

Manubhai & Shah LLP

Chartered Accountants

Independent Auditor's Report

To,
The Members of
KIFS Housing Finance Private Limited

Report on the Financial Statements

We have audited the accompanying financial statements of **KIFS Housing Finance Private Limited** ("the Company"), which comprise the balance sheet as at March 31, 2017, the statement of profit and loss and the cash flow Statement for the year ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013("the Act") with respect to preparation and presentation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal control, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder

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

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An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on whether the Company has in place an adequate internal financial controls system over financial reporting and the operating effectiveness of such controls. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by Management, as well as evaluating the overall presentation of the financial statements.

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

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2017, its profit and its cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the Annexure A, a statement on the matters specified in the paragraph 3 and 4 of the Order, to the extent applicable.
2. As required by Section 143 (3) of the Act, we report that:
 - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - (b) In our opinion proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;



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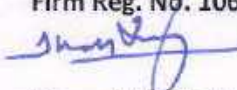
- (c) The Balance Sheet, the Statement of Profit and Loss and the Cash Flow statement dealt with by this Report are in agreement with the books of account;
- (d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014;
- (e) On the basis of the written representations received from the directors as on March 31, 2017 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2017 from being appointed as a director in terms of Section 164 (2) of the Act.
- (f) The reporting requirements with respect to adequacy of internal financial controls of the company and operating effectiveness of such controls are not applicable in case of the company in terms of Notification No. G.S.R. 583(E) dated June 13, 2017.
- (g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - (i) The Company does not have any pending litigations having material effect on its financial position as at March 31, 2017;
 - (ii) The Company did not have any long-term contracts including derivative contracts as at March 31, 2017 for which there were any material foreseeable losses; and
 - (iii) There were no amounts which were required to be transferred, to the Investor Education and Protection Fund by the Company.
 - (iv) The company has not made transactions in specified bank notes during the period from 08/11/2016 to 31/12/2016. Hence the requirement of disclosure of SBNs as per MCA notification dated March 31, 2017 is not applicable.

Place: Ahmedabad

Date: June 30, 2017



For Manubhai & Shah LLP
Chartered Accountants
Firm Reg. No. 106041W/W100136


(Jignesh D. Shah)
Partner
Membership number: 100116

Annexure A to the Independent Auditors' Report

[Annexure referred to in paragraph 1 under "Report on Other Legal and Regulatory Requirements" section of our report on financial statements for the year ended March 31, 2017 to the members of KIFS Housing Finance Private Limited]

- (i) The Company does not own any Fixed Assets and accordingly the reporting requirements of clause 3(i) of the Order are not applicable to the Company.
- (ii) The Company's business does not involve inventories and accordingly the reporting requirements of clause 3(ii) of the Order are not applicable to the Company.
- (iii) According to information and explanations given to us, the Company has not granted any loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or other parties covered in the register maintained under Section 189 of the Act. Accordingly, the reporting requirement of Clause 3 (iii) (a), (b) and (c) of the said Order are not applicable to the Company
- (iv) In our opinion and according to the information and explanation given to us, there are no loans, investments, guarantees and securities granted in respect of which provisions of section 185 and 186 of the Act are applicable and accordingly the reporting requirements of clause 3(iv) of the Order are not applicable to the Company.
- (v) The Company has not accepted deposits within the meaning of Sections 73 to 76 or any other relevant provisions of the Act and the rules framed there under.
- (vi) To the best of our knowledge and as explained, the Central Government has not prescribed the maintenance of cost records under section 148(1) of the Act, for any of the product / services rendered by the Company.
- (vii) (a) According to the information and explanations given to us and the records of the Company examined by us, in our opinion, the Company is regular in depositing the undisputed statutory dues, including income tax and other material statutory dues, as applicable to it, with appropriate authorities.
According to the information and explanations given to us and the records of the Company examined by us, in our opinion, no undisputed amounts payable as applicable were in arrears as at March 31, 2017 for a period of more than six months from the date they became payable.
- (b) According to the information and explanations given to us and according to the records of the Company examined by us, there are no dues of income tax and cess which have not been deposited on account of any dispute.



