



Independent Auditor's Report

To the Members of
M/s. Grameen Development & Finance Private Limited
(Formerly known as Sharnarathi Leasing & Finance Private Limited)

Report on the Standalone Ind. AS Financial Statements

We have audited the accompanying standalone Ind AS financial statements of Infosys Limited ('the Company'), which comprise the balance sheet as at 31 March 2017, the statement of profit and loss (including other comprehensive income), the statement of cash flows and the statement of changes in equity for the year then ended and a summary of the significant accounting policies and other explanatory information (herein after referred to as "standalone Ind AS financial statements").

Management's Responsibility for the Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone Ind AS financial statements that give a true and fair view of the financial position, financial performance 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) prescribed under Section 133 of the Act read with relevant rules issued thereunder.

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

Auditor's Responsibility

Our responsibility is to express an opinion on these standalone Ind AS 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 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 standalone Ind AS financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the standalone Ind AS financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the standalone Ind AS financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the standalone Ind AS financial statements that



give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the standalone Ind AS financial statements.

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

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone Ind AS 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 including the Ind AS, of the financial position of the Company as at 31 March, 2017, and its financial performance including other comprehensive income, its cash flows and the changes in equity 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 section 143(11) of the Act, we give in the Annexure A, a statement on the matters specified in the paragraph 3 and 4 of the order.

2. As required by Section 143(3) of the Act, we report that:

(a) we have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the 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, the statement of cash flows and the statement of changes in equity dealt with by this Report are in agreement with the books of account;

(d) in our opinion, the aforesaid standalone Ind AS financial statements comply with the Accounting Standards specified under Section 133 of the Act read with relevant rule issued thereunder;

(e) on the basis of the written representations received from the directors as on 31 March 2017 taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2017 from being appointed as a director in terms of Section 164 (2) of the Act;

(f) with respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in "Annexure B"; and

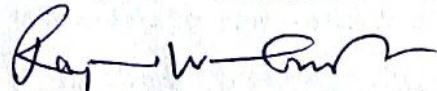
(g) with respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:

- i. the Company does not have any pending litigations which would impact its financial statements;



- ii. the Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses; and
- iii. There were no amount required to be transferred, to the Investor Education and Protection Fund by the Company.
- iv. the Company has provided requisite disclosures in its standalone Ind AS financial statements as to holdings as well as dealings in Specified Bank Notes during the period from 8 November, 2016 to 30 December, 2016 and these are in accordance with the books of accounts maintained by the Company. Refer Note 29 to the standalone Ind AS financial statements.

For Rajendra Leela & Associates
Chartered Accountants
Firm Registration No. 322234E



R K Gupta
Proprietor
M. No. 56123



Place: Guwahati (Assam)
Date: 25th July 2017

Annexure - A to the Auditors' Report

The Annexure referred to in Independent Auditors' Report to the members of **Grameen Development & Finance Private Limited** ('the Company') on the standalone Ind AS financial statements for the year ended 31 March 2017, we report that:

(i) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.

(b) The Company has a regular programme of physical verification of its fixed assets by which fixed assets are verified in a phased manner over a period of three years. In accordance with this programme, certain fixed assets were verified during the year and no material discrepancies were noticed on such verification. In our opinion, this periodicity of physical verification is reasonable having regard to the size of the Company and the nature of its assets.

(c) According to the 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.

(ii) The Company is a service company, primarily rendering software services. Accordingly, it does not hold any physical inventories. Thus, paragraph 3(ii) of the Order is not applicable to the Company.

(iii) The Company has not granted loans to parties covered in the register maintained under section 189 of the Companies Act, 2013 ('the Act').

Accordingly, paragraph 3(iii)(a), 3(iii)(b) and 3(iii)(c) of the Order are not applicable to the Company.

(iv) In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of section 185 and 186 of the Act, with respect to the loans and investments made.

(v) The Company has not accepted any deposits from the public.

(vi) The Central Government has not prescribed the maintenance of cost records under section 148(1) of the Act, for any of the services rendered by the Company.

(vii) (a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, amounts deducted/ accrued in the books of account in respect of undisputed statutory dues including provident fund, income-tax, sales tax, value added tax, duty of customs, service tax, cess and other material statutory dues have been regularly deposited during the year by the Company with the appropriate authorities. As explained to us, the Company did not have any dues on account of employees' state insurance and duty of excise.

According to the information and explanations given to us, no undisputed amounts payable in respect of provident fund, income tax, sales tax, value added tax, duty of customs, service tax, cess and other material statutory dues were in arrears as at 31 March 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, there are no dues of income tax and sales tax or service tax or duty of custom or duty of excise or value added tax which have not been deposited on account of any dispute.



