (1,096,042) |
| | (ii) Income Tax on Items that will not be reclassified to profit or loss | | (61,604) | 319,167 |
| | Sub Total (A) | | 180,425 | (776,875) |
| | (B) (i) Items that will be reclassified to profit or loss | | - | - |
| | (ii) Income Tax on Items that will be reclassified to profit or loss | | - | - |
| | Sub Total (B) | | - | - |
| VIII | Other Comprehensive Income (A+B) | | 180,425 | (776,875) |
| IX | Total Comprehensive Income | (VII + VIII) | 28,230,100 | 17,467,948 |
| X | EARNINGS PER SHARE (Face Value Rs.10) | | | |
| | Basic EPS | 27 | 1.98 | 1.22 |
| | Diluted EPS | 27 | 1.78 | 1.22 |
| | Number of shares used in computing earnings per share | | | |
| | Basic | | 14,281,755 | 14,281,755 |
| | Diluted | | 15,881,755 | 14,286,139 |
| Significant Accounting Policies | | 1 & 2 | | |
| The Accompanying Notes are an integral part of the Financial Statements | | | | |

As per our report of even date
For Joshi & Shah
Chartered Accountants
(FRN 144627W)

Jaydip Joshi
Partner
(Membership No. 170300)
Place : Mumbai
Date : July 13, 2020

For and on behalf of the Board of Directors of
India Home Loan Limited

Mahesh N. Pujara
(Managing Director)
(DIN No- 01985578)

Abhishek Agarwal
(Chief Financial Officer)

Mitesh M. Pujara
(Whole-Time Director)
(DIN No-02143047)

Ayushi Thakuriya
(Company Secretary)

Cash Flow Statement for the year ended March 31, 2020

| Sr. No. | Particulars | Year Ended March 31, 2020 Current Year | Year Ended March 31, 2019 Previous Year |
|-----------|---|--|---|
| A. | CASH FLOW FROM OPERATING ACTIVITIES | | |
| | Net profit before tax and extraordinary items | 37,488,905 | 28,298,659 |
| | i) Adjustment for: | | |
| | Depreciation & Amortization | 3,252,192 | 4,410,844 |
| | Allowance of credit loss on Financial Assets | 11,941,650 | 11,269,704 |
| | Profit on Sale of Investment | (1,777,745) | (4,317,886) |
| | Interest received on deposits | (3,263,618) | (724,262) |
| | Profit on Sale of Property, Plant and Equipment | (93,911) | - |
| | Fair Value adjustments on Investments | (431,991) | (73,379) |
| | Operating profit before working capital changes | 47,115,482 | 38,863,680 |
| | ii) Movement in working capital : | | |
| | Increase/(decrease) in Payables | (5,518,576) | (326,460) |
| | Increase/(decrease) in Other Financial Liabilities | 49,340,423 | (177,714,188) |
| | Increase/(decrease) in Other Non-Financial Liabilities | 2,326,558 | 18,721,118 |
| | Increase/(decrease) in Provisions | 563,363 | 813,634 |
| | Decrease/(increase) in Loans -Net of Repayments | 21,571,129 | (406,630,616) |
| | Decrease/(increase) in Other Financial Assets | (1,604,883) | 105,896 |
| | Decrease/(increase) in Other Non-Financial Assets | 32,604 | (17,494,886) |
| | Cash generated from / (used in) operation | 113,826,100 | (543,661,822) |
| | Direct taxes paid (net of refund) | (6,907,259) | (10,609,246) |
| | Net cash flow from / (used in) operating activities (A) | 106,918,841 | (554,271,068) |
| B. | CASH FLOW FROM INVESTING ACTIVITIES | | |
| | Purchase of Property, Plant and Equipment | (1,665,066) | (2,882,252) |
| | Proceeds from Property, Plant and Equipment | 606,394 | - |
| | Proceeds from sale of trade investments | 95,283,113 | 704,317,885 |
| | Investment in trade investments | (3,000,000) | (750,000,000) |
| | (Increase)/Decrease in Other Bank balances | (2,732,596) | (15,798,027) |
| | Interest received on deposits | 3,263,618 | 724,262 |
| | Net cash flow from / (used in) investing activities (B) | 91,755,463 | (63,638,132) |
| C. | CASH FLOW FROM FINANCING ACTIVITIES | | |
| | Proceeds from issue of Share Warrant | - | 30,700,000 |
| | Proceeds from Borrowings | 220,000,000 | 825,000,000 |
| | Repayment of Borrowings | (436,053,527) | (258,520,366) |
| | Dividend Paid (including Dividend distribution Tax) | (3,449,127) | (3,437,837) |
| | Net cash flow from / (used in) financing activities (C) | (219,502,654) | 593,741,797 |
| | Net Increase/(Decrease) in cash and cash equivalents (A + B + C) | (20,828,350) | (24,167,403) |
| | Cash and cash equivalents at the beginning of the year | 43,691,131 | 67,858,534 |
| | Cash and cash equivalents at the end of the year | 22,862,781 | 43,691,131 |

Notes:

- The above Cash Flow Statement has been prepared under the 'Indirect Method' as set out in the Ind AS 7 'Statement of Cash Flows' specified under section 133 of Companies Act, 2013.
- Figures for the previous year have been regrouped / rearranged wherever found necessary.

As per our report of even date
For Joshi & Shah
Chartered Accountants
(FRN 144627W)

Jaydip Joshi
Partner
(Membership No. 170300)
Place : Mumbai
Date : July 13, 2020

For and on behalf of the Board of Directors of
India Home Loan Limited

Mahesh N. Pujara
(Managing Director)
(DIN No- 01985578)

Abhishek Agarwal
(Chief Financial Officer)

Mitesh M. Pujara
(Whole-Time Director)
(DIN No-02143047)

Ayushi Thakuriya
(Company Secretary)

Notes forming part of the financial statements

1 CORPORATE INFORMATION

India Home Loan Ltd. ("The company") is a public limited company incorporated under the Companies Act, 1956. The Company is a Non -deposit accepting Housing Finance Company registered with National Housing Bank (NHB) under the provisions of National Housing Bank Act 1987 having registration number "05.0119.15", for carrying out the business of housing finance. The company offers retail home loan product for affordable housing segment. Under this product, loans are offered to the customers for Purchase of home, home improvement, home extension and for construction of a dwelling unit on an owned plot of land.

India Home Loan Limited formerly known as (MHFCL) Manoj Housing Finance Company Ltd which was incorporated on 19th Dec ,1990 under the Companies Act, 1956 in Maharashtra. In 2009, the name of Manoj Housing Finance Company Ltd has been changed to India Home Loan Limited.

India Home Loan Limited is a BSE listed company. The company came out with an IPO (Initial Public Offering) in 1995 to augment its long term resources to meet the needs of the business of housing finance and enhance its borrowing capacity by improving its net worth. ."

2 Summary of Significant Accounting Policies:

2.1 Basis of Preparation and Presentation

"The financial statements have been prepared in accordance with the Indian Accounting Standards (Ind AS) on the historical cost basis except for certain financial instruments that are measured at fair values at the end of each reporting period as explained in the accounting policies below, the relevant provisions of the Companies Act, 2013 (the Act) (to the extent notified) and the guidelines issued by the National Housing Bank (NHB) to the extent applicable. The Ind AS are prescribed under Section 133 of the Act read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and relevant amendment rules issued thereafter. The financial statements are presented in Indian Rupees which is the functional and the presentation currency.

Effective April 1, 2019, the Company has adopted all the Ind AS and the adoption was carried out in accordance with Ind AS 101, First time Adoption of Indian Accounting Standards, with effect from April 1,2018 as the first transition date. The transition was carried out from Indian Accounting Principles generally accepted in India as prescribed under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014 (IGAAP), which was the previous GAAP."

2.2 Use of Estimates and Judgments

"The preparation of financial statements in conformity with Ind AS requires management to make judgments, estimates and assumptions, that affect the application of accounting policies and the reported amounts of assets, liabilities, and disclosure of Contingent liabilities at the date of these financial statements and the reported amounts of revenues and expenses for the years presented. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed at each balance sheet date. Revisions to accounting estimates are recognised in the period in which the estimate is revised and future periods affected.

The application of accounting policies that require critical accounting estimates involving complex and subjective judgments and the use of assumptions in these financial statements are as below:

1. Measurement of Expected Credit Loss
2. Measurement of useful life of Property, Plant & Equipment
3. Estimation of Taxes on Income
4. Estimation of Employee Benefit Expense"

2.3 Presentation of Financial Statements

"The Balance Sheet and the Statement of Profit and Loss are prepared on accrual basis and presented in the format prescribed in the Schedule III to the Act. The Statement of Cash Flows has been prepared and presented as per the requirements of Ind AS 7 "Statement of Cash Flows". Amounts in the financial statements are presented in Indian Rupees."

2.4 Revenue recognition

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 and there exists reasonable certainty of its recovery.

2.4.1 Interest and Dividend Income

Interest income are recognised in the statement of profit or loss using the effective interest method. The effective interest method is a method of calculating the amortised cost of a financial asset or a financial liability and of allocating the interest income over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash payments or receipts through the expected life of the financial instrument or, when appropriate, a shorter period to the net carrying amount of the financial asset or financial liability. When calculating the effective interest rate, the Company estimates cash flows considering all contractual terms of the financial instrument but does not consider future credit losses.

Dividend income is recognised when the Company's right to receive dividend is established by the reporting date.

2.4.2 Fees Income

Processing fees collected on loan proposals, the entire fees will be amortised over the behavioural tenure of the loan and will be recognised as income on the basis of Effective Interest Rate calculation.

2.4.3 Other operational revenue

Other operational revenue represents income earned from the activities incidental to the business and is recognised when the right to receive the income is established as per the terms of the contract.

2.5 Property, Plant and Equipment (PPE)

"PPE is recognised when it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably. PPE is stated at original cost less accumulated depreciation and cumulative impairment, if any, Cost includes

professional fees related to the acquisition of PPE.

For transition to Ind AS, the Company has elected to adopt as deemed cost, the carrying value of PPE measured as per IGAAP less accumulated depreciation and cumulative impairment on the transition date of April 1, 2018.

PPE not ready for the intended uses on the date of the Balance Sheet are disclosed as “capital work-in-progress”.

Depreciation is recognised using straight line method so as to write off the cost of the assets (other than freehold land) less their residual values over their useful lives specified in Schedule II to the Act, or in case of assets where the useful life was determined by technical evaluation, over the useful life so determined. Depreciation method is reviewed at each financial year end to reflect expected pattern of consumption of the future economic benefits embodied in the asset. The estimated useful life and residual values are also reviewed at each financial year end with the effect of any change in the estimates of useful life/residual value is accounted on prospective basis.

An item of property, plant and equipment is derecognised upon disposal or when no future economic benefits are expected to arise from the continued use of the asset. Any gain or loss arising on the disposal or retirement of an item of property, plant and equipment is determined as the difference between the sales proceeds and the carrying amount of the asset and is recognised in profit or loss."

2.6 Intangible Assets

"Intangible assets comprising application software are recognised when it is probable that the future economic benefits that are attributable to the asset will flow to the enterprise and the cost of the asset can be measured reliably. Intangible assets are stated at original cost less accumulated amortisation and cumulative impairment. Administrative and other general overhead expenses that are specifically attributable to acquisition of intangible assets are allocated and capitalised as a part of the cost of the intangible assets.

Intangible assets not ready for the intended use on the date of Balance Sheet are disclosed as “Intangible assets under development”. Intangible assets are amortised on straight line basis over the estimated useful life as follows : "

| Name of Asset | Useful life (years) |
|----------------------|----------------------------|
| Computer Software | 10 |
| License | 3 |

The method of amortisation and useful life are reviewed at the end of each accounting year with the effect of any changes in the estimate being accounted for on a prospective basis.

An intangible asset is derecognised on disposal or when no future economic benefits are expected from use or disposal. Gains or losses arising from de-recognition of an intangible asset, measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognised in profit or loss when the asset is derecognised.

2.7 Employee Benefits

2.7.1 Short-term obligations:

Short-term employee benefits are expensed as the related service is provided. A liability is recognised for the amount expected to be paid if the Company has a present legal or constructive obligation to pay this amount as a result of past service provided by the employee and the obligation can be estimated reliably.

2.7.2 Post-employment obligations:

The Company operates the following post-employment schemes:

- (a) defined benefit plans such as gratuity; and
- (b) defined contribution plans such as provident fund.

2.7.3 Defined Benefit Plans:

The Company's net obligation in respect of defined benefit plans is calculated separately for each plan by estimating the amount of future benefit that employees have earned in the current and prior periods, discounting that amount and deducting the fair value of any plan assets. Remeasurement of the net defined benefit liability, which comprise actuarial gains and losses and the return on plan assets (excluding interest) and the effect of the asset ceiling (if any, excluding interest), are recognised immediately in other comprehensive income (OCI). Net interest expense (income) on the net defined liability (assets) is computed by applying the discount rate, used to measure the net defined liability (asset). Net interest expense and other expenses related to defined benefit plans are recognised in Statement of Profit and Loss. When the benefits of a plan are changed or when a plan is curtailed, the resulting change in benefit that relates to past service or the gain or loss on curtailment is recognised immediately in Statement of Profit and Loss. The Company recognises gains and losses on the settlement of a defined benefit plan when the settlement occurs.

2.7.4 Defined contribution plan

Obligations for contributions to defined contribution plans are expensed as the related service is provided and the Company will have no legal or constructive obligation to pay further amounts. Prepaid contributions are recognised as an asset to the extent that a cash refund or a reduction in future payments is available.

2.7.5 Termination benefits

Termination benefits are recognised as an expense when the Company is demonstrably committed, without realistic possibility of withdrawal, to a formal detailed plan to either terminate employment before the normal retirement date, or to provide termination benefits as a result of an offer made to encourage voluntary redundancy. Termination benefits for voluntary redundancies are recognised as an expense if the Company has made an offer encouraging voluntary redundancy, it is probable that the offer will be accepted, and the number of acceptances can be estimated reliably.

2.8 Leases

The company assesses whether a contract contains a lease, at inception of a contract. The Company, as a lessee, recognises a right-of-use asset and a lease liability for its leasing arrangements, if the contract conveys the right to control the use of an identified asset. The contract conveys the right to control the use of an identified asset, if it involves the use of an identified asset and the Company has substantially all of the economic benefits from use of the asset and has right to direct the use of the identified asset. The cost of the right-of-use asset shall comprise of the amount of the initial measurement of the lease liability adjusted for any

lease payments made at or before the commencement date plus any initial direct costs incurred. The right-of-use assets is subsequently measured at cost less any accumulated depreciation, accumulated impairment losses, if any and adjusted for any remeasurement of the lease liability. The right-of-use assets is depreciated using the straight-line method from the commencement date over the shorter of lease term or useful life of right-of-use asset. The company has a lease agreement for the office premise, which is a cancellable agreement. A lease has a contract period of five years but can be terminated any time at the option of the lessor or the lessee without incurring any significant penalty. Therefore, the company has not taken into account the effect of Ind AS 116.

'Thus, Lease rentals on assets under operating lease are charged to the Statement of Profit and Loss on a straight line basis over the term of the relevant lease.

2.9 Financial instruments

2.9.1 Initial recognition and measurement:

All financial instruments are recognised initially at fair value. Transaction costs that are directly attributable to the acquisition of the financial asset are recognised in determining the carrying amount, if it is not classified as at fair value through profit or loss. Purchase or sale of financial assets that require delivery of assets within a time frame established by regulation or convention in the market place (regular way trade) are recognised on trade date. Loans, borrowings and payables are recognised net of directly attributable transaction costs. Subsequently, financial instruments are measured according to the category in which they are classified.

2.9.2 Subsequent measurement:

For the purpose of subsequent measurement, financial instruments of the Company are classified in the following categories: non- derivative financial assets comprising amortised cost, debt instruments at fair value through other comprehensive income (FVTOCI), equity instruments at FVTOCI or fair value through profit and loss account (FVTPL), non-derivative financial liabilities at amortised cost or FVTPL and derivative financial instruments (under the category of financial assets or financial liabilities) at FVTPL. The classification of financial instruments depends on the objective of the business model for which it is held. Management determines the classification of its financial instruments at initial recognition.

2.9.3 Non-derivative financial assets

(i) Business Model Test for Financial Assets

An assessment of business models for managing financial assets is fundamental to the classification of a financial asset. The Company determines the business models at a level that reflects how financial assets are managed together to achieve a particular business objective. The Company's business model does not depend on management's intentions for an individual instrument, therefore the business model is not assessed on an instrument-by-instrument basis but at a higher level of aggregated portfolios and is based on observable factors such as:

- (a) How the performance of the business model and the financial assets held within that business model are evaluated and reported to the entity's key management personnel;
- (b) The risks that affect the performance of the business model (and the financial assets held within that business model) and, in particular, the way in which those risks are managed; and
- (c) How employees of the business are compensated (e.g. whether the compensation is based

on the fair value of mutual funds of the assets managed or on the contractual cash flows collected of loans).