Manubhai & Shah LLP

Chartered Accountants

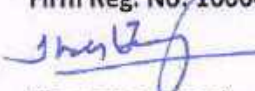
- (viii) The Company does not have any loans or borrowings from any financial institution, banks, government or debenture holders during the year. Accordingly, reporting requirement of clause 3(viii) of the Order is not applicable to the company.
- (ix) The Company has not raised money by way of initial public offer or further public offer (including debt instruments) and the term loan during the year. Accordingly, reporting requirement of clause 3 (ix) of the Order is not applicable to the company.
- (x) According to the information and explanations given to us, no material fraud by the Company or on the Company by its officers or employees has been noticed or reported during the year under audit.
- (xi) The company being private limited company, provisions of Section 197, read with Schedule V to the Act are not applicable. Therefore the provisions of clause 3(xi) of the Order are not applicable to the Company, hence not commented upon.
- (xii) In our opinion, the Company is not a nidhi company. Therefore, the provisions of clause 3(xii) of the order are not applicable to the company and hence not commented upon.
- (xiii) According to the information and explanations given by the management, transactions with the related parties are in compliance with section 177 and 188 of the Act where applicable and the details have been disclosed in the notes to the financial statements, as required by the applicable accounting standards.
- (xiv) According to the information and explanations given to us and on an overall examination of the balance sheet, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year and accordingly, reporting requirements under clause 3(xiv) are not applicable to the Company.
- (xv) According to the information and explanations given to us, the company has not entered into any non-cash transactions with directors or persons connected with them.
- (xvi) According to the information and explanations given to us, the company is not required to be registered under section 45IA of the Reserve Bank of India Act, 1934.

Place: Ahmedabad

Date: June 30, 2017



For Manubhai & Shah LLP
Chartered Accountants
Firm Reg. No. 106041W/W100136


(Jignesh D. Shah)

Partner

Membership number: 100116

KIFS Housing Finance Private Limited

CIN:U65922GJ2015PTC085079

Balance Sheet as at March 31, 2017

(Amount in Rs.)

Particulars	Note No.	As at 31-Mar-17	As at 31-Mar-16
I EQUITY AND LIABILITIES			
(1) Shareholders' funds			
(a) Share Capital	2	11 41 00 000	11 41 00 000
(b) Reserves and Surplus	3	33 71 596	(16 55 746)
		11 74 71 596	11 24 44 254
(2) Non-Current Liabilities			
(a) Long-Term Borrowings	4	5 00 000	1 10 000
		5 00 000	1 10 000
(3) Current Liabilities			
(a) Trade Payables			
Total outstanding dues of micro enterprise and small enterprise		-	-
Total outstanding dues of creditors other than micro enterprise and small enterprise		-	17 250
(b) Short-term Provision	5	78 221	9 040
(c) Other Current Liabilities	6	28 350	-
		1 06 571	26 290
Total		11 80 78 167	11 25 80 544
II ASSETS			
(1) Non Current assets			
(a) Deferred Tax Assets	7	3 60 015	-
		3 60 015	-
(2) Current assets			
(a) Cash and Bank Balances	8	11 76 86 720	11 18 24 903
(b) Other Current Assets	9	31 432	7 55 641
		11 77 18 152	11 25 80 544
Total		11 80 78 167	11 25 80 544
Significant accounting policies & Notes on accounts	1		

Notes on accounts form integral part of the financial statements

As per our report of even date

For Manubhai & Shah LLP

Chartered Accountants

Firm Registration No. 106041W/W100136

(J. D. Shah)

Partner

Membership No. 100116



For and on behalf of the Board

[Signature]

Director

DIN.00477673

[Signature]

Director

DIN.00477768

[Signature]
Company Secretary

Place: Ahmedabad

Date: June 30, 2017

Place: Ahmedabad

Date: June 30, 2017

KIFS Housing Finance Private Limited

CIN:U65922GJ2015PTC085079

Statement of Profit and Loss for the year ended on March 31, 2017

(Amount in Rs.)