(viii) In our opinion and according to the information and explanations given to us, the Company has not defaulted in the repayment of dues to banks, financial institutions or from the government and debentures.

(ix) The Company did not raise any money by way of initial public offer or further public offer (including debt instruments) and the term loans were applied for the purpose for which the loans were obtained.

(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 course of our audit.

(xi) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has paid/provided for managerial remuneration in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Act.

(xii) In our opinion and according to the information and explanations given to us, the Company is not a nidhi company. Accordingly, paragraph 3(xii) of the Order is not applicable.

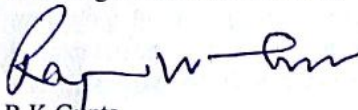
(xiii) According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with sections 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the standalone Ind AS financial statements as required by the applicable accounting standards.

(xiv) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year.

(xv) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into non-cash transactions with directors or persons connected with him. Accordingly, paragraph 3(xv) of the Order is not applicable.

(xvi) According to the information and explanations given to us and based on our examination of the records of the Company, the Company is required to be registered as NBFC-MFI under section 45-IA of the Reserve Bank of India Act 1934 and the registration has been duly obtained.

For Rajendra Leela & Associates
Chartered Accountants
Firm Registration No. 322234E


R K Gupta
Proprietor
M. No. 56123



Place: Guwahati (Assam)
Date: 25th July 2017

Annexure - B to the Auditors' Report

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

We have audited the internal financial controls over financial reporting of **Grameen Development & Finance Private Limited** ("the Company") as of 31 March 2017 in conjunction with our audit of the standalone Ind AS financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India ('ICAI').

These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to 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") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, 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 judgment, including the assessment of the risks of material misstatement of the standalone Ind AS 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.

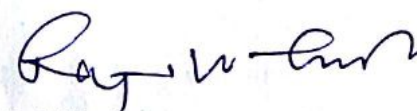
Inherent Limitations of Internal Financial Controls Over Financial Reporting

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 31 March 2017, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For Rajendra Leela & Associates
Chartered Accountants
Firm Registration No. 322234E


R K Gupta
Proprietor
M. No. 56123



Place: Guwahati (Assam)
Date: 25th July 2017



To the Board of Directors of
Grameen Development & Finance Private Limited

We have audited the attached Balance Sheet of **Grameen Development & Finance Private Limited**, (the 'Company') as at 31 March 2017. As required by the **Non-Banking Financial Companies Auditor's Report (Reserve Bank) Directions, 2008** (the 'directions'), on the basis of such checks, as we considered appropriate and as per the information and explanation given to us we report that:

1. The Company is engaged in the business of non-banking financial institution and has obtained a Certificate of Registration (CoR) from the Reserve Bank of India ('RBI') under registration no. B-08-00185 dated 18 August 2014.
2. According to the information and explanation given to us, the Company is entitled to continue to hold CoR in terms of its asset/ income pattern as on 31 March 2017.
3. Based on the criteria set forth by the RBI in Company Circular No. DNBS.PD. CC No. 85 / 03.02.089 /2006-07 dated December 6, 2006 for classification of **Non-Banking Financial Companies** ('NBFC') as Asset Finance Company ('AFC'), the Company is not an AFC as defined in Non-Banking Financial Companies Acceptance of Public Deposits (Reserve Bank) Directions, 1998 with reference to the business carried on by it during the year ended 31 March 2017.
4. The Board of Directors has passed a resolution on 29 April 2016 not to accept deposits from the public during the year.
5. The Company has not accepted any public deposits during the year ended 31 March 2017.
6. In our opinion and to the best of our information and according to the explanations given to us, the Company has complied with the prudential norms relating to income recognition, accounting standards, asset classification and provisioning for bad and doubtful debts, specified in the directions issued by the RBI in terms of Non-Banking Financial (Non-Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2007 ('Prudential Norms'), to the extent applicable.