At initial recognition of a financial asset, the Company determines whether newly recognised financial assets are part of an existing business model or whether they reflect the commencement of a new business model. The Company reassesses its business models each reporting period to determine whether the business models have changed since the preceding period. For the current and prior reporting period the Company has not identified a change in its business models.

Solely Payment of Principal and Interest (SPPI test)

For an asset to be classified and measured at amortised cost or at FVTOCI, its contractual terms should give rise to cash flows that are meeting SPPI test.

For the purpose of SPPI test, principal is the fair value of the financial asset at initial recognition. That principal amount may change over the life of the financial asset (e.g. if there are repayments of principal). Interest consists of consideration for the time value of money, for the credit risk associated with the principal amount outstanding during a particular period of time and for other basic lending risks and costs, as well as a profit margin. The SPPI assessment is made in the currency in which the financial asset is denominated. Contractual cash flows that are SPPI are consistent with a basic lending arrangement. Contractual terms that introduce exposure to risks or volatility in the contractual cash flows that are unrelated to a basic lending arrangement, such as exposure to changes in equity prices or commodity prices, do not give rise to contractual cash flows that are SPPI. An originated or an acquired financial asset can be a basic lending arrangement irrespective of whether it is a loan in its legal form.

(ii) Financial assets at amortised cost

A financial asset shall be measured at amortised cost if both of the following conditions are met:

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

They are presented as current assets, except for those maturing later than 12 months after the reporting date which are presented as non-current assets. Financial assets are measured initially at fair value plus transaction costs and subsequently carried at amortized cost using the effective interest rate method, less any impairment loss.

Financial assets at amortised cost are represented by trade receivables, security deposits, cash and cash equivalents, employee and other advances and eligible current and non-current assets. Cash and cash equivalents are highly liquid instruments that are readily convertible into cash and which are subject to an insignificant risk of changes in value and comprise cash on hand and in banks and demand deposits with banks which can be withdrawn at any time without prior notice or penalty on the principal.

(iii) Financial instruments at FVTOCI

A financial instrument shall be measured at fair value through other comprehensive income if both of the following conditions are met:

- (a) the objective of the business model is achieved by both collecting contractual cash flows and selling financial assets; and

(b) the asset's contractual cash flow represents SPPI

Financial instruments included within FVTOCI category are measured initially as well as at each reporting period at fair value plus transaction costs. Fair value movements are recognised in other comprehensive income (OCI). However, the Company recognises interest income, impairment losses & reversals and foreign exchange gain/(loss) in statement of profit and loss. On de-recognition of the asset, cumulative gain or loss previously recognised in OCI is reclassified from equity to profit and loss. Interest earned is recognised under the effective interest rate (EIR) model.

(iv) Financial instruments at FVTPL

A financial asset shall be measured at fair value through profit or loss unless it is measured at amortised cost or at fair value through other comprehensive income.

2.9.4 Non-derivative financial liabilities

Financial liabilities at amortised cost

Financial liabilities at amortised cost represented by borrowings, trade and other payables are initially recognized at fair value, and subsequently carried at amortized cost using the effective interest rate method.

2.9.5 Impairment of financial assets

Ind AS 109 establishes a credit risk impairment model based on expected losses. This model will apply to loans and debt instruments measured at amortised cost or at fair value through shareholders' equity (on a separate line), to loan commitments and financial guarantees not recognised at fair value, as well as to lease receivables. The impairment model under Ind AS 109 requires accounting for 12-month expected credit losses (that result from the risk of default in the next 12 months) on the financial instruments issued or acquired, as of the date of initial recognition on the balance sheet. Expected credit losses at maturity (that result from the risk of default over the life of the financial instrument) will be recognised if the credit risk has increased significantly since initial recognition (Stage 2) or have become credit impaired (Stage 3).

Under the standard, there is also a rebuttable presumption that the credit risk on a financial asset has increased significantly since initial recognition when contractual payments are more than 30 days past due. Based on past experience, the company has developed the ECL model rebutting this presumption and uses 30 days past due as the trigger for confirming a significant increase in credit risk. The structure of the ECL model developed by the company is :

| Stage | Assets |
|--------------|--|
| 1 | <u>Standard Assets</u> Standard asset means the asset in respect of which, no default in repayment of principal or payment of interest is perceived and which does not disclose any problem nor carry more than normal risk attached to the business. |
| 2 | <u>Sub-standard Assets</u> Substandard asset means : (i) an asset, which has been classified as non-performing asset for a period not exceeding twelve months; (ii) an asset, where the terms of the agreement regarding interest and/or principal have been re-negotiated or rescheduled after release of any instalment of loan or an inter-corporate deposit which has been rolled over, until the expiry of one year |

of satisfactory performance under the re-negotiated or rescheduled terms: Provided that where a delay in completion of a project is caused on account of factors beyond the control of the project implementing agency, terms of the loan agreement regarding interest and/ or principal may be rescheduled once before the completion of the project and such loans may be treated as standard asset, subject to the condition that such reschedulement shall be permitted only once by the Board of Directors of the concerned housing finance company and that interest on such loan is paid regularly and there is no default; Provided further that where natural calamities impair the repaying capacity of a borrower, terms of the loan agreement regarding interest and/ or principal may be rescheduled and such loans shall not be classified as sub-standard; the classification of such loans would thereafter be governed by the revised terms and conditions.

3 Doubtful and Loss Assets

(a) Doubtful asset means a term loan, or a leased asset, or a hire purchase asset, or any other asset, which remains a sub-standard asset for a period exceeding twelve months;

b) loss asset means – (i) an asset which has been identified as loss asset by the housing finance company or its internal or external auditor or by the National Housing Bank, to the extent it is not written off by the housing finance company; and (ii) an asset which is adversely affected by a potential threat of non-recoverability due to any one of the following, namely:- (a) non-availability of security, either primary or collateral, in case of secured loans and advances; (b) erosion in value of security, either primary or collateral, is established; (c) insurance claim, if any, has been denied or settled in part; (d) fraudulent act or omission on the part of the borrower; (e) the debt becoming time barred under Limitation Act, 1963 (36 of 1963); (f) inchoate or defective documentation.

The Company assesses periodically and at each balance sheet date whether there is objective evidence that a financial asset or group of financial assets is impaired. Impairment allowances represent management's best estimate of the losses incurred within the loan portfolios at the balance sheet date. They are calculated on a collective basis for portfolios of loans of a similar nature and on an individual basis for significant loans. The calculation of both collective and specific impairment allowances is inherently judgmental. Collective impairment allowances are calculated using models which approximate the impact of current economic and credit conditions on large portfolios of loans. The inputs to these models are based on historical loss experience with judgement applied to determine the assumptions (for example the value of collateral) used to calculate impairment. The amount of provision for loan losses is calculated by multiplying the exposure at default (EAD), Probability of Default (PD) and Loss Given Default (LGD).

Being a housing finance company, the company has to follow the guidelines given by the National Housing Bank (NHB) on Prudential Norms on Asset Classification and provisioning requirement. The Prudential norms prescribed by NHB do not consider the value of security for standard and sub-standard assets. The company provides for impairment of financial assets on the basis of the Expected Credit Loss Model or the Prudential norms of NHB whichever is higher.

2.9.6 Derecognition of financial assets

A financial asset (or, where applicable, a part of a financial asset or part of a Company of similar financial assets) is de-recognised when the rights to receive cash flows from the financial asset have expired. The Company also de-recognised the financial asset if it has transferred the financial asset and the transfer qualifies for de recognition.

The Company has transferred the financial asset if, and only if, either:

- (a) It has transferred its contractual rights to receive cash flows from the financial asset or
- (b) It retains the rights to the cash flows, but has assumed an obligation to pay the received cash flows in full without material delay to a third party under a 'pass-through' arrangement.

A transfer only qualifies for derecognition if either:

- (a) The Company has transferred substantially all the risks and rewards of the asset or
- (b) The Company has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset. On de-recognition of a financial asset in its entirety, the difference between the asset's carrying amount and the sum of the consideration received and receivable and the cumulative gain/loss that had been recognised in OCI and accumulated in equity is recognised in profit or loss.

2.9.7 Derecognition of financial liabilities

A financial liability is derecognised when the obligation under the liability is discharged, cancelled or expires. Where an existing financial liability is replaced by another from the same lender on substantially different terms or the terms of an existing liability are substantially modified, such an exchange or modification is treated as a derecognition of the original liability and the recognition of a new liability. The difference between the carrying value of the original financial liability and the consideration paid is recognised in profit or loss.

2.10 Cash and cash equivalents

Cash comprises of cash on hand and demand deposits with banks. Cash equivalents are short-term deposits with banks (with an original maturity of three months or less from the date of placement) and cheques on hand. Short term and liquid investments being subject to more than insignificant risk of change in value, are not included as part of cash and cash equivalents.

2.11 Borrowing Costs

"Borrowing costs includes interest, commission/brokerage on deposits and exchange differences arising from foreign currency borrowings to the extent they are regarded as adjustment to interest cost. Interest expenses is accrued on a time basis, by reference to the principal outstanding and at the effective interest rate (EIR) applicable. The effective interest method is a method of calculating the amortised cost of a financial liability and allocating interest expenses over the relevant period."

2.12 Segments

The Company's main business is financing by way of loans for the purchase or construction of residential houses in India. All other activities of the Company revolve around the main business. This in the context of Ind AS 108 – "Operating Segments" specified under section 133 of the

Companies Act, 2013, is considered to constitute one reportable segment.

2.13 Taxes on Income

Income tax expense comprises current and deferred taxes. Income tax expense is recognized in the Statement of Profit and Loss except when they relate to items that are recognized outside profit or loss (whether in other comprehensive income or directly in equity), in which case tax is also recognized outside profit or loss.

Deferred tax assets and liabilities are recognized for the future tax consequences of temporary differences between the carrying values of assets and liabilities and their respective tax bases, and unutilized business loss and depreciation carry-forwards and tax credits. Deferred tax assets are recognized to the extent that it is probable that future taxable income will be available against which the deductible temporary differences, unused tax losses, depreciation carry-forwards and unused tax credits could be utilized.

The carrying amount of deferred tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax asset to be utilised. Unrecognised deferred tax assets are re-assessed at each reporting date, and are recognised to the extent that it has become probable that future taxable profits will allow the deferred tax asset to be recovered.

Deferred tax assets and liabilities are measured based on the tax rates that are expected to apply in the period when the asset is realized or the liability is settled, based on tax rates and tax laws that have been enacted or substantively enacted by the balance sheet date.

Deferred tax assets and liabilities are offset when there is a legally enforceable right to set off current tax assets against current tax liabilities and when they relate to income taxes levied by the same taxation authority and the Company intends to settle its current tax assets and liabilities on a net basis.

2.14 Earnings Per Share

Basic earnings per share have been computed by dividing net income by the weighted average number of shares outstanding during the year. Diluted earnings per share has been computed using the weighted average number of shares and dilutive potential shares, except where the result would be anti-dilutive.

2.15 Provisions, Contingent Liabilities and Contingent Assets

2.15.1 Provisions are recognised only when :

- (I) An entity has a present obligation (legal or constructive) as a result of a past event; and
- (II) It is probable that an outflow of resources embodying economic benefits will be required to settle the obligation; and
- (III) A reliable estimate can be made of the amount of the obligation.

Provision is measured using the cash flows estimated to settle the present obligation and when

the effect of time value of money is material, the carrying amount of the provision is the present value of those cash flows. Reimbursement expected in respect of expenditure required to settle a provision is recognised only when it is virtually certain that the reimbursement will be received. Where the unavoidable costs of meeting the obligations under the contract exceed the economic benefits expected to be received under such contract, the present obligation under the contract is recognised and measured as a provision.

2.15.2 Contingent liability is disclosed by way of note in case of :

- (i) A present obligation arising from past events, when it is not probable that an outflow of resources will be required to settle the obligation; and
- (ii) A present obligation arising from past events, when no reliable estimate is possible.

2.15.3 Contingent Assets :

Contingent assets are not recognised in the financial statements.

Contingent assets are disclosed where an inflow of economic benefits is probable. Provisions, contingent liabilities and contingent assets are reviewed at each Balance Sheet date.

2.16 FIRST TIME ADOPTION OF IND AS (IND AS 101)

The Company has prepared financial statements for the year ended March 31, 2020, in accordance with Ind AS for the first time. The Company has prepared its financial statements to comply with Ind AS for the year ending March 31, 2020, together with comparative information as at and for the year ended March 31, 2019. In preparing these financial statements, the Company's opening Balance Sheet was prepared as at April 1, 2018 i.e. the transition date to Ind AS for the Company. Previous GAAP financials statements as on April 1, 2018 being transition date and for previous year ended March 31, 2019 have been restated as per Ind AS.

2.16.1 Exemptions availed

Deemed Cost for Property, Plant and Equipment and Intangible Assets :

The Company has elected to continue with the carrying value of all of its property, plant and equipment and intangible assets recognised as of April 1, 2018 (the transition date), measured as per the Previous GAAP and use that carrying value as its deemed cost as of the transition date under Ind AS.

Classification and measurement of financial assets:

The Company has availed the exception provided in Paragraph B8C of Ind AS 101 since the company has found it impracticable to apply the effective interest rate prior to the date of transition to Ind AS considering the fact that the loans / borrowings have been given/received for long tenors.

Fair Value of Financials Assets and Liabilities :

As per Ind AS exemption, the Company has not fair valued the financial assets and liabilities retrospectively and has measured the same prospectively.

Impairment of financial assets:

The company has availed the exception offered in Paragraph B8G of Ind AS 101- First time Adoption of Ind AS. Based on their assessment, the company has concluded that the financial instruments held had low credit risk and hence the provision for loans those already held in the books of account as on April 01, 2018 was considered more than the expected credit loss and hence the additional provision was not considered necessary.

2.16.2 Reconciliation of Total Comprehensive Income for the year ended March 31, 2019

(Amount in ₹)

| Sr No | Particulars | Note | Year ended March 31, 2019 | | |
|-------------|--|--------|---------------------------|---------------------|--------------------|
| | | | Previous GAAP | Adjustments | Ind AS |
| | Revenue from Operations | | | | |
| | i) Interest Income | | 304,907,734 | 3,070,642 | 307,978,376 |
| | ii) Fees and Commission Income | 2.16.5 | 26,669,343 | (20,618,196) | 6,051,147 |
| I | Total Revenue from Operations | | 331,577,077 | (17,547,554) | 314,029,523 |
| II | Other Income | 2.16.6 | 4,317,886 | 73,379 | 4,391,265 |
| III | Total Income (I+II) | | 335,894,963 | (17,474,175) | 318,420,788 |
| | Expenses | | | | |
| | i) Finance Costs | | 217,031,971 | 432,781 | 217,464,752 |
| | ii) Fees and Commission Expense | 2.16.7 | 11,588,576 | (10,816,284) | 772,292 |
| | iii) Impairment on financial instruments | | 11,269,704 | - | 11,269,704 |
| | iv) Employee Benefit Expenses | 2.16.8 | 32,160,714 | 494,466 | 32,655,180 |
| | v) Depreciation and Amortisation | | 4,410,844 | - | 4,410,844 |
| | vi) Other Expenses | | 23,549,357 | - | 23,549,357 |
| IV | Total Expenses | | 300,011,166 | (9,889,037) | 290,122,129 |
| V | Profit Before Tax | | 35,883,797 | (7,585,138) | 28,298,659 |
| VI | Tax Expenses | | | | |
| | (i) Current Tax | | 10,700,776 | - | 10,700,776 |
| | (ii) Deferred Tax | | (664,959) | 18,019 | (646,940) |
| VII | Profit/(Loss) for the Year | | 25,847,980 | (7,603,157) | 18,244,823 |
| | Other Comprehensive Income | | | | |
| | (A) (i) Items that will not be reclassified to profit or loss | 2.16.9 | - | (1,096,042) | (1,096,042) |
| | (ii) Income Tax on Items that will not be reclassified to profit or loss | | - | 319,167 | 319,167 |
| | Sub Total (A) | | - | (776,875) | (776,875) |
| | (B) (i) Items that will be reclassified to profit or loss | | - | - | - |
| | (ii) Income Tax on Items that will be reclassified to profit or loss | | - | - | - |
| | Sub Total (B) | | - | - | - |
| VIII | Other Comprehensive Income (A+B) | | - | (776,875) | (776,875) |
| IX | Total Comprehensive Income | | 25,847,980 | (8,380,032) | 17,467,948 |