Particulars	Note No.	Year ended 31-Mar-17	Period ended 31-Mar-16
I Revenue from Operations	10	81 67 796	8 39 601
II Other Income	11	1 96 794	-
III Total Revenue (I + II)		<u>83 64 590</u>	<u>8 39 601</u>
IV Expenses:			
Employee Benefit Expenses	-	37 742	-
Other Expenses	12	18 64 520	24 02 347
Total Expenses (IV)		<u>19 02 262</u>	<u>24 02 347</u>
V Profit/(Loss) before tax (IV - III)		64 62 328	(15 62 746)
VI Tax Expense:			
Current Tax		17 95 000	93 000
Deferred Tax		(3 60 015)	-
		<u>14 34 985</u>	<u>93 000</u>
VII Profit/(Loss) for the year (V + VI)		<u>50 27 343</u>	<u>(16 55 746)</u>
VIII Profit/(Loss) Per Share:	14		
(Nominal value of share Rs. 10)			
Basic and Diluted		0.44	(1.89)

Significant accounting policies & Notes on accounts 1

Notes on account form integral part of the financial statements

As per our report of even date

For Manubhai & Shah LLP

Chartered Accountants

Firm Registration No. 106041W/W100136

(J. D. Shah)

Partner

Membership No. 100116



For and on behalf of the Board

Director

DIN.00477673

Director

DIN.00477768

Penali Shah
Company Secretary

Place: Ahmedabad

Date: June 30, 2017

Place: Ahmedabad

Date: June 30, 2017

KIFS Housing Finance Private Limited

CIN:U65922GJ2015PTC085079

Cash Flow Statement for the year ended March 31, 2017

(Amount in Rs.)

Particulars	Year ended 31-Mar-17	Period ended 31-Mar-16
A Cash flow from operating activities		
Profit/(Loss) before tax	64 62 328	(15 62 746)
Adjustment for :		
Dividend / Gain from mutual funds (net)	(1 96 794)	-
Movements in working capital :		
Increase/(Decrease) in Trade Payables	(17 250)	17 250
Increase/(Decrease) in Other Current Liabilities	28 350	-
(Increase)/Decrease in Other Assets	7 24 209	(7 55 641)
	<u>5 38 515</u>	<u>(7 38 391)</u>
Direct Tax Paid	(17 25 819)	(83 960)
Net cash used in operating activities (A)	<u>52 75 024</u>	<u>(23 85 097)</u>
B Cash flow from financing activities :		
Dividend / Gain from mutual funds (net)	1 96 794	
Long Term Borrowings	3 90 000	1 10 000
Net cash from financing activities (B)	<u>5 86 794</u>	<u>1 10 000</u>
C Cash flow from investing activities :		
Proceeds from issuance of Equity Shares	-	11 41 00 000
Net cash from investing activities (C)	<u>-</u>	<u>11 41 00 000</u>
Net increase/(decrease) in cash and cash equivalents	58 61 817	11 18 24 903
Cash and cash equivalents as at the beginning of the year	11 18 24 903	-
Cash and cash equivalents as at end of the year (Refer Note 8)	<u>11 76 86 720</u>	<u>11 18 24 903</u>

(i) The cash flow statement has been prepared under indirect method as per Accounting Standard - 3 "Cash Flow Statement".

(ii) Figures in brackets represent outflows.

Notes on account forming integral part of the financial statements

As per our report of even date

For Manubhai & Shah LLP

Chartered Accountants

Firm Registration No. 106041W/W100136

(J. D. Shah)

Partner

Membership No. 100116



For and on behalf of the Board

[Signature]

Director

DIN.00477673

Director

DIN.00477768

[Signature]
Company Secretary

Place: Ahmedabad

Date: June 30, 2017

Place: Ahmedabad

Date: June 30, 2017

KIFS Housing Finance Private Limited

Notes forming part of Financial Statements for the year ended March 31, 2017

Company Overview:

KIFS Housing Finance Private Limited (herein after referred to as 'the Company') is a company incorporated under the provisions of the Companies Act, 2013. During the year under audit, the company has received certificate of registration u/s 29A of the National Housing Bank Act, 1987 as a Housing Finance Company vide Registration No 10.0145.16 on 27/10/2016. The company proposes to undertake housing finance operations from the financial year 2017-18.

1 Statement of Significant Accounting Policies :

1.1 Basis of preparation of Financial Statements :

These financial statements are prepared in accordance with Generally Accepted Accounting principles in India (GAAP) under the historical cost convention on the accrual basis. GAAP comprises mandatory accounting standards as prescribed under Section 133 of the Companies Act, 2013 ('Act') read with Rule 7 of the Companies (Accounts) Rules, 2014.