Place: Guwahati (Assam)
Date: 25th July 2017



For **Rajendra Leela & Associates**
Chartered Accountants
Firm Registration No. 322234E

R K Gupta
Proprietor
M. No. 56123

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GRAMEEN DEVELOPMENT & FINANCE PRIVATE LIMITED
(FORMERLY KNOWN AS SHARNARTHI LEASING & FINANCE PRIVATE LIMITED)

Balance Sheet as at March 31, 2017

Particulars	Note No.	As at March 31, 2017	As at March 31, 2016
		Rupees	Rupees
A EQUITY AND LIABILITIES			
1 Shareholders' funds			
(a) Share capital	3	35,100,000	29,100,000
(b) Reserves and surplus	4	5,774,772	2,616,734
2 Non-current liabilities			
(a) Long term borrowings	5	132,626,231	98,996,498
(b) Long term provisions	6	1,002,028	837,926
3 Current liabilities			
(a) Short term borrowings	7	162,535,580	100,499,787
(a) Trade payable	8	72,218	291,180
(b) Other current liabilities	9	383,844	149,751
(c) Short-term provisions	10	4,644,967	2,483,814
TOTAL		342,139,639	234,975,690
B ASSETS			
1 Non-current assets			
(a) Fixed assets			
(i) Tangible assets	11	4,413,912	3,699,266
(ii) Intangible assets	11	671,652	695,129
(b) Deferred tax assets	12	734,837	527,645
(c) Long-term loans and advances	13	71,866,682	67,112,060
2 Current assets			
(a) Cash and cash equivalents	14	77,853,673	51,386,289
(b) Short-term loans and advances	15	173,722,508	108,411,506
(c) Other current assets	16	12,876,374	3,143,494
TOTAL		342,139,639	234,975,690

Accompanying notes forming part of the financial statements 1 to 29

In terms of our report attached
For Rajendra Leela & Associates
Chartered Accountants
Firm Registration No: 322234E

R K Gupta

Proprietor
M. No. 56123

Place : Guwahati
Date : 25th July 2017



For Grameen Development & Finance Private Limited

Sarat Chandra Das

Managing Director
DIN-02849186

Dandi Ram Kalita

Director
DIN-06902163

GRAMEEN DEVELOPMENT & FINANCE PRIVATE LIMITED
(FORMERLY KNOWN AS SHARNARTHI LEASING & FINANCE PRIVATE LIMITED)

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

Particulars	Note No.	For the year ended	For the year ended
		March 31, 2017	March 31, 2016
		Rupees	Rupees
1 Revenue from operations	17	52,006,159	30,602,262
2 Other income	18	5,722,031	2,008,968
3 Total revenue (1+2)		<u>57,728,190</u>	<u>32,611,230</u>
4 Expenses			
(a) Employee benefits expenses	19	13,791,949	9,410,730
(b) Finance Cost	20	29,540,537	15,271,483
(c) Depreciation and amortization expenses	11	934,552	235,237
(d) Other expenses	21	8,297,454	5,106,692
Total expenses		<u>52,564,492</u>	<u>30,024,142</u>
5 Profit before tax (3-4)		5,163,698	2,587,088
6 Tax expense:			
Current tax expense for the year		1,969,130	1,128,670
Current tax expense / (reversal) for the prior period		(7,609)	(5,422)
Net current tax expenses		<u>1,961,521</u>	<u>1,123,248</u>
Deferred tax charges/ (credit) for current year		(207,191)	(231,282)
7 Profit for the year (5- 6)		<u>3,409,369</u>	<u>1,695,122</u>
8 Profit per share (face value of 10/- each):	23		
(a) Basic		1.09	0.82
(b) Diluted		1.09	0.82

Accompanying notes forming part of the financial 1 to 29

In terms of our report attached
For Rajendra Leela & Associates

Chartered Accountants
Firm Registration No: 322234E

R K Gupta
R K Gupta
Proprietor
M. No. 56123



Place : Guwahati
Date : 25th July 2017

For Grameen Development & Finance Private Limited

Sarat Chandra Das
Sarat Chandra Das
Managing Director
DIN-02849186

Dandi Ram Kalita

Dandi Ram Kalita
Director
DIN-06902163

Place : Guwahati
Date : 25th July 2017

GRAMEEN DEVELOPMENT & FINANCE PRIVATE LIMITED
(FORMERLY KNOWN AS SHARNARTHI LEASING & FINANCE PRIVATE LIMITED)
Cash Flow Statement for the year ended 31 March 2017
(All amounts are in Indian Rupees)