2.16.3 Reconciliation of Equity for the year ended March 31, 2019

(Amount in ₹)

| Sr No | Particulars | Note | Year ended March 31, 2019 | | |
|-----------|--|------------------|---------------------------|---------------------|----------------------|
| | | | Previous GAAP | Adjustments | Ind AS |
| I | ASSETS | | | | |
| | 1) Financial Assets | | | | |
| | (a) Cash and Cash Equivalents | | 43,691,131 | - | 43,691,131 |
| | (b) Bank Balances other than (a) above | | 25,058,799 | - | 25,058,799 |
| | (c) Loans | 2.16.10 | 2,185,956,573 | (24,112,762) | 2,161,843,811 |
| | (d) Investments | 2.16.6 | 90,000,000 | 73,379 | 90,073,379 |
| | (e) Other Financial Assets | | 1,839,554 | - | 1,839,554 |
| | 2) Non-Financial Assets | | | | |
| | (a) Property Plant and Equipment | | 5,278,463 | - | 5,278,463 |
| | (b) Intangible Assets | | 3,716,429 | - | 3,716,429 |
| | (c) Other Non-Financial Assets | 2.16.7 | 25,368,422 | 10,383,503 | 35,751,925 |
| | TOTAL | | 2,380,909,371 | (13,655,880) | 2,367,253,491 |
| II | LIABILITIES AND EQUITY | | | | |
| | 1) Financial Liabilities | | | | |
| | (a) Payables | | | | |
| | Trade Payables | | | | |
| | (i) total outstanding dues of micro enterprises and small enterprises | | - | - | - |
| | (ii) total outstanding dues creditors other than micro enterprises and small enterprises | | 4,834,934 | - | 4,834,934 |
| | Other Payables | | | | |
| | (i) total outstanding dues of micro enterprises and small enterprises | | - | - | - |
| | (ii) total outstanding dues creditors other than micro enterprises and small enterprises | | 5,447,912 | - | 5,447,912 |
| | (b) Debt Securities | | - | - | - |
| | (c) Borrowings (other than debt securities) | | 1,916,693,110 | - | 1,916,693,110 |
| | (d) Subordinated Liabilities | | - | - | - |
| | (e) Other financial liabilities | 2.16.11 | 32,999,107 | (3,443,483) | 29,555,624 |
| | 2) Non-Financial Liabilities | | | | |
| | (a) Current Tax liabilities (Net) | | 117,343 | - | 117,343 |
| | (b) Provisions | 2.16.10 & 2.16.8 | 24,330,707 | (21,458,709) | 2,871,998 |
| | (c) Deferred Tax liabilities (Net) | | 1,557,154 | (301,148) | 1,256,005 |
| | (d) Other non-financial liabilities | 2.16.5 | 2,939,753 | 46,755,636 | 49,695,389 |
| | 3) Equity | | | | |
| | (a) Equity Share Capital | | 142,817,550 | - | 142,817,550 |
| | (b) Other Equity | | 249,171,802 | (35,208,176) | 213,963,626 |
| | TOTAL | | 2,380,909,371 | (13,655,879) | 2,367,253,491 |

2.16.4 Reconciliation of Equity for the Opening Balance Sheet as at April 1, 2018

(Amount in ₹)

| Sr. No. | Particulars | Note | As At April 1, 2018 | | |
|------------|--|------------------|----------------------|---------------------|----------------------|
| | | | Previous GAAP | Adjustments | Ind AS |
| I | ASSETS | | | | |
| | 1) Financial Assets | | | | |
| | (a) Cash and Cash Equivalents | | 67,858,534 | - | 67,858,534 |
| | (b) Bank Balances other than (a) above | | 9,260,772 | - | 9,260,772 |
| | (c) Loans | 2.16.10 | 1,779,325,959 | (12,843,059) | 1,766,482,900 |
| | (d) Investments | | 40,000,000 | - | 40,000,000 |
| | (e) Other Financial Assets | | 1,945,450 | - | 1,945,450 |
| | 2) Non-Financial Assets | | | | |
| | (a) Property Plant and Equipment | | 5,719,242 | - | 5,719,242 |
| | (b) Intangible Assets | | 4,804,242 | - | 4,804,242 |
| | (c) Other Non-Financial Assets | | 18,257,039 | - | 18,257,039 |
| | TOTAL | | 1,927,171,238 | (12,843,059) | 1,914,328,179 |
| II | LIABILITIES AND EQUITY | | | | |
| | 1) Financial Liabilities | | | | |
| | (a) Payables | | | | |
| | Trade Payables | | | | |
| | (i) total outstanding dues of micro enterprises and small enterprises | | - | - | - |
| | (ii) total outstanding dues creditors other than micro enterprises and small enterprises | | 5,371,185 | - | 5,371,185 |
| | Other Payables | | | | |
| | (i) total outstanding dues of micro enterprises and small enterprises | | - | - | - |
| | (ii) total outstanding dues creditors other than micro enterprises and small enterprises | | 5,238,121 | - | 5,238,121 |
| | (b) Debt Securities | | - | - | - |
| | (c) Borrowings (other than debt securities) | | 1,350,213,476 | - | - |
| | (d) Subordinated Liabilities | | - | - | 1,350,213,476 |
| | (e) Other financial liabilities | 2.16.11 | 210,707,649 | (3,437,837) | 207,269,812 |
| | 2) Non-Financial Liabilities | | | | |
| | (a) Current Tax liabilities (Net) | | (293,354) | - | (293,354) |
| | (b) Provisions | 2.16.10 & 2.16.8 | 13,061,005 | (11,779,515) | 1,281,490 |
| | (c) Deferred Tax liabilities (Net) | | 2,222,112 | - | 2,222,112 |
| | (d) Other non-financial liabilities | 2.16.5 | 1,766,191 | 29,208,081 | 30,974,272 |
| | 3) Equity | | | | |
| | (a) Equity Share Capital | | 142,817,550 | - | 142,817,550 |
| | (b) Other Equity | | 196,067,304 | (26,833,789) | 169,233,515 |
| | TOTAL | | 1,927,171,238 | (12,843,060) | 1,914,328,179 |

2.16.5 Amortisation of Processing Fees:

The processing fees has been amortized over the behavioural tenure of the loan as per Ind AS 109. Thus, the amount proportion to the interest and fees have been accounted accordingly.

2.16.6 Investments :

In case of Investments in Mutual Funds, the fair value changes are recognised in the Statement of Profit and Loss. On transitioning to Ind AS, these financial assets have been measured at their fair values which is higher than cost as per Previous GAAP.

2.16.7 DSA Commission

DSA Commission expense on interest earning assets which were earlier charged upfront basis are included in the calculation of EIR resulting in prepaid expense booking. Therefore, DSA Commission charged on upfront basis has been amortised over the behavioural tenure of the loans. The amount proportion to the interest expense and Fees expense have been accounted accordingly.

2.16.8 Employee Benefits

Under previous GAAP, actuarial gains and losses were recognised in the statement of profit and loss. Under Ind AS, the actuarial gains and losses form part of remeasurement of the net defined benefit liability/ asset which is recognised in other comprehensive income. Consequently, the tax effect of the same has also been recognised in other comprehensive income under Ind AS instead of the statement of profit and loss. As per Ind AS 1 and Ind AS 19, actuarial gains and losses have to be presented in Other Comprehensive Income.

2.16.9 Other Comprehensive Income

Under Previous GAAP, there was no concept of OCI. Re-measurement of defined benefit plan liability is recognised in OCI.

2.16.10 Impairment on loans

Under Previous GAAP, the Provision for expected credit loss was separately presented under the head of "Provisions". Under Ind AS, as per Ind AS 1, the Provision for expected credit loss should be reduced from the Gross Carrying Amount of Loans.

2.16.11 Proposed Dividend and DDT'

The reversal of the provision for proposed dividend and DDT thereon has been made and impact is given in retained earnings since proposed dividend and DDT thereon are to be recognized in the year when they are approved by shareholders.

STATEMENT OF CHANGES IN EQUITY
Statement of Changes in Equity for the year ended March 31, 2020
A. EQUITY SHARE CAPITAL

| Particulars | (Amount ₹) |
|---|-------------|
| As At April 1, 2018 | 142,817,550 |
| Equity Share Capital issued during the year | - |
| As At March 31, 2019 | 142,817,550 |
| Equity Share Capital issued during the year | - |
| As At March 31, 2020 | 142,817,550 |

B. OTHER EQUITY
(Amount in ₹)

| Particulars | Reserve and Surplus | | | | | Money received against Share Warrants | Other items of Other Comprehensive Income | Total |
|---|---------------------|-----------------|-------------------|--|--------------------|---------------------------------------|---|-------------|
| | Securities Premium | Capital Reserve | Retained Earnings | Statutory Reserve (As per section 29C of NHB Act and section 36 (1)(viii) of Income Tax Act, 1961) | Additional Reserve | | | |
| Balance As At April 1, 2018 | 105,314,405 | 40,739,000 | (2,513,976) | 21,977,406 | 3,716,680 | - | - | 169,233,515 |
| Profit for the year transferred to Retained Earnings | - | - | 18,244,823 | - | - | - | - | 18,244,823 |
| Remeasurement of Defined Benefit Plans | - | - | - | - | - | - | (776,875) | (776,875) |
| Transfer from Retained Earnings | - | - | (9,616,083) | 9,616,083 | - | - | - | - |
| Received during the year | - | - | - | - | - | 30,700,000 | - | 30,700,000 |
| Dividend pertaining to Previous year paid during the year | - | - | (2,856,351) | - | - | - | - | (2,856,351) |
| Tax on Proposed Dividend | - | - | (581,486) | - | - | - | - | (581,486) |
| Balance As At March 31, 2019 | 105,314,405 | 40,739,000 | 2,676,927 | 31,593,489 | 3,716,680 | 30,700,000 | (776,875) | 213,963,626 |
| Balance As At April 1, 2019 | 105,314,405 | 40,739,000 | 2,676,927 | 31,593,489 | 3,716,680 | 30,700,000 | (776,875) | 213,963,626 |
| Profit for the year transferred to Retained Earnings | - | - | 28,049,675 | - | - | - | - | 28,049,675 |
| Remeasurement of Defined Benefit Plans | - | - | - | - | - | - | 180,425 | 180,425 |
| Transfer from Retained Earnings | - | - | (10,000,700) | 10,000,700 | - | - | - | - |
| Received during the year | - | - | - | - | - | - | - | - |
| Dividend pertaining to Previous year paid during the year | - | - | (2,856,351) | - | - | - | - | (2,856,351) |
| Tax on Proposed Dividend | - | - | (592,776) | - | - | - | - | (592,776) |
| Balance As At March 31, 2020 | 105,314,405 | 40,739,000 | 17,276,776 | 41,594,188 | 3,716,680 | 30,700,000 | (596,450) | 238,744,599 |

As per Section 29C of the National Housing Bank Act, 1987 (the "NHB Act"), the Company is required to transfer at least 20% of its net profits every year to a reserve before any dividend is declared. For this purpose any special Reserve created by the company under section 36(i)(viii) of the Income-tax Act, 1961, is considered to be an eligible transfer. Thus, the amount transferred to section 36(i)(viii) of the Income Tax Act, 1961 of ₹ 100.007 lakhs (previous year of ₹ 96.160 lakhs) is considered for Special Reserve in terms of Section 29C of the NHB Act.

Significant Accounting Policies 1 & 2

The Accompanying Notes are an integral part of the Financial Statements

As per our report of even date
For Joshi & Shah
Chartered Accountants
(FRN 144627W)

Jaydip Joshi
Partner
(Membership No. 170300)
Place : Mumbai
Date : 13th July, 2020

For and on behalf of the Board of Directors of
India Home Loan Limited

Mahesh N. Pujara
(Managing Director)
(DIN No- 01985578)

Abhishek Agarwal
(Chief Financial Officer)

Mitesh M. Pujara
(Whole-Time Director)
(DIN No-02143047)

Ayushi Thakuriya
(Company Secretary)

Notes forming part of the financial statements
NOTE 3(a) CASH AND CASH EQUIVALENTS

| Sr No | Particulars | March 31, 2020 ₹ | March 31, 2019 ₹ | March 31, 2018 ₹ |
|-------|-------------------------|---------------------|---------------------|---------------------|
| (i) | Cash on hand | 5,582,487 | 4,725,058 | 1,926,345 |
| (ii) | Balances with Banks | 16,080,294 | 38,966,073 | 65,932,189 |
| (iii) | Cheques, drafts on hand | 1,200,000 | - | - |
| | TOTAL | 22,862,781 | 43,691,131 | 67,858,534 |

NOTE 3(b) BANK BALANCES OTHER THAN (A) ABOVE

| Sr No | Particulars | March 31, 2020 ₹ | March 31, 2019 ₹ | March 31, 2018 ₹ |
|-------|---|---------------------|---------------------|---------------------|
| (i) | Fixed deposits with maturity more than 3 months (refer note (i) & (ii) below) | 27,605,452 | 25,058,799 | 9,260,772 |
| (ii) | Unpaid Dividend | 185,943 | - | - |
| | TOTAL | 27,791,395 | 25,058,799 | 9,260,772 |

(i) Fixed deposit and other balances with banks earns interest at fixed rate.

(ii) Fixed deposits with maturity more than 3 months includes Rs. 276.05 lakhs (Previous year Rs. 250.58 lakhs) under lien.

NOTE 4 LOANS

At Amortised Cost

| Sr No | Particulars | March 31, 2020 ₹ | March 31, 2019 ₹ | March 31, 2018 ₹ |
|-------|---|----------------------|----------------------|----------------------|
| A. | Loans | | | |
| | <u>Home Loans</u> | | | |
| | (i) Individuals | 1,744,380,114 | 1,755,235,301 | 1,420,734,080 |
| | (ii) Others | 280,652,764 | 271,447,489 | 219,244,125 |
| | <u>Other Loans</u> | | | |
| | (i) Individuals | 138,490,894 | 159,273,785 | 139,347,753 |
| | (ii) Others | 861,672 | - | - |
| | Total - Gross (A) | 2,164,385,444 | 2,185,956,573 | 1,779,325,958 |
| | Less: Impairment Loss Allowance | 31,347,563 | 24,112,762 | 12,843,058 |
| | Less: Special provisioning for RBI regulatory package | 4,706,849 | - | - |
| | Total - Net (A) | 2,128,331,032 | 2,161,843,811 | 1,766,482,900 |
| B. | (i) Secured by Tangible Assets | 2,164,385,444 | 2,185,956,573 | 1,779,325,958 |
| | (ii) Secured by Intangible Assets | - | - | - |
| | (iii) Covered by Bank/ Government Guarantees | - | - | - |
| | (iv) Unsecured | - | - | - |
| | Total - Gross (B) | 2,164,385,444 | 2,185,956,573 | 1,779,325,958 |
| | Less: Impairment Loss Allowance | 31,347,563 | 24,112,762 | 12,843,058 |
| | Less: Special provisioning for RBI regulatory package | 4,706,849 | - | - |
| | Total - Net (B) | 2,128,331,032 | 2,161,843,811 | 1,766,482,900 |
| C. | Loans in India | | | |
| | (i) Public Sector | - | - | - |
| | (ii) Others | 2,164,385,444 | 2,185,956,573 | 1,779,325,958 |
| | Total - Gross (C) | 2,164,385,444 | 2,185,956,573 | 1,779,325,958 |
| | Less: Impairment Loss Allowance | 31,347,563 | 24,112,762 | 12,843,058 |
| | Less: Special provisioning for RBI regulatory package | 4,706,849 | - | - |
| | Total - Net (C) | 2,128,331,032 | 2,161,843,811 | 1,766,482,900 |
| D. | Loans outside India | | | |
| | (i) Public Sector | - | - | - |
| | (ii) Others | - | - | - |
| | Total - Gross (D) | - | - | - |
| | Less: Impairment Loss Allowance | - | - | - |
| | Total - Net (D) | - | - | - |

- 4.1 Loans includes Rs. 72.69 lakhs (Previous Year 17.46 lakhs) in respect of properties held for disposal under Securitisation and Reconstruction of Financial Assets and Enforcement of Security Interest Act, 2002."
- 4.2 Loans includes Rs. 16.33 lakhs (Previous Year Rs. 3.88 lakhs) given to the employees of IHLL.
- 4.3 Loans granted by IHLL are secured by one or combination of following securities:
- Equitable/Registered mortgage of property and / or
 - Hypothecation of assets and / or
 - Company guarantee or personal guarantee and/or
 - Undertaking to create a security
- 4.4 In its normal course of business, the Company does not physically repossess properties or other assets except properties re-possessed under SARFAESI. Property acquisition is a last recourse which company exercise in case recovery become very difficult. Any surplus funds after settlement of outstanding loan are returned to the customers. As a result of this practice, the residential properties under legal re-possession processes are not treated as non-current assets held for sale.
- 4.5 Classification of loans and provisions made Standard and Non-performing assets is given hereunder:

| Sr No | Particulars | Housing loans (including instalments due from borrowers) | | Other Loans | Total Loans | Provisions required as per NHB Norms for Housing loans | | Provisions required as per NHB Norms for Other loans | Total Provisions |
|-------|---|--|-------------|-------------|---------------|--|-----------|--|------------------|
| | | Individuals | Others | | | Individuals | Others | | |
| (i) | As on 31st March, 2020 | | | | | | | | |
| | Standard Loans | 1,658,930,647 | 280,652,764 | 135,050,186 | 2,074,633,597 | 4,147,327 | 2,104,896 | 543,216 | 6,795,439 |
| | Sub - Standard Loans | 2,598,559 | - | - | 2,598,559 | 389,784 | - | - | 389,784 |
| | Doubtful Loans | 82,850,908 | - | 4,302,380 | 87,153,288 | 22,067,547 | - | 1,276,424 | 23,343,971 |
| | Loss Assets | - | - | - | - | - | - | - | - |
| | Additional Provisions | - | - | - | - | 818,370 | - | - | 818,370 |
| | Special provisioning for RBI regulatory package | | | | | 4,706,849 | | | 4,706,849 |
| | Total | 1,744,380,114 | 280,652,764 | 139,352,566 | 2,164,385,444 | 32,129,876 | 2,104,896 | 1,819,640 | 36,054,412 |
| | | | | | | | | | |
| (ii) | As on 31st March, 2019 | | | | | | | | |
| | Standard Loans | 1,667,940,372 | 271,447,489 | 158,291,381 | 2,097,679,242 | 4,169,851 | 2,035,856 | 633,166 | 6,838,873 |
| | Sub - Standard Loans | 73,539,248 | - | - | 73,539,248 | 11,030,887 | - | - | 11,030,887 |
| | Doubtful Loans | 13,755,681 | - | 982,404 | 14,738,085 | 3,997,400 | - | 245,601 | 4,243,001 |
| | Loss Assets | - | - | - | - | - | - | - | - |
| | Additional Provisions | - | - | - | - | 2,000,002 | - | - | 2,000,002 |
| | Total | 1,755,235,301 | 271,447,489 | 159,273,785 | 2,185,956,573 | 21,198,140 | 2,035,856 | 878,767 | 24,112,762 |

- 4.6 The above classification of loans and provisions to be held are as per the guidelines on prudential norms issued by NHB.
- 4.7 Provision of Non-performing assets is required to be maintained as per NHB guidelines on prudential norms to the extent of Rs. 237.34 lakhs (Previous year Rs. 152.74 lakhs) against which the company, by way of prudence and abundant caution has maintained cumulative provision of Rs. 237.34 lakhs (Previous year Rs. 152.74 lakhs). The Management has provided an additional provision of Rs. 8.18 Lakhs (Previous year Rs. 20 Lakhs) during the current year based on their estimate. General provision required to be maintained in respect of accounts in default but standard and asset classification benefit extended, as per RBI circular on COVID 19 regulatory package dated April 17, 2020, the company holds a provision of INR 47.06 lakhs.