1.2 Use of Accounting Estimates :

The preparation of financial statements in conformity with Generally Accepted Accounting principles in India (GAAP) requires the management to make estimates and assumptions that affect the reported amount of assets and liabilities on the date of financial statements and the reported amount of revenues and expenses during the reporting period. Although these estimates are based upon management's best knowledge of current events and actions, actual results could differ from these estimates.

1.3 Revenue Recognition

Interest income is recognised on time proportionate basis.

1.4 Income Taxes :

Tax expense comprises of current and deferred tax.

(a) Current income tax

Current tax is determined as the amount of tax payable in respect of taxable income for the year. Provision is made for income tax annually based on the tax liability computed, after considering tax allowances and exemptions under the Income Tax Act, 1961 at each balance sheet date.

(b) Deferred Tax liability/ Asset

Deferred tax is measured based on the tax rates and the tax laws enacted or substantively enacted at the balance sheet date. Deferred tax assets are recognised only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realised. In situations where the company has unabsorbed depreciation or carry forward tax losses, all deferred tax assets are recognised only if there is virtual certainty supported by convincing evidence that they can be realised against future taxable profits. Deferred Tax Assets and Deferred Tax Liabilities are reviewed for appropriateness of their respective carrying values at each balance sheet date.

1.5 Provisions, Contingent Liabilities and Contingent Assets:

A provision is recognised when the Company has a present obligation as a result of past event; it is probable that an outflow of resources will be required to settle the obligation, in respect of which a reliable estimate can be made. Provisions are not discounted to its present value and are determined based on best estimate required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates.

1.6 General

Any other accounting policy not specifically referred to are consistent with generally accepted accounting principles.



KIFS Housing Finance Private Limited
Notes forming part of Financial Statements for the year ended March 31, 2017

2 Share Capital

(i) Authorised, Issued, Subscribed and Paid- Up Capital:

Particulars	(Amount in Rs.)	
	As at March 31, 2017	As at March 31, 2016
Authorised		
2,10,00,000 Equity Shares of Rs.10/- each	21 00 00 000	21 00 00 000
Total	21 00 00 000	21 00 00 000
Issued, Subscribed and Paid Up		
1,14,10,000 Equity Shares of Rs. 10/- each	11 41 00 000	11 41 00 000
Total	11 41 00 000	11 41 00 000

(ii) Reconciliation of number of shares :

Particulars	As at March 31, 2017		As at March 31, 2016	
	No. of Shares	Amount in Rs.	No. of Shares	Amount in Rs.
At the beginning of the year	1 14 10 000	11 41 00 000	-	-
Issued during the year	-	-	1 14 10 000	11 41 00 000
Outstanding at the end of the	1 14 10 000	11 41 00 000	1 14 10 000	11 41 00 000

(iii) Terms / Rights of Shareholders, Dividend and Repayment of Capital:

- The Company has one class of Equity shares having a par value of Rs. 10/-.
- Each holder of equity shares is entitled to one vote per share.
- In the event of liquidation of the Company, the holders of equity shares shall be entitled to receive any of the remaining assets of the Company, after distribution of all preferential amounts. The amount distributed will be in proportion to the number of equity shares held by the shareholders.

(iv) The details of shareholders holding more than 5 % of issued share capital as on March 31, 2017 is set out below:

Name of Shareholder	As at March 31, 2017		As at March 31, 2016	
	No. of Shares	%	No. of Shares	%
Rajesh Khandwala	54 55 000	47.81%	54 55 000	47.81%
Vimal Khandwala	54 55 000	47.81%	54 55 000	47.81%

- No shares were reserved at the period-end for issue under options and contracts / commitments for the sale of shares / disinvestment.