Particulars	For the year ended 31 March 2017	For the year ended 31 March 2016
A. CASH FLOW FROM OPERATING ACTIVITIES		
Profit before tax as per Statement of Profit and Loss	5,163,698	2,587,088
Adjustment for:		
Depreciation	934,552	235,237
ROC fee paid for increase in authorised share capital	250,000	-
Excess provision written off	(7,609)	-
Provisions against standard assets	1,241,072	1,171,783
Operating profit / (loss) before working capital changes	7,581,713	3,994,108
Movement in working capital		
Increase/ (decrease) in trade payables	(218,962)	200,368
Increase/ (decrease) in current liabilities	234,093	149,387
(Increase)/ decrease in loans and advances	(70,065,624)	(73,394,838)
(Increase) / decrease in other current assets	(9,008,044)	(1,435,694)
(Increase) / decrease in inventories	-	108,597
Cash generated/ (used in) operations	(71,476,825)	(70,378,072)
Tax paid	(1,845,897)	(911,779)
Net cash generated/ (used in) operating activities	(73,322,723)	(71,289,851)
B. CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of fixed assets	(1,625,421)	(4,398,834)
Net cash generated/ (used in) investing activities	(1,625,421)	(4,398,834)
C. CASH FLOW FROM FINANCING ACTIVITIES		
Receipt on issue of equity share capital	6,000,000	3,500,000
ROC fee paid for increase in authorised share capital	(250,000)	-
Increase in Term-loan	95,665,526	77,118,381
Net Cash generated from financing activities	101,415,526	80,618,381
D. Net changes in cash and cash equivalents (A)+(B)+(C)	26,467,382	4,929,696
Cash and cash equivalents as at the beginning of the year (refer to note 1 below)	51,386,290	46,456,594
Cash and cash equivalents as at the end of the year (refer to note 1 below)	77,853,673	51,386,290
Net increase/ (decrease) in cash and cash equivalent	26,467,383	4,929,696
Note:		
1 Reconciliation of Cash and cash equivalents with Balance sheet are as below :		
Cash and cash equivalents include:		
Cash in hand	103,113	172,968
<u>Balance with scheduled banks:</u>		
in current accounts	2,510,560	14,233,322
in deposit accounts having remaining maturity of more than three months	75,240,000	36,980,000
Cash and bank balances at the end of the year (refer note 15)	77,853,673	51,386,289

In terms of our report attached
For Rajendra Leela & Associates
Chartered Accountants
Firm Registration No. 322234E

R K Gupta
Proprietor
M No. 56123

Place Guwahati
Dated 25th July 2017



For Grameen Development & Finance Private Limited

Sarat Chandra Das
Managing Director
DIN-02849186

Dandi Ram Kalita
Director
DIN-06902163

Place: Guwahati
Dated: 25th July 2017

MEEN DEVELOPMENT FINANCE PRIVATE LIMITED(FORMERLY KNOWN AS SHARNARTHI LEASING FINANCE PRIVATE LIMITED)Notes forming part of the financial statements

Note no. 1 Corporate Information

Sharnarthi Leasing & Finance Private Limited was incorporated on 20 July 1989 in National Capital Territory of Delhi vide registration no. 55-037029 to carry on the business of Non-banking Finance Company.

The registered office of the company was shifted from NCT of Delhi to the State of Punjab in the year 1999 and subsequently from State of Punjab to the State of Assam during the financial year 2013-14. Consequent to shifting of registered office to the State of Assam, a new Certificate of Incorporation bearing no. U65921AS1999PTC011755 dated 16 January 2014 was issued by Registrar of Companies, Shillong.

The company was granted a Certificate of Registration (CoR) bearing no. B-06.00271 dated 10 May 2000 by Reserve Bank of India, Chandigarh to carry on the business of non-banking finance company under section 45(IA) of Reserve Bank of India Act, 1934. Consequent to shifting of registered office of the company to the State of Assam, a new Certificate of Registration (CoR) bearing no. B-08.00135 dated 14 March 2014 by Reserve Bank of India, Guwahati.

The company has changed its name to Grameen Development & Finance Private Limited and a fresh certificate of incorporation bearing CIN-U65921AS1999PTC011755 was issued by the Registrar of Companies, Shillong during the financial year 2014-15.

The company has also converted into a NBFC-MFI and a fresh Certificate of Registration was issued by RBI, Guwahati pursuant to change of name of the company.

Note no. 2 Significant accounting policies

(a) Basis of preparation of Financial statements

The financial statements of the Company have been prepared in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP) to comply with the Accounting Standards notified under the Companies (Accounts) Rules, 2014 (as amended) and the relevant provisions of the Companies Act, 2013. The financial statements have been prepared on accrual basis under the historical cost convention. The accounting policies adopted in the preparation of the financial statements are consistent with those followed in the previous year.

(b) Use of Estimates

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



(c) Revenue recognition

Interest earned from lending activities is accounted on accrual basis.

(d) Other Income

Revenue in respect of interest on fixed deposit with banks is recognized on accrual basis at the rate at which such entitlement accrue.

(e) Employee benefits

The amount of employee benefits expected to be paid in exchange of services rendered by employees is recognized during the year when the employee renders the services. These benefits include salaries, bonus and compensated absences.