4.8 In accordance with the RBI guidelines relating to COVID - 19 Regulatory Package dated March 27, 2020 and April 17, 2020, the Company granted moratorium of three months on payments of all instalments and/or interest falling due on or after March 1, 2020 till May 31, 2020 (further extended as per RBI guidelines for another 3 months falling due on or after June 1, 2020 till August 31, 2020) to eligible borrowers who have requested for moratorium. For all such accounts where the moratorium is granted, the prudential assets classification and stage movement has been kept on stand still during the moratorium period. The Company has used the principles of prudence in applying judgments, estimates and possible forward looking scenarios to assess and provide for the impact of the COVID-19 pandemic on the Financial Statements specifically while assessing the expected credit loss on financial assets by applying the customer profiling within salaried and self-employed portfolio and management overlays. The Company has performed an estimation of portfolio stress through analysing its portfolio in respect of various risk classification, using the available historical and current data and based on current indicators of future economic conditions. On May 22, 2020, the RBI has announced extension of the moratorium period by further three months. The extent to which COVID - 19 pandemic will impact the company's provision on financial assets will depend on future developments, which are highly uncertain. The impact of COVID - 19 pandemic may be different from that estimated as at the date of approval of these financial statements and the Company will continue to closely monitor any material changes to future economic conditions.

NOTE 5 INVESTMENTS

| Sr No | Particulars | March 31, 2020 ₹ | March 31, 2019 ₹ | March 31, 2018 ₹ |
|-------|---|---------------------|---------------------|---------------------|
| (i) | (At Fair Value Through Profit and Loss) Mutual Funds | | | |
| | - Kotak Floater Short Term - Direct Plan - Growth | - | | 40,000,000 |
| | - SBI Liquid Fund - Direct Plan - Growth | - | 20,025,134 | - |
| | - DSP Black Rock Liquidity Fund - Direct Plan - Growth | - | 50,048,245 | - |
| | - Tata Liquid Fund - Direct Plan - Growth | - | 20,000,000 | - |
| (ii) | (At Amortised Cost) Government Securities | - | - | - |
| | TOTAL (A) | - | 90,073,379 | 40,000,000 |
| (i) | Investments in India | - | 90,073,379 | 40,000,000 |
| (ii) | Investments outside India | - | - | - |
| | TOTAL (B) | - | 90,073,379 | 40,000,000 |

NOTE 6 OTHER FINANCIAL ASSETS

| Sr No | Particulars | March 31, 2020 ₹ | March 31, 2019 ₹ | March 31, 2018 ₹ |
|-------|---|---------------------|---------------------|---------------------|
| (i) | Rent Deposits - Unsecured; considered good | 1,081,880 | 1,981,880 | 574,080 |
| (ii) | Staff Advances | 1,632,868 | 388,166 | 205,457 |
| (iii) | Other Advances - Unsecured; considered good | 729,689 | 469,508 | 1,165,913 |
| | TOTAL | 3,444,437 | 1,839,554 | 1,945,450 |

Notes forming part of the financial statements

NOTE 7 PROPERTY PLANT AND EQUIPMENT

| Description of Assets | Gross Block | | | Depreciation/Amortization | | | | Net Block | | |
|---|------------------------------|------------------|------------------|------------------------------|------------------------------|-----------------------|------------|------------------------------|----------------------------|----------------------------|
| | Balance as at April 01, 2018 | Additions | Deductions | Balance as at March 31, 2019 | Balance as at April 01, 2018 | Provided for the year | Deductions | Balance as at March 31, 2019 | As at As at March 31, 2019 | As at As at March 31, 2018 |
| Tangible Assets | | | | | | | | | | |
| Computers and Printers | 2,166,262 | 1,776,320 | - | 3,942,582 | 1,278,437 | 1,300,090 | - | 2,578,527 | 1,364,055 | 887,825 |
| Furniture & Fixtures | 1,452,359 | 214,205 | - | 1,666,564 | 1,026,461 | 252,179 | - | 1,278,640 | 387,923 | 425,898 |
| Office Equipment | 190,098 | 139,094 | - | 329,192 | 150,046 | 49,039 | - | 199,085 | 130,107 | 40,052 |
| Air Conditioner | 534,930 | 82,383 | - | 617,313 | 394,466 | 64,313 | - | 458,779 | 158,534 | 140,464 |
| Electrical Fitting* | 267,886 | - | - | 267,886 | 233,109 | 16,169 | - | 249,278 | 18,608 | 34,777 |
| Flooring & Ceiling** | 1,441,739 | - | - | 1,441,739 | 1,332,083 | 51,024 | - | 1,383,107 | 58,632 | 109,656 |
| Motor Vehicles | 4,636,041 | 467,000 | - | 5,103,041 | 555,471 | 1,386,966 | - | 1,942,437 | 3,160,604 | 4,080,570 |
| Total (A) | 10,689,315 | 2,679,002 | - | 13,368,317 | 4,970,073 | 3,119,781 | - | 8,089,853 | 5,278,463 | 5,719,242 |
| Previous Year | 4,681,042 | 6,008,273 | | 10,689,315 | 3,050,661 | 1,919,412 | | 4,970,073 | 5,719,242 | 1,630,381 |
| Intangible Assets | | | | | | | | | | |
| Computer Software | 6,128,591 | 2,03,250 | - | 6,331,841 | 1,324,349 | 1,291,063 | - | 2,615,412 | 3,716,429 | 4,804,242 |
| Total (B) | 6,128,591 | 2,03,250 | - | 6,331,841 | 1,324,349 | 1,291,063 | - | 2,615,412 | 3,716,429 | 4,804,242 |
| Previous Year | 3,83,591 | 5,745,000 | - | 6,128,591 | 295,809 | 1,028,540 | - | 1,324,349 | 4,804,242 | 87,782 |
| Intangible Asset under Development | | | | | | | | | | |
| Intangible Assets under Development | - | - | - | - | - | - | - | - | - | - |
| Total (C) | - | - | - | - | - | - | - | - | - | - |
| Previous Year | 1,310,020 | 1,888,000 | 3,198,020 | - | - | - | - | - | - | - |
| Total (A + B + C) | 16,817,906 | 2,882,252 | - | 19,700,158 | 6,294,422 | 4,410,844 | - | 10,705,265 | 8,994,892 | 10,523,484 |

*Electrical Fitting has been amortised over 5 years

**Flooring and Ceiling has been amortised over period of 5 years

| Description of Assets | Gross Block | | | Depreciation/Amortization | | | | Net Block | | |
|--------------------------|------------------------------|------------------|----------------|------------------------------|------------------------------|-----------------------|------------|------------------------------|----------------------------|----------------------------|
| | Balance as at April 01, 2019 | Additions | Deductions | Balance as at March 31, 2020 | Balance as at April 01, 2019 | Provided for the year | Deductions | Balance as at March 31, 2020 | As at As at March 31, 2020 | As at As at March 31, 2019 |
| Tangible Assets | | | | | | | | | | |
| Computers and Printers | 3,942,582 | 120,207 | - | 4,062,789 | 2,578,527 | 932,419 | - | 3,510,946 | 551,843 | 1,364,055 |
| Furniture & Fixtures | 1,666,564 | 193,866 | - | 1,860,430 | 1,278,640 | 222,690 | - | 1,501,330 | 359,100 | 387,923 |
| Office Equipment | 329,192 | 12,938 | 1,635 | 340,495 | 199,085 | 60,534 | - | 259,619 | 80,875 | 130,107 |
| Air Conditioner | 617,313 | - | - | 617,313 | 458,779 | 66,621 | - | 525,400 | 91,913 | 158,534 |
| Electrical Fitting* | 267,886 | - | - | 267,886 | 249,278 | 4,396 | - | 253,674 | 14,212 | 18,608 |
| Flooring & Ceiling** | 1,441,739 | - | - | 1,441,739 | 1,383,107 | - | - | 1,383,107 | 58,632 | 58,632 |
| Motor Vehicles | 5,103,041 | 1,210,669 | 510,849 | 5,802,861 | 1,942,437 | 980,592 | - | 2,923,029 | 2,879,832 | 3,160,604 |
| Total (A) | 13,368,317 | 1,537,680 | 512,484 | 14,393,513 | 8,089,853 | 2,267,252 | - | 10,357,106 | 4,036,407 | 5,278,463 |
| Previous Year | 10,689,315 | 2,679,002 | - | 13,368,317 | 4,970,073 | 3,119,781 | - | 8,089,853 | 5,278,463 | 5,719,242 |
| Intangible Assets | | | | | | | | | | |
| Computer Software | 6,331,841 | 127,386 | - | 6,459,227 | 2,615,412 | 984,940 | - | 3,600,352 | 2,858,875 | 3,716,429 |
| Total (B) | 6,331,841 | 127,386 | - | 6,459,227 | 2,615,412 | 984,940 | - | 3,600,352 | 2,858,875 | 3,716,429 |
| Previous Year | 6,128,591 | 203,250 | - | 6,331,841 | 1,324,349 | 1,291,063 | - | 2,615,412 | 3,716,429 | 4,804,242 |
| Total (A) + (B) | 19,700,158 | 1,665,066 | 512,484 | 20,852,740 | 10,705,265 | 3,252,192 | - | 13,957,458 | 6,895,282 | 8,994,892 |

*Electrical Fitting has been amortised over 5 years

**Flooring and Ceiling has been amortised over period of 5 years

NOTE 8 OTHER NON - FINANCIAL ASSETS

| Sr No | Particulars | March 31, 2020 ₹ | March 31, 2019 ₹ | March 31, 2018 ₹ |
|-------|---|---------------------|---------------------|---------------------|
| (i) | Prepaid Expenses - Unsecured; considered good | 18,060,118 | 22,038,896 | 17,286,952 |
| (ii) | Balance with Statutory Authorities | 4,642,964 | 3,329,526 | 970,087 |
| (iii) | Other non-financial assets | 13,016,239 | 10,383,503 | - |
| | TOTAL | 35,719,321 | 35,751,925 | 18,257,039 |

NOTE 9 PAYABLES

| Sr No | Particulars | March 31, 2020 ₹ | March 31, 2019 ₹ | March 31, 2018 ₹ |
|-------|---|---------------------|---------------------|---------------------|
| | Trade Payables: | | | |
| (i) | total outstanding dues of micro enterprises and small enterprises | - | - | - |
| (iii) | total outstanding dues creditors other than micro enterprises and small enterprises | 1,546,496 | 4,834,934 | 5,371,185 |
| | Other Payables: | | | |
| (i) | total outstanding dues of micro enterprises and small enterprises | - | - | - |
| (iii) | total outstanding dues creditors other than micro enterprises and small enterprises | 3,217,774 | 5,447,912 | 5,238,121 |
| | TOTAL | 4,764,270 | 10,282,846 | 10,609,306 |

- 9.1 Trade payables include Nil (Previous Year Nil) payable to “Suppliers” registered under The Micro, Small & Medium Enterprises Development Act 2006. No interest has been paid by the company during the year to the “suppliers” covered under The Micro, Small & Medium Enterprises Development Act, 2006. The above information takes into account only those suppliers who have responded to enquiries made by the company for this purpose. The amount of principal and interest outstanding during the year is given below.

| Sr No | Particulars | March 31, 2020 ₹ | March 31, 2019 ₹ | March 31, 2018 ₹ |
|-------|--|---------------------|---------------------|---------------------|
| a) | Amount outstanding but not due as at year end | - | - | - |
| b) | Amount due but unpaid as at the year end | - | - | - |
| c) | Amount paid after appointed date during the year | - | - | - |
| d) | Amount of interest accrued and unpaid as at year end | - | - | - |
| e) | The amount of further interest due and payable even in the succeeding year | - | - | - |
| | TOTAL | - | - | - |

NOTE 10 BORROWINGS (OTHER THAN DEBT SECURITIES)

| Sr No | Particulars | March 31, 2020 ₹ | March 31, 2019 ₹ | March 31, 2018 ₹ |
|-------|--|--|---|---|
| (i) | Secured#: Term Loans - National Housing Bank* - Banks and Other Financial Institutions** - Car Loan*** Unsecured: (ii) Term Loans - IDFC First Bank Ltd | 212,707,000 1,337,354,378 578,205 150,000,000 | 69,475,000 1,695,757,557 1,460,553 150,000,000 | 85,174,999 1,262,837,127 2,201,349 - |
| | TOTAL (A) | 1,700,639,583 | 1,916,693,110 | 1,350,213,476 |
| (i) | Borrowings in India | 1,700,639,583 | 1,916,693,110 | 1,350,213,476 |
| (ii) | Borrowings outside India | - | - | - |
| | TOTAL (B) | 1,700,639,583 | 1,916,693,110 | 1,350,213,476 |