KIFS Housing Finance Private Limited
Notes forming part of Financial Statements for the year ended March 31, 2017

3 Reserves and Surplus

Particulars	(Amount in Rs.)	
	As at March 31, 2017	As at March 31, 2016
(i) Statutory Reserve		
(As per Section 29C of National Housing Bank Act, 1987)		
At the beginning of the Year	-	-
Add : Addition during the Year	10 05 469	-
Less : Appropriation during the Year	-	-
At the end of the Year	10 05 469	-
(ii) Surplus/(Deficit) in Statement of Profit and Loss		
Surplus/(Deficit) at the beginning of the Year	(16 55 746)	-
Add/(Less): Net Profit /(Loss) for the Year	50 27 343	(16 55 746)
Less : Transfer to Statutory Reserve	(10 05 469)	-
	40 21 874	(16 55 746)
Surplus/(Deficit) at the end of the Year	23 66 128	(16 55 746)
Total	33 71 596	(16 55 746)

4 Long-Term Borrowings:

Particulars	(Amount in Rs.)	
	As at March 31, 2017	As at March 31, 2016
Unsecured		
Loan from Director	5 00 000	1 10 000
Total	5 00 000	1 10 000

5 Short-Term Provision:

Particulars	(Amount in Rs.)	
	As at March 31, 2017	As at March 31, 2016
Provision for Income Tax (Net of TDS)	78 221	9 040
Total	78 221	9 040

6 Other current Liabilities

Particulars	(Amount in Rs.)	
	As at March 31, 2017	As at March 31, 2016
Statutory Dues	5 350	-
Provision for Expenses	23 000	-
Total	28 350	-



KIFS Housing Finance Private Limited
Notes forming part of Financial Statements for the year ended March 31, 2017

7 Deferred Tax

The Component of Deferred Tax Asset is as under :

	(Amount in Rs.)	
Particulars	As at March 31, 2017	As at March 31, 2016
Deferred Tax Asset		
Disallowance under Section 35D of Income Tax Act	3 60 015	5 76 024
Deferred Tax Asset Recognised	3 60 015	-

8 Cash & Cash Equivalents:

	(Amount in Rs.)	
Particulars	As at March 31, 2017	As at March 31, 2016
Cash on Hand	1 27 663	69 600
Balance with Banks		
- In current accounts with HDFC bank	11 75 59 057	6 55 303
- In fixed deposit accounts (Maturing within one year)*	-	11 11 00 000
Total	11 76 86 720	11 18 24 903

* Company keeps Fixed Deposits with the Nationalised/Scheduled Banks, which can be withdrawn by the Company as per its own discretion/ requirement of funds.

9 Other Current Assets:

	(Amount in Rs.)	
Particulars	As at March 31, 2017	As at March 31, 2016
Interest Accrued but not due	-	7 55 641
Pre Paid Expenses	27 382	-
Other Receivable	4 050	-
Total	31 432	7 55 641

10 Revenue from Operations:

	(Amount in Rs.)	
Particulars	For the Year ended March 31, 2017	For the period ended March 31, 2016
Interest Income	81 67 796	8 39 601
Total	81 67 796	8 39 601



KIFS Housing Finance Private Limited
Notes forming part of Financial Statements for the year ended March 31, 2017

11 Other Income:

Particulars	(Amount in Rs.)	
	For the Year ended March 31, 2017	For the period ended March 31, 2016
Profit on redemption of Mutual Fund	1 96 794	-
Total	1 96 794	-

12 Other Expenses:

Particulars	(Amount in Rs.)	
	For the Year ended March 31, 2017	For the period ended March 31, 2016
Professional Fees	16 18 988	-
Company Incorporation Expenses	-	23 30 193
Application Fees	-	10 000
Director Sitting Fees	45 000	-
Auditors' Remuneration**	17 250	31 563
Annual Membership Fees	64 687	-
Advertisement Expenses	43 496	-
Filing Fees	30 079	2 844
Directors' Travelling Expense	16 401	23 897
Other Expense	25 554	3 850
Interest on late payment of taxes	3 065	-
Total	18 64 520	24 02 347

****Auditors' remuneration comprises of the following:**

Payment to Auditors:

- as Statutory Auditor	17 250	17 250
- for other services	-	14 313

Total	17 250	31 563
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13 Related Party Disclosures:

Related party disclosures as required under the Accounting Standard (AS) – 18 on "Related Party Disclosures" notified under Section 133 of the Companies Act, 2013 are given below:

(a) Name of the related parties and description of relationship :

Description of Relationship	Designati	Name of the Related Party
Key Management Personnel	Director	Rajesh Khandwala
	Director	Vimal Khandwala

(b) Details of Transactions with Related Parties during the period:

Particulars	(Amount in Rs.)	
	2016-17	2015-16
Loan Availed during the year 2016-17		
Rajesh Khandwala	3 90 000	1 10 000
Loan outstanding as at March 31,2017		
Rajesh Khandwala	5 00 000	1 10 000



KIFS Housing Finance Private Limited
Notes forming part of Financial Statements for the year ended March 31, 2017

14 Earnings Per Share (EPS) :

(Amount in Rs.)