Term Loan secured by exclusive charge on portfolio of the Company and personal guarantee of Directors
Secured Term Loan

| Particulars | Repayment schedule | Rate of Interest | Current Year ₹ | Previous year ₹ |
|--------------------------------------|--|------------------|-------------------|--------------------|
| 1.National Housing bank* | Repayment in 60 quarterly instalments, beginning from oct 2015 | 9.85% | 18,580,000 | 22,350,000 |
| 2.National Housing Bank* | Repayment in 28 quarterly instalments, beginning from April 2016 | 6.87% | - | 4,050,000 |
| 3.National Housing Bank* | Repayment in 48 quarterly instalments, beginning from Jan 2018 | 8.40% | 17,915,000 | 43,075,000 |
| 4.MAS Financial Services Limited 2** | Repayment in 48 monthly instalments, beginning from Jan 2016 | 11.85% | - | 9,408,468 |
| 5.MAS Financial Services Limited 3** | Repayment in 48 monthly instalments, beginning from Nov 2016 | 11.85% | 2,937,106 | 7,967,759 |
| 6.MAS Financial Services Limited 4** | Repayment in 60 monthly instalments, beginning from Aug 2018 | 11.75% | 168,049,547 | 218,208,874 |
| 7.Federal Bank** | Repayment in 60 monthly instalments, beginning from Nov 2016 | 10.50% | 15,833,333 | 25,833,333 |
| 8.SBI** | Repayment in 84 monthly instalments, beginning from oct 2017 | 10.00% | 163,557,227 | 195,216,986 |
| 9.South Indian Bank Loan** | Repayment in 60 monthly instalments, beginning from Sept 2017 | 11.00% | 24,113,274 | 34,144,141 |
| 10.Uco Bank** | Repayment in 60 monthly instalments, beginning from Apr 2018 | 10.85% | 59,601,494 | 78,163,789 |
| 11.Hinduja Housing Finance** | Repayment in 72 monthly instalments, beginning from Jan 2019 | 10.75% | 63,333,334 | 76,666,667 |
| 12.Andhra Bank** | Repayment in 24 equal quarterly instalments, beginning from April 2019 | 11.25% | 83,277,729 | 100,000,000 |

| | | | | |
|---|---|--------|----------------------|----------------------|
| 13.Au Small Finance Bank Ltd** | Repayment in 60 monthly instalments, beginning from oct 2017 | 11.35% | 25,129,650 | 35,179,514 |
| 14.Au Small Finance Bank Ltd Loan 1** | Repayment in 60 monthly instalments, beginning from Mar 2018 | 11.35% | 14,704,992 | 19,745,137 |
| 15.Bandhan Bank Loan Account** | Repayment in 18 quarterly instalments, beginning from Apr 2018 | 11.25% | 56,050,482 | 72,200,537 |
| 16.Bank Of Maharashtra** | Repayment in 24 quarterly instalments, beginning from Apr 2019 | 11.55% | 123,135,691 | 143,750,000 |
| 17.Canara Bank** | Repayment in 28 quarterly instalments, beginning from Sept 2018 | 10.65% | 85,794,831 | 92,610,935 |
| 18.Dhanlaxmi Bank** | Repayment in 20 quarterly instalments, beginning from Feb 2018 | 10.30% | 27,631,925 | 37,678,151 |
| 19.HDFC Car Loan 1*** | Repayment in 36 monthly instalments, beginning from Jan 2018 | 8.76% | 217,090 | 547,975 |
| 20.HDFC Car Loan 2*** | Repayment in 36 monthly instalments, beginning from Jan 2018 | 8.76% | 361,115 | 912,578 |
| 21.JM Financial Product Ltd** | Repayment in 8 quarterly instalments, beginning from Sep 2019 | 12.25% | 52,852,245 | 100,785,343 |
| 22.MAS Financial Services Limited 5** | Repayment in 60 monthly instalments, beginning from Dec 2018 | 11.75% | 128,002,174 | 162,088,781 |
| 23.MAS Financial Services Limited 6** | Repayment in 60 monthly instalments, beginning from Oct 2018 | 11.75% | 42,074,749 | 54,095,610 |
| 24.MAS Financial Services Limited 7** | Repayment in 54 monthly instalments, beginning from April 2019 | 12.00% | 23,375,739 | 30,053,260 |
| 25.MAS Rural Housing & Mortgage Finance Limited** | Repayment in 60 monthly instalments, beginning from Nov 2018 | 12.00% | 28,805,539 | 36,843,415 |
| 26.TATA Capital Financial Services** | Repayment in 72 monthly instalments, beginning from June 2019 | 11.25% | 38,815,537 | 45,116,857 |
| 27.Hinduja Housing Finance 1** | Repayment in 72 monthly instalments, beginning from June 2019 | 10.95% | 60,277,780 | 70,000,000 |
| 28. IDFC First Bank Ltd** | Repayment in 36 monthly instalments, beginning from July 2021 | 11.00% | 50,000,000 | 50,000,000 |
| 29.National Housing bank* | Repayment in 60 Quarterly instalments, beginning from June-2019 | 8.95% | 76,212,000 | - |
| 30.National Housing bank* | Repayment in 20 Quarterly instalments, beginning from Feb 2020 | 7.60% | 100,000,000 | - |
| | TOTAL | | 1,550,639,583 | 1,766,693,110 |

Unsecured Term Loan

| | | | | |
|---------------------|---|--------|--------------------|--------------------|
| IDFC First Bank Ltd | Principal shall be paid on last day of 84th month from first disbursement | 14.00% | 150,000,000 | 150,000,000 |
| | TOTAL | | 150,000,000 | 150,000,000 |

NOTE 11 OTHER FINANCIAL LIABILITIES

| Sr No | Particulars | March 31, 2020 ₹ | March 31, 2019 ₹ | April 01, 2018 ₹ |
|-------|---------------------------------|---------------------|---------------------|---------------------|
| (i) | Bank Overdraft | 78,663,656 | 29,555,624 | 207,269,812 |
| (ii) | Advance Processing Fee Received | 46,447 | - | - |
| (iii) | Unpaid Dividend | 185,943 | - | - |
| | TOTAL | 78,896,046 | 29,555,624 | 207,269,812 |

11.1 As of March 31, 2020, there is no amount due for transfer to the Investor Education and Protection Fund as per Sec. 125 of the Companies Act, 2013.

NOTE 12 CURRENT TAX LIABILITIES (NET)

| Sr No | Particulars | March 31, 2020 ₹ | March 31, 2019 ₹ | April 01, 2018 ₹ |
|-------|---|---------------------|---------------------|---------------------|
| (i) | Provisions for Tax (Net of Advance Tax & Withholding Tax) | 3,216,384 | 117,343 | (293,354) |
| | TOTAL | 3,216,384 | 117,343 | (293,354) |

NOTE 13 PROVISIONS

| Sr No | Particulars | March 31, 2020 ₹ | March 31, 2019 ₹ | April 01, 2018 ₹ |
|-------|----------------------------------|---------------------|---------------------|---------------------|
| (i) | Provisions for Employee Benefits | 3,254,935 | 2,871,998 | 1,281,490 |
| | TOTAL | 3,254,935 | 2,871,998 | 1,281,490 |

NOTE 14 DEFERRED TAX LIABILITIES (NET)

| Sr No | Particulars | March 31, 2020 ₹ | March 31, 2019 ₹ | April 01, 2018 ₹ |
|-------|---|---------------------|---------------------|---------------------|
| | Deferred Tax Assets on: | | | |
| (i) | Depreciation | 789,893 | 463,353 | 234,579 |
| (ii) | Provision for Expected Credit Loss | 9,074,174 | 6,708,170 | 3,538,584 |
| (iii) | Provision for Employee Benefits | 167,085 | 379,799 | 60,049 |
| (iv) | Tax on Ind AS adjustments as per EIR method | - | - | - |
| | Total (A) | 10,031,152 | 7,551,322 | 3,833,212 |
| | Deferred Tax Liabilities on: | | | |
| (i) | Depreciation | - | - | - |
| (ii) | Provision for Expected Credit Loss | - | - | - |
| (iii) | Provision for Employee Benefits | - | - | - |
| (iv) | Other Items | 10,468,425 | 8,789,309 | 6,055,324 |
| (v) | Tax on Ind AS adjustments as per EIR method | 251,662 | 18,019 | - |
| | Total (B) | 10,720,087 | 8,807,328 | 6,055,324 |
| | Total (B-A) | 688,935 | 1,256,005 | 2,222,112 |

Movement in Deferred Tax Assets / Liabilities

| Sr No | Particulars | As At April 1, 2019 | Profit and Loss | Other Comprehensive Income | Total | As At 31st March, 2020 |
|-------|---|------------------------|--------------------|----------------------------------|-------------|------------------------------|
| (i) | Depreciation | (463,353) | (326,540) | - | (326,540) | (789,893) |
| (ii) | Provision for Expected Credit Loss | (6,708,170) | (2,366,004) | - | (2,366,004) | (9,074,174) |
| (iii) | Provision for Employee Benefits | (379,799) | 151,110 | 61,604 | 212,714 | (167,085) |
| (iv) | Other Items | 8,789,309 | 1,679,117 | - | 1,679,117 | 10,468,425 |
| | Tax on Ind AS adjustments as per EIR method | 18,019 | 233,643 | - | 233,643 | 251,662 |
| | Total | 1,256,005 | (628,674) | 61,604 | (567,071) | 688,935 |

| Sr No | Particulars | As At 01st April, 2018 | Profit and Loss | Other Comprehensive Income | Total | As At 31st March, 2019 |
|-------|---|------------------------------|--------------------|----------------------------------|-------------|------------------------------|
| (i) | Depreciation | (234,579) | (228,774) | - | (228,774) | (463,353) |
| (ii) | Provision for Expected Credit Loss | (3,538,584) | (3,169,586) | - | (3,169,586) | (6,708,170) |
| (iii) | Provision for Employee Benefits | (60,049) | (583) | (319,167) | (319,750) | (379,799) |
| (iv) | Other Items | 6,055,324 | 2,733,985 | - | 2,733,985 | 8,789,309 |
| | Tax on Ind AS adjustments as per EIR method | - | 18,019 | - | 18,019 | 18,019 |
| | Total | 2,222,112 | (646,939) | (319,167) | (966,107) | 1,256,005 |

NOTE 15 OTHER NON-FINANCIAL LIABILITIES

| Sr No | Particulars | March 31, 2020 ₹ | March 31, 2019 ₹ | April 01, 2018 ₹ |
|-------|---------------------------------|---------------------|---------------------|---------------------|
| (i) | Statutory Payables | 6,349,613 | 2,939,753 | 1,766,191 |
| (ii) | Other non-financial liabilities | 45,672,333 | 46,755,636 | 29,208,081 |
| | Total | 52,021,946 | 49,695,389 | 30,974,272 |

NOTE 16 EQUITY SHARE CAPITAL

| Sr No | Particulars | March 31, 2020 ₹ | March 31, 2019 ₹ | April 01, 2018 ₹ |
|-------|--|---------------------|---------------------|---------------------|
| (i) | Authorised: 2,45,00,000 Equity Shares of Rs. 10/- each (Previous Year 2,45,00,000 Equity Shares of Rs. 10/- each) | 245,000,000 | 245,000,000 | 245,000,000 |
| | | 245,000,000 | 245,000,000 | 245,000,000 |
| (ii) | Issued, Subscribed and Fully Paid up: 1,42,81,755 Equity Shares of Rs. 10/- each (Previous Year 1,42,81,755 Equity Shares of Rs. 10/- each) | 142,817,550 | 142,817,550 | 142,817,550 |
| | Total | 142,817,550 | 142,817,550 | 142,817,550 |

16.1 Reconciliation of number of shares outstanding at the beginning and at the end of the reporting period :

| Particulars | As At March 31, 2020 | | As At March 31, 2019 | | As At April 1, 2018 | |
|---|----------------------|-------------|----------------------|-------------|---------------------|-------------|
| | Number | Rupees | Number | Rupees | Number | Rupees |
| Equity shares outstanding as at the beginning of the reporting period | 14,281,755 | 142,817,550 | 14,281,755 | 142,817,550 | 14,281,755 | 142,817,550 |
| Add: Shares issued during the year | - | - | - | - | - | - |
| Less: Shares bought back during the year | - | - | - | - | - | - |
| Equity shares outstanding as at the end of the reporting period | 14,281,755 | 142,817,550 | 14,281,755 | 142,817,550 | 14,281,755 | 142,817,550 |

16.2 List of Shareholders holding more than 5% of Paid-up Equity Share Capital

| Particulars | As At March 31, 2020 | | As At March 31, 2019 | | As At April 1, 2018 | |
|--|----------------------|---------------------------------|----------------------|---------------------------------|---------------------|---------------------------------|
| | Number | % of sharesheld to total shares | Number | % of sharesheld to total shares | Number | % of sharesheld to total shares |
| JM financial India Trust II - JM Financial India Fund II | 3,499,030 | 24.50% | 3,499,030 | 24.50% | 3,499,030 | 24.50% |
| Ashok Shanabhai Patel | 1,232,810 | 8.63% | 1,232,810 | 8.63% | 1,232,810 | 8.63% |
| Sonal Shah | 1,070,000 | 7.49% | 1,070,000 | 7.49% | 1,070,000 | 7.49% |
| Mahesh Narshibhai Pujara | 884,350 | 6.19% | 871,850 | 6.10% | 871,850 | 6.10% |
| Mitesh Mahesh Pujara | 745,240 | 5.22% | 728,240 | 5.10% | 723,615 | 5.07% |

16.3 The Company has only one class of shares referred to as equity shares having face value of Rs. 10 each. Each holder of equity share is entitled to one vote per share. The holders of equity shares are entitled to dividends ,if any ,proposed by the board of directors and approved by shareholders at the Annual General Meeting.

NOTE 17 OTHER EQUITY

| Sr No | Particulars | March 31, 2020 ₹ | March 31, 2019 ₹ | April 01, 2018 ₹ |
|-------|--|---------------------|---------------------|---------------------|
| (i) | Statutory Reserve (created as per the requirement of Section 29C of the NHB Act, 1987) | | | |
| | Balance at the beginning of the year | 3,716,680 | 3,716,680 | 3,716,680 |
| | Add: Transferred from Profit and Loss Account | - | - | - |
| | Balance at the end of the year | 3,716,680 | 3,716,680 | 3,716,680 |
| (ii) | Special Reserve (created as per requirement of Income Tax Act - Section 36(1)(viii):" | | | |
| | Balance at the beginning of the year | 31,593,488 | 21,977,406 | 12,545,233 |
| | Add: Transferred from Profit and Loss Account | 10,000,700 | 9,616,083 | 9,432,173 |
| | Balance at the end of the year | 41,594,188 | 31,593,489 | 21,977,406 |
| (iii) | Capital Reserve | | | |
| | Balance at the beginning of the year | 40,739,000 | 40,739,000 | 40,739,000 |
| | Add: Additions during the year | - | - | - |
| | Balance at the end of the year | 40,739,000 | 40,739,000 | 40,739,000 |
| (iv) | Securities Premium Reserve | | | |
| | Balance at the beginning of the year | 105,314,405 | 105,314,405 | 105,314,405 |
| | Add: Received during the year | - | - | - |
| | Balance at the end of the year | 105,314,405 | 105,314,405 | 105,314,405 |
| (v) | Retained Earnings | | | |
| | Balance at the beginning of the year | 1,900,053 | (2,513,976) | 7,543,094 |
| | Add: Total Comprehensive Income for the year | 28,230,100 | 17,467,948 | 29,646,729 |
| | Add/ (Less):- Transferred to Special Reserve | (10,000,700) | (9,616,083) | (9,432,173) |
| | Add/ (Less):- Transferred to Statutory Reserve | | | |

| | | | | |
|-----|--|--------------------|--------------------|--------------------|
| | Add/ (Less):- Adjustment to retained earnings due to Ind AS adoption | - | - | - |
| | | - | - | (30,271,626) |
| | Add/ (Less):- Dividend | (2,856,351) | (2,856,351) | - |
| | Add/ (Less):- Corporate Dividend Tax | (592,776) | (581,486) | - |
| | Balance at the end of the year | 16,680,326 | 1,900,053 | (2,513,976) |
| (v) | Money received against Share Warrants | | | |
| | Balance at the beginning of the year | 30,700,000 | - | - |
| | Add/Less: Additions/(deletions) during the year | - | 30,700,000 | - |
| | Balance at the end of the year | 30,700,000 | 30,700,000 | - |
| | Total | 238,744,599 | 213,963,626 | 169,233,515 |

NOTE 18 EQUITY SHARE WARRANTS

On March 30, 2019 the company has issued 16,00,000 Convertible share warrants to promoter and non-promoter at a price of Rs. 76.75 per share warrant with an option to convert each warrant with one equity share of face value of Rs. 10 per equity shares on or before September 29, 2020. The Company received 25% of the issue price from the Allottees up to March 29, 2019, Allottees need to pay balance 75% on or before September 29, 2020. In case of failure to pay balance 75% amount before that or such extended date as may be permitted by SEDI will result in forfeiture of 25% amount received.

| Name of the Allottees | Category | No. of Warrants Allotted | Amount of Consideration(Rs.) (equivalent to 25% of issue price) |
|--|----------------|--------------------------|---|
| Neel Subhash Patel | Promoter Group | 300,000 | 5,756,250 |
| Sonal Mayur Shah | Non-Promoter | 200,000 | 3,837,500 |
| Shailaja Chetan Shah | Non-Promoter | 200,000 | 3,837,500 |
| Mahesh Narshibhai Pujara | Promoter Group | 500,000 | 9,593,750 |
| JM Financial India Trust II – JM Financial India Fund II | Non-Promoter | 400,000 | 7,675,000 |
| Total | | 1,600,000 | 30,700,000 |

NOTE 19 INTEREST INCOME

| Sr. No. | Particulars | Current Year On Financial Assets measured | | | Previous Year On Financial Assets measured | | |
|---------|---|--|------------|------------|---|------------|------------|
| | | At Amortized Cost ₹ | At FVTPL ₹ | At FVOCI ₹ | At Amortized Cost ₹ | At FVTPL ₹ | At FVOCI ₹ |
| (i) | Interest on Loans | 312,334,068 | - | - | 307,254,114 | - | - |
| (ii) | Interest on Bank Deposits / Financial Institution | 3,263,618 | - | - | 724,262 | - | - |
| | TOTAL | 315,597,686 | | - | 307,978,376 | - | - |

NOTE 20 FEES AND COMMISSION INCOME

| Sr. No. | Particulars | Current Year ₹ | Previous Year ₹ |
|---------|---------------------------|------------------|------------------|
| (i) | Processing and other fees | 7,207,083 | 5,906,452 |
| (ii) | Other Operating Income | 622,376 | 144,695 |
| | TOTAL | 7,829,459 | 6,051,147 |

NOTE 21 OTHER INCOME

| Sr. No. | Particulars | Current Year ₹ | Previous Year ₹ |
|---------|--|-------------------|--------------------|
| (i) | Net gain on Financial Instruments measured at Fair Value through Profit & Loss Account | 2,209,736 | 4,391,265 |
| (ii) | Interest from Income Tax Refund | 97,077 | - |
| (iii) | Profit on Sale of Property ,Plant and Equipment | 93,911 | - |
| (iv) | Excess Provision Written Back | 3,016,514 | - |
| (v) | Bad Debts Recovered | 550,000 | - |
| | TOTAL | 5,967,238 | 4,391,265 |

NOTE 22 FINANCE COST

| Sr. No. | Particulars | Current Year ₹ | Previous Year ₹ |
|---------|---|--------------------|--------------------|
| | Financial Instruments recognised at Amortised cost: | | |
| (i) | Interest on borrowings | 212,442,748 | 214,569,809 |
| (ii) | Processing fees | 2,511,932 | 2,195,980 |
| (iii) | Bank charges | 335,764 | 538,786 |
| (iv) | Other Finance Charges | 404,646 | 160,177 |
| | TOTAL | 215,695,090 | 217,464,752 |

NOTE 23 FEES AND COMMISSION EXPENSES

| Sr. No. | Particulars | Current Year ₹ | Previous Year ₹ |
|---------|-----------------------------------|-------------------|--------------------|
| (i) | Direct selling agents' commission | 588,117 | 77,413 |
| (ii) | Rating fees | 109,000 | 694,879 |
| | TOTAL | 697,117 | 772,292 |

NOTE 24 IMPAIRMENT OF FINANCIAL INSTRUMENTS

| Sr. No. | Particulars | Current Year | | Previous Year | |
|---------|--------------|---|--|---|--|
| | | On Financial Instruments measured at FVOCI ₹ | On Financial Instruments measured at Amortised Cost ₹ | On Financial Instruments measured at FVOCI ₹ | On Financial Instruments measured at Amortised Cost ₹ |
| (i) | Loans* | - | 11,941,650 | - | 11,941,650 |
| | TOTAL | - | 11,941,650 | - | 11,941,650 |

*Includes special provisioning for RBI regulatory package of INR 47.06 lakhs (PY: Not Applicable)

NOTE 25 EMPLOYEE BENEFITS EXPENSES

| Sr. No. | Particulars | Current Year ₹ | Previous Year ₹ |
|---------|---|-------------------|--------------------|
| (i) | Salaries and Bonus | 34,043,609 | 30,423,102 |
| (ii) | Contribution to Gratuity Fund and Other Funds | 1,304,864 | 702,678 |
| (iii) | Staff Training and Welfare Expenses | 1,424,494 | 1,416,644 |
| (iv) | Staff leave encashment | 219,498 | 112,756 |
| | TOTAL | 36,992,465 | 32,655,180 |

NOTE 26 OTHER EXPENSE

| Sr. No. | Particulars | Current Year ₹ | Previous Year ₹ |
|----------------|---|---------------------------|----------------------------|
| (i) | Office Rent | 3,718,861 | 2,690,145 |
| (ii) | Repairs and Maintenance | 1,039,115 | 1,176,822 |
| (iii) | General Office Expenses | 697,579 | 659,824 |
| (iv) | Directors sitting fees | 100,350 | 158,050 |
| (v) | Electricity Charges | 522,422 | 512,592 |
| (vi) | Insurance Charges | 110,528 | 83,593 |
| (vii) | Travelling and Conveyance | 3,052,981 | 2,915,484 |
| (viii) | Rates and Taxes | 800,552 | 387,787 |
| (ix) | Printing and Stationery | 774,870 | 1,090,463 |
| (x) | Postage, Telephone and Fax | 372,430 | 532,253 |
| (xi) | Advertising & Promotion | 482,261 | 516,026 |
| (xii) | Legal and Professional Expenses | 5,985,821 | 6,808,937 |
| (xiii) | Computer / Server Expenses | 964,706 | 1,259,366 |
| (xiv) | Miscellaneous Expenses | 1,490,242 | 949,642 |
| (xv) | Business Promotion | 260,820 | 758,201 |
| (xvi) | Bad Debts | 334,700 | - |
| (xvii) | Listing and Filing Fees | 479,597 | 612,421 |
| (xviii) | Office Maintenance | 96,712 | 143,474 |
| (xix) | Auditors' Remuneration (As per note 33) | 500,000 | 700,000 |
| (xx) | Membership & Subscription | 320,515 | 271,488 |
| (xxi) | Donation | 776,847 | 858,000 |
| (xxii) | Annual review charges | 263,128 | 388,476 |
| (xxiii) | Motor car expenses | 181,928 | 76,313 |
| | TOTAL | 23,326,964 | 23,549,357 |

NOTE 27 EARNINGS PER SHARE

In accordance with the Indian Accounting Standard on 'Earnings Per Share' (Ind AS 33),

| Particulars | Current Year ₹ | Previous Year ₹ |
|--|---------------------------|----------------------------|
| (A) Basic EPS: | | |
| (i) Net Profit attributable to Equity Shareholders | 28,230,100 | 17,467,948 |
| (ii) Weighted average number of Equity Shares outstanding (Nos.) | 14,281,755 | 14,281,755 |
| Basic EPS (Rs.) (i)/(ii) | 1.98 | 1.22 |
| (I) Weighted average number of Equity Shares Outstanding | 14,281,755 | 14,281,755 |
| (ii) Add: Diluted effect of outstanding share Warrants | 1,600,000 | 4,384.00 |
| (iii) Weighted average number of Equity Shares Outstanding for calculation of Diluted EPS (i+ii) | 15,881,755 | 14,286,139 |
| Diluted EPS (Rs.) {(A) (i) } / (iii) | 1.78 | 1.22 |

Notes forming part of the financial statements

NOTE 28

| Note | Particulars |
|------|-------------|
|------|-------------|

| | |
|-------------|--|
| 28.1 | Contingent liabilities and commitments (to the extent not provided for) |
|-------------|--|

Contingent liabilities

(a) Claims against the Company not acknowledged as debt -NIL

| | |
|-------------|--|
| 28.2 | Penalty imposed by the Regulatory Authorities |
|-------------|--|

a) The Company has paid the penalty of sum of ₹ 1000/- (plus GST) to NHB as on 25th Nov, 2019 in respect of non compliance to the information specified in Schedule II of the Directions of NHB for the year ended 31st March, 2019.

b) The Company has paid the penalty of sum of ₹. 9,000/- (plus GST) to BSE towards non-compliance of Regulation 13(4) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 vide notice dated 10th January 2020 & 9,000 (plus GST) payable towards non compliance of Regulation 13(4) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 vide notice dated 7th July 2020.

c) The Company has reported the Non-Compliance of the Code of Conduct by Mr. Govinder Singh, Independent Director who inadvertently purchased of 2,400 Equity Shares of the Company during the closure of the trading window on 30 May, 2019. The Audit Committee in its meeting held on July 17, 2019, have levied a penalty of Rs. 1,00,000 (Rupees One Lakh only) to be contributed to the CM Relief Fund and has restricted the Director from sale/ disposal of the underlying shares for a period of 1 (one) year. The same has been intimated to SEBI on 19 July 2019.

| | |
|-------------|---|
| 28.3 | Disclosures required under Section 22 of the Micro, Small and Medium Enterprises Development Act, 2006 |
|-------------|---|

There is no dues to Micro and Small Enterprises have been determined to the extent such parties have been identified on the basis of information collected by the Management.

| | |
|-------------|---|
| 28.4 | Loans granted by IHLL are secured by one or combination of following securities: |
|-------------|---|

(a) Equitable / Registered mortgage of property and / or

(b) Hypothecation of assets and / or

(c) Company guarantee or personal guarantee and/or

(d) Undertaking to create a security

| | |
|-------------|--------------------------------------|
| 28.5 | COVID - 19 Regulatory Package |
|-------------|--------------------------------------|

"Novel Corona Virus (Covid -19) -A Pandemic as declared by WHO, has disrupted the social & economic structure and continues to affect people and businesses world-wide, causing various Governments to impose restrictions. Government of India had imposed nationwide Lockdown from March 25, 2020, which was subsequently eased with restricted and regulated relaxations to carry out Businesses. In accordance with the RBI guidelines relating to COVID-19 Regulatory Package dated March 27, 2020, April 17, 2020 and May 23, 2020, the Company has offered a moratorium on the payment of instalments falling due between March 1, 2020 and August 31, 2020 ('moratorium period') to eligible borrowers.

Ageing of accounts under moratorium and moving into Stage 3 for ECL (based on days past due status as on March 31, 2020) has been determined with reference to their position as on February 29, 2020. While calculating ECL that affects financial results, the Company has taken into account its historical experience of losses, updated to reflect current conditions of pandemic and moratorium as well as forecasts of future economic conditions.

As regards future, there remains a high level of uncertainty about the duration and impact of the pandemic both on human life and businesses and the time required for life and business operations to normalise. In view of the aforesaid, it is not possible for the Company to assess at this juncture, the extent to which the COVID-19 pandemic will impact the results of company's business and financials in future, as the same will be dependent on future developments, which at present are extremely uncertain."

28.6 The company has complied with the norms prescribed under Housing Finance Companies (NHB) Directions, 2010 for recognising Non-Performing Assets (NPAs) in preparation of account. As per the prudential norms prescribed by the National Housing Bank, in respect of credit exposures, the total provisioning made for NPA and standard assets till 31st March, 2020 is ₹ 3,60,54,412/- (Previous Year ₹ 2,41,12,762/-). Details of which is as follows:

(Amount in ₹)

| Particulars | Current Year | | Previous Year | |
|--|----------------------|-------------------|----------------------|-------------------|
| | Portfolio | Provisions | Portfolio | Provisions |
| <u>Standard Asset</u> | | | | |
| Home loans | | | | |
| Individual | 1,658,930,647 | 4,147,327 | 1,667,940,371 | 4,169,850 |
| Others | 280,652,764 | 2,104,896 | 271,447,489 | 2,035,857 |
| Other Loans | 135,050,186 | 543,217 | 158,291,380 | 633,165 |
| <u>Sub Standard Assets</u> | | | | |
| Home loans | | | | |
| Individual | 2,598,559 | 389,784 | 73,539,248 | 11,030,887 |
| Others | | | | |
| Other Loans | - | - | - | - |
| <u>Doubtful Assets</u> | | | | |
| Home loans | | | | |
| Individual | 82,850,908 | 22,067,547 | 13,755,681 | 3,997,400 |
| Others | | | | |
| Other Loans | 4,302,380 | 1,276,424 | 982,404 | 245,601 |
| <u>Loss Assets</u> | | | | |
| Individual | - | - | - | - |
| Others | - | - | - | - |
| Other Loans | - | - | - | - |
| Total | 2,164,385,444 | 30,529,193 | 2,185,956,573 | 22,112,760 |
| <u>Summary:</u> | | | | |
| Home loans | | | | |
| Individual | 1,744,380,114 | 26,604,657 | 1,755,235,300 | 19,198,137 |
| Others | 280,652,764 | 2,104,896 | 271,447,489 | 2,035,857 |
| Other Loans | 139,352,566 | 1,819,641 | 159,273,784 | 878,766 |
| Additional provision made | - | 818,370 | - | 2,000,002 |
| Special provisioning or RBI regulatory package | - | 4,706,849 | - | - |
| Total | 2,164,385,444 | 36,054,412 | 2,185,956,573 | 24,112,762 |

28.7 Movement of NPA *

(₹ in Crores)

| Particulars | Current Year | Previous Year |
|---|--------------|---------------|
| | | |
| Movement of NPAs (Gross) | | |
| Opening Balance | 8.83 | 4.42 |
| Additional during the year | 2.65 | 7.48 |
| Reduction during the year | 2.50 | 3.07 |
| Closing Balance | 8.98 | 8.83 |
| | | |
| Movement of Net NPAs | | |
| Opening Balance | 7.30 | 3.71 |
| Additional during the year | 1.80 | 6.31 |
| Reduction during the year | 2.50 | 2.72 |
| Closing Balance | 6.60 | 7.30 |
| | | |
| Movement of provision for NPAs | | |
| (excluding provisions on Standard Assets) | | |
| Opening Balance | 1.53 | 0.71 |
| Provisions made during the year | 1.29 | 1.28 |
| Write off/Write back of Excess of provision | 0.44 | 0.46 |
| Closing Balance | 2.38 | 1.53 |

* Under movement of NPA table , additional provision provided has not been taken into consideration

28.8 Investments

Presentation of Investments as per Notification No. NHB.HFC.CG-DIR.1/MD&CEO/2016 dated February 09, 2017 issued by the National Housing Bank.

(Amount in ₹)

| Particulars | Current Year | Previous Year |
|---|--------------|---------------|
| Value of Investments: | | |
| Gross Value of investments | | |
| a) In India | - | 90,073,379 |
| b) Outside India | - | - |
| Provisions for Depreciation | | |
| a) In India | - | - |
| b) Outside India | - | - |
| Net value of Investments | | |
| a) In India | - | 90,073,379 |
| b) Outside India | - | - |
| Movement of provisions held towards depreciation on investments | | |
| Opening Balance | - | - |
| Add: Provisions made during the year | - | - |
| Less: Write-off / Write-back of excess provisions during the year | - | - |
| Closing Balance | - | - |

28.9 Provisions and Contingencies"

(₹ in Crores)

| 28.9.1 | Break up of "Provisions and Contingencies" shown under the head Expenditure in Profit and Loss Account | Current Year | Previous Year |
|--------|---|---------------------|----------------------|
| | 1. Provision for Depreciation on Investment | - | - |
| | 2. Provision made towards Income Tax | 0.94 | 1.01 |
| | 3. Provision towards NPA | 1.17 | 1.01 |
| | 4. Provision for standard assets | 0.02 | 0.12 |
| | 5. Other provisions and contingencies | - | - |

| 28.9.2 | Concentration of Loans and Advances | Current Year | Previous Year |
|--------|---|---------------------|----------------------|
| | Total Loans and Advances to twenty largest borrowers (in crores) | 29.73 | 29.27 |
| | Percentage of Loans and Advances to twenty largest borrowers to Total advances of HFC | 13.74% | 13.39% |

| 28.9.3 | Concentration of all exposures (including off balance sheet exposures) | Current Year | Previous Year |
|--------|---|---------------------|----------------------|
| | Total Loans and Advances to twenty largest borrowers (in crores) | 29.73 | 29.27 |
| | Percentage of Loans and Advances to twenty largest borrowers to Total advances of HFC | 13.74% | 13.39% |

| 28.9.4 | Concentration of NPAs | Current Year | Previous Year |
|--------|---|---------------------|----------------------|
| | Total Exposure of Top ten NPA accounts (in crores) | 2.69 | 2.73 |

Sector wise NPA

| 28.9.5 | Sector | Percentage of NPAs to Total advances in that sectors |
|--------|-----------------------------|---|
| | A. Housing Loans | |
| | 1. Individuals | 4.90% |
| | 2. Builders/Project Loans | - |
| | 3. Corporates | - |
| | 4. Other (specify) | - |
| | | |
| | A. Non-Housing Loans | |
| | 1. Individuals | 3.11% |
| | 2. Builders/Project Loans | - |
| | 3. Corporates | - |
| | 4. Other (specify) | - |

28.9.6 Company has not entered into any transactions for below mentioned items

- a. Derivatives
- b. Securitisation
- c. NPA purchases /Sold
- d. Transactions (Exposures) relating to capital market

28.9.7 There is no parent company and hence there is no financing of parent company products.

28.9.8 Company has not exceeded the norms of NHB relating to single borrower limit /Group borrower limit.

28.9.9 The company has not given any unsecured advances.

28.9.10 Company's rating is BBB- (stable) from CARE Rating Limited as on March 31, 2020. There is no change in company's rating during the year .