Particulars	Unit	For the Year ended March 31, 2017	For the period ended March 31, 2016
		Basic and Diluted	
Profit / (Loss) attributable to Equity Holders	Amount in Rs.	50 27 343	(16 55 746)
Weighted Average of number of equity shares outstanding during the period	In Nos.	1 14 10 000	8 75 874
Profit / (Loss) per share of face value of Rs.10 each		0.44	(1.89)

15 Disclosure pursuant to Circular No. : NHB NCD/DRS Pol 61/2013-14 dated 07 April 2014 issued by NHB.

Statutory Reserve	As at March 31,2017	As at March 31,2016
Balance at the beginning of the		
(a) Statutory Reserve as per section 29C of the National Housing Bank Act, 1987	-	-
(b) Amount of special reserve u/s 36(1)(viii) of Income Tax Act, 1961 taken into account for the purpose of statutory reserve u/s 29C of the National Housing Bank Act, 1987	-	-
(c) Total	-	-
Addition/ Appropriation/ Withdrawals during the year		
Add:		
(a) Amount transferred as per section 29C of the National Housing Bank Act, 1987	10,05,469	-
(b) Amount of special reserve u/s 36(1)(viii) of Income Tax Act, 1961 taken into account for the purpose of statutory reserve u/s 29C of the National Housing Bank Act, 1987	-	-
	10 05 469	-
Less:		
(a) Amount appropriated as per section 29C of the National Housing Bank Act, 1987	-	-
(b) Amount withdrawn from special reserve u/s 36(1)(viii) of Income Tax Act, 1961 taken into account for the purpose of statutory reserve u/s 29C of the National Housing Bank Act, 1987	-	-
Balance as at the end of the Year		
(a) Statutory Reserve as per section 29C of the National Housing Bank Act, 1987	10 05 469	-
(b) Amount of special reserve u/s 36(1)(viii) of Income Tax Act, 1961 taken into account for the purpose of statutory reserve u/s 29C of the National Housing Bank Act, 1987	-	-
Total	10 05 469	-



KIFS Housing Finance Private Limited
Notes forming part of Financial Statements for the year ended March 31, 2017

16 Disclosure regarding provision made for Asset Liability Management (ALM) system for the housing finance company pursuant to Circular No. : NHB NCD/DRS Pol 35/2010-11 dated 11 October 2010 issued by NHB.

(i) Capital to Risk Asset Ratio

Particulars	As at March
CRAR (Total Capital/Risk Weight Assets)	3726 times
CRAR Tier I Capital (Tier I Capital /Risk Weight Assets)	3726 times
CRAR Tier II Capital (Tier II Capital /Risk Weight Assets)	

* The company has not yet started activity of disbursement of housing loan and hence do not have significant amount of risk based assets.

(ii) The Company has no exposure to the real estate and Capital market sector directly or indirectly.

(iii) Asset Liability Management

Particulars	Borrowing	Advances
0-14 days		
14 days-1 month		
2 month-3 month		
3 month-6 month		
6 month-1 year		
More than 1 year	5 00 000	-
Total	5 00 000	-

17 Disclosure regarding Cash Transactions during Demonitisation Period:

The company has not made transactions in specified bank notes during the period from 08/11/2016 to 31/12/2016. Hence the requirement of disclosure of SBNs as per MCA notification dated March 31, 2017 is not applicable.



KIFS Housing Finance Private Limited

Notes forming part of Financial Statements for the year ended March 31, 2017

18 Previous year's figures have been regrouped and rearranged wherever necessary to make them comparable with the previous year's figures.

As per our report of even date

For Manubhai & Shah LLP

Chartered Accountants

Firm Registration No. 106041W/W100136

(J. D. Shah)

Partner

Membership No. 100116



For and on behalf of the Board

Director

DIN.00477673

Director

DIN.00477768

Jenali Shah
Company Secretary

Place: Ahmedabad

Date: June 30, 2017

Place: Ahmedabad

Date: June 30, 2017