28.9.11 There is no drawdown from reserves.

28.9.12 There are no overseas assets.

28.9.13 There are no off-balance sheet SPVs sponsored.

28.9.14 Customer Complaints

| Particulars | Current Year | Previous Year |
|--|--------------|---------------|
| a) No of complaints pending at the beginning of the year | - | - |
| b) No of complaints received during the year | 8 | 2 |
| c) No of complaints redressed during the year | 8 | 2 |
| d) No of complaints pending at the end of the year | - | - |

28.9.15 The Company is registered as LEI (Legal Entity Identifier) bearing 335800E34OCGPMB9PD47 as required by RBI

28.9.16 The company doesnot have unhedged foreign currency as on reporting date.

28.9.17 There is NIL fraud reported during the Financial Year 2019-20.

28.9.18 The company is a non deposit taking HFC

28.9.19 Statement for Disclosure on Statutory / Special Reserves, as prescribed by NHB Housing Finance Companies - Corporate Governance (NHB) Directions, 2016 dated February 9, 2017.

| Particulars | March 31, 2020 ₹ | March 31, 2019 ₹ | March 31, 2018 ₹ |
|--|---------------------|---------------------|---------------------|
| Balance at the beginning of the year | | | |
| a) Statutory Reserve u/s 29C of the National Housing Bank Act, 1987 - (A) | 3,716,680 | 3,716,680 | 3,716,680 |
| b) Amount of special reserve u/s 36(1)(viii) of Income Tax Act, 1961 taken into account for the purposes of Statutory Reserve u/s 29C of the NHB Act, 1987 - (B) | 31,593,488 | 21,977,406 | 12,545,233 |
| c) Total | 35,310,168 | 25,694,086 | 16,261,913 |
| Addition / Appropriation / Withdrawal during the year | | | |
| Add : a) Amount transferred u/s 29C of the NHB Act, 1987 - (C) | | | |
| b) Amount of special reserve u/s 36(1)(viii) of Income Tax Act, 1961 taken into account for the purposes of Statutory Reserve u/s 29C of the NHB Act, 1987 -(D) | 10,000,700 | 9,616,083 | 9,432,173 |
| Less: a) Amount appropriated from the Statutory Reserve u/s 29C of the NHB Act, 1987 - (E) | | - | - |
| b) Amount withdrawn from the Special Reserve u/s 36(1)(viii) of Income Tax Act, 1961 which has been taken into account for the purpose of provision u/s 29C of the NHB Act, 1987 -(F) | | - | - |
| c) Total | 45,310,868 | 35,310,169 | 25,694,086 |
| Balance at the end of the year | | | |
| a) Statutory Reserve u/s 29C of the National Housing Bank Act, 1987- A | 3,716,680 | 3,716,680 | 3,716,680 |
| b) Amount of special reserve u/s 36(1)(viii) of Income Tax Act, 1961 taken into account for the purposes of Statutory Reserve u/s 29C of the NHB Act, 1987 - (B+D) | 41,594,188 | 31,593,489 | 21,977,406 |
| c) Total | 45,310,868 | 35,310,169 | 25,694,086 |

- 28.9.20** Indian Accounting Standard 110- Consolidated Financial Statements are not applicable for the company.
- 28.9.21** Revenue Recognition: No revenue recognition has been postponed pending the resolution of significant uncertainties.
- 28.9.22** During the year, no transaction was accounted which was related to prior period (Previous year : Nil).
- 28.9.23** There is no change in the accounting policies except as required by the applicable statute.
- 28.9.24** **Disclosure under paragraph 29 of the Housing Finance Companies (NHB) Directions, 2010.**
The Company has complied with requirements as per Para 29 of the Housing Finance Companies (NHB) Directions 2010 except for the netting off the provisions (Impairment Loss Allowance) made as per Para 28 against the value of assets as per the requirement of Indian Accounting Standards.
- 28.10** The Company did not enter into any import transactions during the year.
- 28.11** Expenditure in foreign currency Nil
- 28.12** Earnings in foreign exchange Nil
- 28.13** The balances appearing under unsecured loans, sundry creditors, loans and advances, and certain banks are subject to confirmation and reconciliation and consequential adjustment, if any, will be accounted for in the year of confirmation and/or reconciliation.
- 28.14** The company has appropriated a sum of ₹ 1,00,00,700/- (Previous Year ₹. 96,16,083/-) to reserve fund which is in compliance with the requirement of section 36(1)(viii) of the Income Tax Act, 1962.
- 28.15** The Company leases office under cancellable operating lease agreements that are renewable on a periodic basis at the option of both the lessor and the lessee. Rental payments under such leases are ₹. 37,18,861 /- (Previous Year 26,90,145/-) during the year.
- 28.16** There are no loans granted against collateral of Gold and Jewellery.
- 28.17** The board of Directors has recommended final dividend to be paid out of current year profits @ ₹ 0.15/- per equity share (FV of ₹ 10/ each) to the equity shareholders resulting in outflow of ₹ 21,42,263/-. The dividend proposed by the board of directors is subject to the approval of the shareholders in the ensuing Annual General Meeting.

NOTE 28.18 Statement for Disclosure on Statutory / Special Reserves, as prescribed by NHB Housing Finance Companies - Corporate Governance (NHB) Directions, 2016 dated February 9, 2017.

28.18.1 Capital to Risk Assets Ratio (CRAR):

| Items | Current Year | Previous Year |
|--|--------------|---------------|
| 1. CRAR (%) | 42.30 | 36.79 |
| 2. CRAR - Tier I Capital (%) | 29.90 | 25.47 |
| 3. CRAR - Tier II Capital (%) | 12.40 | 11.32 |
| 4. Amount of subordinate debt raised as Tier II Capital (₹ in crores) | 15.00 | 15.00 |
| 5. Amount raised by issue of Perpetual debt instruments | - | - |

28.18.2 Exposure to Real Estate Sector

(Amount in ₹)

| Items | Current Year | Previous Year |
|--|---|---|
| 1 Direct Exposure | | |
| a Residential Mortgages: | | |
| Lending fully secured by mortgages on residential property that is or will be occupied by the borrower or that is rented : | Loans less than or equal to ₹15 lakhs 1,486,727,284 | Loans less than or equal to ₹15 lakhs 1,469,671,737 |
| (loans up to INR 15 lacs may be shown separately) | Loans greater than 15 lakhs 396,143,725 | Loans greater than 15 lakhs 444,837,348 |
| b Residential Real Estate: | | |
| Lending fully secured by mortgages on Residential real estate | 280,652,764 | 271,447,489 |
| c Inter-Corporate Deposits: | 861,671 | - |
| 2 Indirect Exposure | Nil | Nil |
| Fund based and non-fund based exposure on National Housing Bank (NHB) and Housing Finance Companies (HFCs) | | |

Notes forming part of the financial statements
28.19 Asset Liability Management
Maturity pattern of certain items of assets and liabilities as on March 31, 2020

(₹ in Crores)

| | 1 day to 30-31 days (One Month) | over one month to 2 months | over 2 month to 3 months | over 3 month to 6 months | over 6 month to 1 year | over 1 year to 3 years | over 3 year to 5 years | over 5 year to 7 years | over 7 year to 10 years | over 10 years | Total |
|--|---------------------------------|----------------------------|--------------------------|--------------------------|------------------------|------------------------|------------------------|------------------------|-------------------------|---------------|-------|
|--|---------------------------------|----------------------------|--------------------------|--------------------------|------------------------|------------------------|------------------------|------------------------|-------------------------|---------------|-------|

Liabilities

| | | | | | | | | | | | |
|------------|------|------|------|-------|-------|-------|-------|-------|------|------|--------|
| Borrowings | 2.24 | 2.49 | 5.95 | 10.18 | 19.91 | 69.64 | 36.57 | 17.59 | 2.47 | 3.03 | 170.07 |
|------------|------|------|------|-------|-------|-------|-------|-------|------|------|--------|

Assets

| | | | | | | | | | | | |
|---------------------------|------|------|------|------|------|-------|-------|-------|-------|-------|--------|
| Advances | 1.34 | 1.29 | 1.28 | 3.90 | 7.67 | 32.10 | 23.42 | 20.53 | 28.84 | 96.09 | 216.44 |
| Investments | - | - | - | - | - | - | - | - | - | - | - |
| Cash and Cash Equivalents | 2.30 | - | - | - | 0.13 | - | 0.02 | 1.00 | - | 1.62 | 5.07 |

Above Cash and Cash equivalents excludes CC limit from AU Small Finance Bank.

Maturity pattern of certain items of assets and liabilities as on March 31, 2019

(₹ in Crores)

| | 1 day to 30-31 days (One Month) | over one month to 2 months | over 2 month to 3 months | over 3 month to 6 months | over 6 month to 1 year | over 1 year to 3 years | over 3 year to 5 years | over 5 year to 7 years | over 7 year to 10 years | over 10 years | Total |
|--|---------------------------------|----------------------------|--------------------------|--------------------------|------------------------|------------------------|------------------------|------------------------|-------------------------|---------------|-------|
|--|---------------------------------|----------------------------|--------------------------|--------------------------|------------------------|------------------------|------------------------|------------------------|-------------------------|---------------|-------|

Liabilities

| | | | | | | | | | | | |
|------------|------|------|------|------|-------|-------|-------|-------|--|--|--------|
| Borrowings | 2.30 | 2.19 | 4.15 | 9.86 | 19.41 | 73.04 | 52.20 | 28.51 | | | 191.66 |
|------------|------|------|------|------|-------|-------|-------|-------|--|--|--------|

Assets

| | | | | | | | | | | | |
|---------------------------|------|------|------|------|------|-------|-------|-------|-------|-------|--------|
| Advances | 1.46 | 1.45 | 1.45 | 4.25 | 9.12 | 38.67 | 36.12 | 32.78 | 36.21 | 57.09 | 218.60 |
| Investments | 9.01 | | | | | | | | | | 9.01 |
| Cash and Cash Equivalents | 4.37 | | | | 0.31 | 0.12 | 0.58 | | | 1.5 | 6.88 |

Note :

Above Cash and Cash equivalents excludes CC limit from AU Small Finance Bank and Kotak Mahindra bank

Notes forming part of the financial statements
NOTE 29 RELATED PARTY DISCLOSURES

As per the Indian Accounting Standard on 'Related Party Disclosures' (Ind AS 24), details of related parties, nature of the relationship, with whom company has entered transactions and the balances in related party accounts at year end, are as mentioned below:

Description of relationship

Key Management Personnel (KMP)

Names of related parties

Mr. Mahesh N. Pujara
Mr. Subhash Patel (Director up to December 28, 2019)
Mr. Mitesh M. Pujara
Mr. Vijay Dube (CFO upto October 25, 2019)
Mr. Satish Prajapati (CS up to August 31, 2019)
Ms. Ayushi Thakuriya (CS from December 13, 2019)

Nominee Directors

Mr. Siddharth Kothari
Mr. Vinit Rai

Note: Related parties have been identified by the Management.

Details of related party transactions during the year ended March 31, 2020 and balances outstanding as at March 31, 2020

(Amount in ₹)

| Particulars | KMP | Relatives of KMP | Entities in which KMP / relatives of KMP have significant influence | Total |
|---|--------------|------------------|---|--------------|
| INCOME | - | - | - | - |
| Interest Income | (23,046) | - | - | (23,046) |
| EXPENDITURE | 12,377,116 | - | - | 12,377,116 |
| Managerial Remuneration | (10,452,581) | - | - | (10,452,581) |
| | 434,000 | - | - | 434,000 |
| Legal & Professional Fees | (744,000) | - | - | (744,000) |
| | - | - | - | - |
| BORROWINGS | - | - | - | - |
| Loan from Director | (600,000) | - | - | (600,000) |
| Balances outstanding at the end of the year | - | - | - | - |
| | - | - | - | - |
| Legal & Professional fees | (62,000) | - | - | (62,000) |
| | - | - | - | - |

Note: Figures in bracket relate to the previous year

Notes forming part of the financial statements
NOTE 30 FAIR VALUE MEASUREMENT
Accounting classification and fair values
(A) Financial instruments by category

| Particulars | Carrying amount | | | Fair Value | | |
|---|-----------------|----------------|-------|------------|---------|---------------|
| | FVTPL | Amortised Cost | FVOCI | Level 1 | Level 2 | Level 3 |
| As at 31.03.2020 | | | | | | |
| Financial Assets | | | | | | |
| Loans (Net of ECL) | - | 2,133,037,881 | - | - | - | 2,133,037,881 |
| Cash and Cash Equivalents | - | 22,862,781 | - | - | - | 22,862,781 |
| Bank Balance other than above | - | 27,791,395 | - | - | - | 27,791,395 |
| Other Financial Assets | - | 3,444,437 | - | - | - | 3,444,437 |
| Total Financial Assets | - | 2,187,136,495 | - | - | - | 2,187,136,495 |
| Financial Liabilities | | | | | | |
| Payables | - | 4,764,270 | - | - | - | 4,764,270 |
| Borrowings (Other than Debt Securities) | - | 1,700,639,583 | - | - | - | 1,700,639,583 |
| Other Financial Liabilities | - | 78,896,046 | - | - | - | 78,896,046 |
| Total Financial Liabilities | - | 1,784,299,899 | - | - | - | 1,784,299,899 |

| Particulars | Carrying amount | | | Fair Value | | |
|---|-----------------|----------------|-------|------------|---------|---------------|
| | FVTPL | Amortised Cost | FVOCI | Level 1 | Level 2 | Level 3 |
| As at 31.03.2019 | | | | | | |
| Financial Assets | | | | | | |
| Investment in Mutual Funds | 90,073,379 | - | - | 90,073,379 | - | - |
| Loans (Net of ECL) | - | 2,161,843,811 | - | - | - | 2,161,843,811 |
| Cash and Cash Equivalents | - | 43,691,131 | - | - | - | 43,691,131 |
| Bank Balance other than above | - | 25,058,799 | - | - | - | 25,058,799 |
| Other Financial Assets | - | 1,839,554 | - | - | - | 1,839,554 |
| Total Financial Assets | 90,073,379 | 2,232,433,295 | - | 90,073,379 | - | 2,232,433,295 |
| Financial Liabilities | | | | | | |
| Payables | - | 10,282,846 | - | - | - | 10,282,846 |
| Borrowings (Other than Debt Securities) | - | 1,916,693,110 | - | - | - | 1,916,693,110 |
| Other Financial Liabilities | - | 29,555,624 | - | - | - | 29,555,624 |
| Total Financial Liabilities | - | 1,956,531,580 | - | - | - | 1,956,531,580 |

| Particulars | Carrying amount | | | Fair Value | | |
|---|-----------------|----------------|-------|------------|---------|---------------|
| | FVTPL | Amortised Cost | FVOCI | Level 1 | Level 2 | Level 3 |
| As at 01.04.2018 | | | | | | |
| Financial Assets | | | | | | |
| Investment in Mutual Funds | 40,000,000 | - | - | 40,000,000 | - | - |
| Loans (Net of ECL) | - | 1,766,482,900 | - | - | - | 1,766,482,900 |
| Cash and Cash Equivalents | - | 67,858,534 | - | - | - | 67,858,534 |
| Bank Balance other than above | - | 9,260,772 | - | - | - | 9,260,772 |
| Other Financial Assets | - | 1,945,450 | - | - | - | 1,945,450 |
| Total Financial Assets | 40,000,000 | 1,845,547,656 | - | 40,000,000 | - | 1,845,547,656 |
| Financial Liabilities | | | | | | |
| Payables | - | 10,609,306 | - | - | - | 10,609,306 |
| Borrowings (Other than Debt Securities) | - | 1,350,213,476 | - | - | - | 1,350,213,476 |
| Other Financial Liabilities | - | 207,269,812 | - | - | - | 207,269,812 |
| Total Financial Liabilities | - | 1,568,092,594 | - | - | - | 1,568,092,594 |

The management assessed that carrying values of financial assets i.e. trade receivable, cash and cash equivalents, loans, trade payables and other Financial assets and liabilities are reasonable approximations of their fair values.

(B) FAIR VALUE HEIRARCHY

Fair value is the amount for which an asset could be exchanged or a liability settled between knowledgeable willing parties in an arm's length transaction. The Company has made certain judgements and estimates in determining the fair values of the financial instruments that are (a) recognised and measured at fair value and (b) measured at amortised cost and for which fair values are disclosed in the financial statements.

To provide an indication about the reliability of the inputs used in determining fair value, the Company has classified the financial instruments into three levels prescribed under the accounting standard. An explanation of each level is as follows:

Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities. This includes mutual funds and listed equity instruments that have quoted price. The mutual funds are valued using the closing NAV.

Level 2: Level 2 hierarchy includes financial instruments that are not traded in an active market is determined using valuation techniques which maximise the use of observable market data and rely as little as possible on entity-specific estimates.

Level 3: If one or more of the significant inputs is not based on the observable market data, the instrument is included in Level 3 hierarchy.

(C) VALUATION TECHNIQUES

Specific valuation techniques used to value financial instruments include:

- the use of quoted market prices for mutual funds
- the use of quoted market prices for equity instruments

The carrying amounts of cash and cash equivalents, other bank balances, trade payables and other financial liabilities are considered to be the same as their fair values, due to their short-term nature.

The fair values for loans and other financial assets were calculated based on cash flows discounted using a current lending rate. They are classified as level 3 fair values in the fair value hierarchy due to the inclusion of unobservable inputs including counterparty credit risk.

The fair values of borrowings other than debt securities are based on discounted cash flows using a current borrowing rate. They are classified as level 3 fair values in the fair value hierarchy due to the use of unobservable inputs, including own credit risk.

For financial assets and liabilities that are measured at fair value, the carrying amounts are equal to the fair values.

INDIA HOME LOAN LIMITED**Notes forming part of the financial statements****NOTE 31 FINANCIAL RISK MANAGEMENT****(A) Credit Risk**

Credit risk is the risk of loss that may occur from the failure of any party to abide by the terms and conditions of any contract, principally the failure to make required payments of amounts due to company. In lending operations, the Company is principally exposed to credit risk.

The credit risk is governed by various Product Policies. The Product Policy outlines the type of products that can be offered, customer categories, the targeted customer profile and the credit approval process and limits.

The credit risk for retail borrowers is being managed at portfolio level for both Home loans and Non Home Loans. The Company has a structured and standardized credit approval process, which includes a well-established procedure of comprehensive credit appraisal. The Risk Management Policy addresses the recognition, measurement, monitoring and reporting of the Credit risk. The Company has additionally taken the following measures : -

- Borrower exposure limits as per applicable regulations.
- Establishment of a team to enhance focus on monitoring of process implementation at the branches and to facilitate proactive action wherever required.
- Enhanced monitoring of retail product portfolios through periodic review.

Credit Approval Authorities

The Board of Directors has approved delegation of loan sanctioning powers to Managing Director and member of the management team on a graded level of the loan amount.

Credit Risk Assessment Methodology**i) Retail Loans**

Company's customers for retail loans are primarily low, middle and high-income, salaried and self-employed individuals. The Company's credit officers evaluate credit proposals on the basis of active credit policies as on the date of approval. The criteria typically include factors such as the borrower's income & obligations, the loan-to-value ratio, Fixed obligation to income ratio and demographic parameters subject to regulatory guidelines. Any deviations need to be approved at the designated levels.

The various process controls such as KYC check, Credit Bureau Report analysis are undertaken. Company's staff performs comprehensive due diligence process including visits to customer's business and residence premises.

Company analyses the portfolio performance of each product segment regularly, and use these as inputs in revising the product programs, target market definitions and credit assessment criteria to meet the twin objectives of combining volume growth and maintenance of asset quality. The retail loans are fully secured and have full recourse against the borrower. The Company has an equitable mortgage over the collateral Immovable Properties. Wherever the state laws provide, the memorandum of deposit of title deeds are also registered.

ii) Other Loans

The Company has a framework for the appraisal and execution of project finance transactions and it believes that such framework enables optimal risk identification, allocation and mitigation and helps minimize risk in the transaction.

The project finance approval process undertakes detailed evaluation of credit, technical, commercial and financial besides capacity and capability of developer/promoter. A credit scan by obtaining CIBIL and legal litigation reports of key developer/promotor further strengthens credit evaluation. As part of the appraisal process, a risk matrix is prepared to assess project risks in terms of its viability and implementation of projects and other risks associated with the project.

Project finance loans are fully secured by equitable mortgage with registered MOD (Memorandum of Deposit of titles)of the prime property being land on which project is to be executed besides lien on constructed units. The Company creates lien on the receivables arising from sale of constructed units. Cash flows are being escrowed in favour of the company besides setting up the escrowing of sale proceeds as per the RERA Act. The Company also obtains personal guarantees of the developer/key promoters. Besides, monthly reports on progress of work, sales booking and sales proceeds are being collected from borrowers which are being monitored until loans are fully repaid.

Risk Management and Portfolio Review

The Company ensures effective monitoring of credit facilities through a risk-based asset review framework under which the frequency of asset review is determined depending on the risk associated with the product.

For both Retail and other borrowers, the company staff verifies adherence to the terms of the credit approval prior to the commitment and disbursement of credit facilities.

The Company monitors compliance with the terms and conditions for credit facilities prior to disbursement. It also reviews the completeness of documentation, creation of security and compliance with regulatory guidelines.

Expected Credit Loss

Analysis of provision of expected credit loss is as follows

| Particulars | Loss Allowance measured at life-time expected losses | | |
|---|--|--|--|
| | Loss allowance measured at 12 months expected loss | FA for which credit risk has increased significantly and not credit impaired | FA for which credit risk has increased significantly and credit impaired |
| Loss allowance on April 1, 2018 | 5,656,185 | 6,097,593 | 1,089,280 |
| Add (Less) : Changes in loss allowances | 3,182,690 | 4,933,294 | 3,153,721 |
| Loss allowance on March 31, 2019 | 8,838,875 | 11,030,887 | 4,243,001 |
| Add (Less) : Changes in loss allowances | (1,225,066) | (10,641,103) | 19,100,970 |
| Loss allowance on March 31, 2020 | 7,613,808 | 389,784 | 23,343,971 |

The provision estimated as per ECL (Expected Credit Loss) model on an aggregate basis is lower than the overall provision required under IRAC (Income Recognition & Asset Classification) norms of the NHB. The Management on a conservative approach has decided to maintain the higher provision. As at balance sheet date, the Company does not have significant concentration of credit risk

B. Liquidity Risk

Liquidity risk is the risk that the Company will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial asset. The Company's approach to managing liquidity is to ensure, as far as possible, that it will have sufficient liquidity to meet its liabilities when they are due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Company's reputation.

To limit this risk, management has arranged for diversified funding sources and adopted a policy of managing assets with liquidity in mind and monitoring future cash flows and liquidity on a daily basis. The Company has developed internal control processes for managing liquidity risk.

Housing Finance being core business, maintaining the liquidity for meeting the growth perspective in the business as also to honour our committed repayments is the fundamental objective of the Asset Liability Management (ALM) framework.

Maturities of financial liabilities

The table below provides details regarding the contractual maturities of significant financial liabilities as at March 31, 2020, March 31, 2019 and April 01, 2018.

(₹ in Crores)

| Particulars | As at March 31, 2020 | | | Total |
|-------------------------------|----------------------|-----------|-----------|--------|
| | < 1 Year | 1-3 Years | > 3 Years | |
| Borrowings from Banks and NHB | 40.78 | 69.64 | 59.66 | 170.07 |

(₹ in Crores)

| Particulars | As at March 31, 2019 | | | Total |
|-------------------------------|----------------------|-----------|-----------|--------|
| | < 1 Year | 1-3 Years | > 3 Years | |
| Borrowings from Banks and NHB | 37.91 | 73.04 | 80.71 | 191.66 |

(₹ in Crores)

| Particulars | As at April 01, 2018 | | | Total |
|-------------------------------|----------------------|-----------|-----------|--------|
| | < 1 Year | 1-3 Years | > 3 Years | |
| Borrowings from Banks and NHB | 19.27 | 48.72 | 67.03 | 135.02 |

C. Market Risk

The Company's core business is borrowing and lending as permitted by the National Housing Bank. These activities expose the Company to interest rate risk.

Interest Rate Risk refers to the risk associated with the adverse movement in the interest rates. Adverse movement would imply rising interest rates on liabilities and falling interest yields on the assets. This is the biggest risk which the company faces. It arises because of maturity and re-pricing mismatches of assets and liabilities.

(a) Interest rate risk exposure

| Particulars | March 31, 2020 | March 31, 2019 | April 01, 2018 |
|--------------------------|----------------|----------------|----------------|
| Variable rate borrowings | 100% | 100% | 100% |
| Fixed rate borrowings | 0% | 0% | 0% |
| Total borrowings | 100% | 100% | 100% |

(b) Sensitivity

(₹ in Crores)

| Particulars | Impact on Profit Before Tax | |
|--|-----------------------------|---------------|
| | Current year | Previous year |
| Interest rates – increase by 10 basis points (10 bps)* | (0.17) | (0.19) |
| Interest rates – decrease by 10 basis points (10 bps)* | 0.17 | 0.19 |

* Holding all other variables constant

NOTE 32 CAPITAL MANAGEMENT

The Company maintains an actively managed capital base to cover risks inherent in the business and is meeting the capital adequacy requirements of National Housing Bank (NHB). The adequacy of the Company's capital is monitored using, among other measures, the regulations issued by NHB.

The Company has complied with the applicable capital requirements over the reported period. In order to maintain or adjust the capital structure, the Company may adjust the amount of dividends paid to shareholders, return on capital to shareholders, issue new shares or sell assets to reduce debt.

The Company monitors the capital structure on the basis of total debt to equity ratio and maturity profile of the overall debt portfolio of the Company.

| Particulars | March 31, 2020 | March 31, 2019 | April 01, 2018 |
|-------------------------------------|----------------|----------------|----------------|
| Net Debt (₹) | 1,677,776,802 | 1,873,001,979 | 1,282,354,942 |
| Total Equity (₹) | 381,562,149 | 356,781,176 | 312,051,065 |
| Net Debt to Equity Ratio (in times) | 4.40 | 5.25 | 4.11 |

INDIA HOME LOAN LIMITED
Notes forming part of the financial statements
NOTE 33 Auditor's remuneration (Excluding Goods and service tax)

| Particulars | Current Year ₹ | Previous Year ₹ |
|----------------|-------------------|--------------------|
| Audit fees | 150,000 | 150,000 |
| Tax Audit fees | 50,000 | 50,000 |
| Limited review | 300,000 | 300,000 |
| Other services | - | 200,000 |
| Total | 500,000 | 700,000 |

Note : Audit fees are excluding GST

NOTE 34 EMPLOYEE BENEFITS
34(a) Defined Contribution plans

The Company has recognized the following amounts in the statement of profit and loss for the year:

| Particulars | Current Year ₹ | Previous Year ₹ |
|---|-------------------|--------------------|
| Employer's contribution to provident fund | 932,722 | 630,271 |
| Total | 932,722 | 630,271 |

34(b) Defined Benefit plans

Gratuity is payable to all eligible employees of the Company on superannuation, death and permanent disablement in terms of provisions of the Payment of Gratuity Act. Benefit would be paid at the time of separation based on the last drawn basic salary.

(I) Movement of defined benefit obligation and plan assets

The amounts recognised in the balance sheet and the movements in the net defined benefit obligation over the year are as follows:

(Amount in ₹)

| Particulars | Present value of obligation | Fair value of plan assets | Net Amount |
|--|--------------------------------|------------------------------|------------|
| April 1, 2018 | 1,876,050 | 594,560 | 1,281,490 |
| Current service cost | 604,073 | - | 604,073 |
| Past service cost (including curtailment gains/losses) | - | - | - |
| Interest expense/ income | 144,353 | 45,748 | 98,605 |
| Total amount recognised in profit and loss | 748,426 | 45,748 | 702,678 |
| Remeasurements | | | |
| Gain/loss from change in demographic assumption | - | - | - |
| Gain/loss from change in financial assumption | 30,773 | - | 30,773 |
| Experience gain / loss | 1,071,146 | 5,877 | 1,065,269 |
| Total amount recognised in other comprehensive income | 1,101,919 | 5,877 | 1,096,042 |
| Employer contributions | - | 189,330 | (189,330) |
| Benefit payments | - | - | - |
| March 31, 2019 | 3,726,395 | 835,515 | 2,890,880 |

(Amount in ₹)

| Particulars | Present value of obligation | Fair value of plan assets | Net Amount |
|--|-----------------------------|---------------------------|------------|
| April 1, 2019 | 3,726,395 | 835,515 | 2,890,880 |
| Current service cost | 624,181 | - | 624,181 |
| Past service cost (including curtailment gains/losses) | - | - | - |
| Interest expense/ income | 281,941 | 63,215 | 218,726 |
| Total amount recognised in profit and loss | 906,122 | 63,215 | 842,907 |
| Remeasurements | | | |
| Gain/loss from change in demographic assumption | (81) | - | (81) |
| Gain/loss from change in financial assumption | (128,916) | - | (128,916) |
| Experience gain / loss | (106,139) | 6,893 | (113,032) |
| Total amount recognised in other comprehensive income | (235,136) | 6,893 | (242,029) |
| Employer contributions | - | 436,422 | (436,422) |
| Benefit payments | - | - | - |
| March 31, 2020 | 4,397,381 | 1,342,045 | 3,055,336 |

(ii) Net assets / liabilities

An analysis of net (liabilities)/assets is provided below for the Company's principal defined benefit gratuity scheme.

| Particulars | Current Year ₹ | Previous Year ₹ |
|-------------------------------------|-------------------|--------------------|
| Present value of funded obligations | 4,397,381 | 3,726,395 |
| Fair value of plan assets | 1,342,045 | 835,515 |
| Net liabilities for funded schemes | (3,055,336) | (2,890,880) |

(iii) Analysis of plan assets is as follows:

| Particulars | Current Year | Previous Year |
|---|--------------|---------------|
| Insurer Managed Funds (100%) Fund is Managed by LIC as per Insurance Regulatory and Development Authority guidelines, category-wise composition of the plan assets is not available) | 100% | 100% |
| Total | 100% | 100% |

(iv) Actuarial assumptions and sensitivity analysis

| Particulars | Current Year | Previous Year |
|--|--|----------------------|
| Mortality table | 100% of IALM 2012-14 | 100% of IALM 2006-08 |
| Discount rate | 6.60% | 7.55% |
| Rate of increase in compensation levels | 0% for first year and 10% p.a. thereafter | 10.00% |
| Expected rate of return on plan assets | NA | NA |
| Expected average remaining working lives of employees (in years) | 23.53 | 25.34 |
| Withdrawal Rate | 10.00% | 10.00% |

Notes:

- Discount rate: The discount rate is based on the prevailing market yields of Indian government securities for the estimated term of the obligations.
- Salary escalation rate: The estimates of future salary increases considered takes into account the inflation, seniority, promotion and other relevant factors.
- Assumptions regarding future mortality experience are set in accordance with the statistics published by the Life Insurance Corporation of India.

Sensitivity of the defined benefit obligation to changes in weighted principal assumptions is:
(Amount in ₹)

| Particulars | Impact on present benefit |
|--|------------------------------|
| | 31 March, 2020 |
| Discount rate - Increase by 1% | (242,196) |
| Discount rate- Decrease by 1% | 278,515 |
| Salary increment rate - Increase by 1% | 203,316 |
| Salary increment rate- Decrease by 1% | (186,528) |
| Withdrawal rate - Increase by 50% | (128,765) |
| Withdrawal rate - Decrease by 50% | 233,001 |
| Mortality rate - Increase by 10% | (2) |
| Mortality rate - Decrease by 10% | 3 |

(v) Expected future benefits payments

The expected maturity analysis of undiscounted pension, gratuity and post-employment medical benefits is as follows:

| Particulars | Current Year ₹ | Previous Year ₹ |
|--------------------|-------------------|--------------------|
| 1 Year | 1,886,065 | 1,681,267 |
| 2 to 5 Years | 1,000,961 | 852,942 |
| 6 to 10 Years | 1,177,388 | 1,072,704 |
| More than 10 Years | 3,230,898 | 3,007,325 |

NOTE 35 SEGMENT REPORTING

The main business of the Company is to provide loans for purchase or construction of residential houses, all other activities of the Company revolve around the main business and accordingly there are no separate reportable segments, as per the Ind AS 108 "Operating Segments" specified under section 133 of the Companies Act, 2013.

NOTE 36 TAX EXPENSES

36(a) Income Tax recognised in Profit and Loss

| Particulars | Current Year ₹ | Previous Year ₹ |
|--|-------------------|--------------------|
| Current Tax | | |
| - In respect of the current year | 10,067,904 | 10,700,776 |
| Deferred Tax (Net) | | |
| - In respect of the current year | (628,674) | (646,940) |
| Total Tax Expense recognised in the current year relating to Continuing Operations | 9,439,230 | 10,053,836 |

36(b) Reconciliation of Income Tax Expense of the year can be reconciled to the accounting Profit as follows :

| Particulars | Current Year ₹ | Previous Year ₹ |
|---|-------------------|--------------------|
| Profit Before Tax | 37,488,905 | 28,298,659 |
| Income Tax Expense | 9,435,957 | 7,872,687 |
| Effect of Expenses for which deduction under tax laws is (allowed)/disallowed | (632,697) | (717,904) |
| Others | 635,970 | 2,899,053 |
| Income Tax Expense recognised in Statement of Profit and Loss | 9,439,230 | 10,053,836 |

The tax rate used for the re-conciliations above is the corporate tax rate of 25.17% for the year 2019-20 and 27.82% for the year 2018-19 payable by the Company in India on taxable profit under tax law as per Indian jurisdiction.

Pursuant to Taxation Laws (Amendment) Ordinance 2019, dated September 20, 2019, the Company intends to exercise the option permitted u/s 115AA of the Income Tax Act, 1961 to compute Income Tax at the rate (i.e. 25.17) from the current financial year. The Tax expense for the quarter and year ended March 31, 2020 is after considering the impact of revised tax rates.

NOTE 37

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

NOTE 38

General Provisions required to be maintained in respect of accounts in default but standard and asset classification extended, as per RBI circular on COVID -19 Regulatory packages dated April 17, 2020 is 10 % of total outstanding which has to be phased over 2 quarters as i) Quarter ending March 31, 2020 - not less than 5 Percent and Quarter ending June 30, 2020 - not less than 5 percent. For quarter ending March 31, 2020 company has created provision amounting to INR 0.47 lakhs. This provision amount is disclosed as Special Provisioning for RBI regulatory package under Note 4

| (₹ in Crores) | |
|---|---------------|
| Particulars | Amount |
| i) Amounts in SMA /overdue categories ,where the moratorium /deferment was extended | 25.00 |
| ii) Amount where asset classification benefit is extended | 9.41 |
| iii) Provision made during the quarter Q4 FY 2020 | 0.47 |
| iv) Provision adjusted during the respective accounting periods against slippages and the residual provisions | - |

As per our report of even date

For Joshi & Shah

Chartered Accountants

(FRN 144627W)

Jaydip Joshi

Partner

(Membership No. 170300)

Place : Mumbai

Date : 13th July, 2020

For and on behalf of the Board of Directors of
India Home Loan Limited

Mahesh N. Pujara

(Managing Director)

(DIN No-01985578)

Mitesh M.Pujara

(Whole-Time Director)

(DIN No-02143047)

Abhishek Agarwal

(Chief Financial Officer)

Ayushi Thakuriya

(Company Secretary)



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