(f) Income tax

Current tax is the amount of tax payable on the taxable income for the year as determined in accordance with the provisions of the Income Tax Act, 1961.

Deferred tax is recognised on timing differences, being the differences between the taxable income and the accounting income that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax assets in respect of unabsorbed depreciation and carry forward of losses are recognised only if there is virtual certainty that there will be sufficient future taxable income available to realise such assets.

(g) Earnings per share

Basic earnings per share are computed by dividing the profit / (loss) after tax by the weighted average number of equity shares outstanding during the year. Diluted earnings per share is computed by dividing the profit / (loss) after tax as adjusted for dividend, interest and other charges to expense or income relating to the dilutive potential equity shares, by the weighted average number of equity shares considered for deriving basic earnings per share and the weighted average number of equity shares which could have been issued on the conversion of all dilutive potential equity shares.

(h) Provisions and contingencies

A provision is recognised when the Company has a present obligation as a result of past events and it is probable that an outflow of resources will be required to settle the obligation in respect of which a reliable estimate can be made. Provisions (excluding retirement benefits) are not discounted to their present value and are determined based on the best estimate required to settle the obligation at the Balance Sheet date. These are reviewed at each Balance Sheet date and adjusted to reflect the current best estimates. Contingent liabilities are disclosed in the Notes.



(i) Material events

Material events occurring after the Balance Sheet date are taken into cognizance.

(j) Cash and Cash Equivalents

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

(k) Depreciation

Depreciation on tangible assets is provided on the straight-line method over the useful lives of assets estimated prescribed under Companies Act, 2013. Depreciation for assets purchased / sold during a period is proportionately charged. Intangible assets are amortized over the irrespective individual estimated useful lives on a straight-line basis, commencing from the date the asset is available to the Company for its use.

The Management estimates the useful lives for the fixed assets as follows:

- i) Computer equipments - 3 years
- ii) Furniture & fixtures - 10 years
- iii) Software - 3 years
- iv) Four Wheeler- 6 years
- v) Fire Extinguisher-5 years
- vi) Signboard- 10 years
- vii) Cycle - 5 years



IN DEVELOPMENT & FINANCE PRIVATE LIMITED
(EARLY KNOWN AS SHARNARTHI LEASING & FINANCE PRIVATE LIMITED)

forming part of the financial statements

Annexure no. 3 Share capital

Particulars	As at March 31, 2017		As at March 31, 2016	
	Number of shares	Rupees	Number of shares	Rupees
(a) Authorised				
Equity shares of Rs. 10 each	6,000,000	60,000,000	4,000,000	40,000,000
Preference shares of Rs. 10 each	1,000,000	10,000,000	-	-
	7,000,000	70,000,000	4,000,000	40,000,000
(b) Issued, Subscribed and fully paid up				
Equity shares of Rs 10 each	2,910,000	29,100,000	2,910,000	29,100,000
Preference shares of Rs. 10 each	600,000	6,000,000	-	-
Total	3,510,000	35,100,000	2,910,000	29,100,000

Refer to Notes (i) to (iii) below

Notes:

(i) Reconciliation of the number of shares and amount outstanding at the beginning and at the end of the year:

Particulars	As at March 31, 2017		As at March 31, 2016	
	Number of shares	Rupees	Number of shares	Rupees
A) Equity shares				
Shares outstanding at the beginning of the year	2,910,000	29,100,000	2,560,000	25,600,000
Shares Issued during the year	-	-	350,000	3,500,000
Shares outstanding at the end of the year	2,910,000	29,100,000	2,910,000	29,100,000
B) Preference shares				
Shares outstanding at the beginning of the year	-	-	-	-
Shares Issued during the year	600,000	6,000,000	-	-
Shares outstanding at the end of the year	600,000	6,000,000	-	-
Total Share	3,510,000	35,100,000	2,910,000	29,100,000

(ii) Details of shares held by each shareholder holding more than 5% shares:

Class of shares / Name of shareholder	As at March 31, 2017		As at March 31, 2016	
	Number of shares held	% holding in that class of shares	Number of shares held	% holding in that class of shares
Godfrey N Areng	-	-	250,000	8.59
Gautam Das Jointly with Prabin Chandra Das	318,000	10.93	318,000	10.93
Gyanesh Pandey	173,000	5.95	173,000	5.95
Panalal Bansali	250,000	8.59	-	-
P & G Corporate Services Pvt. Ltd.	162,000	5.57	162,000	5.57
North Eastern Development Finance Corporation Ltd.	500,000	17.18	500,000	17.18

(iii) Right, preference and restrictions attached to shares

The company has only one class of shares carrying same rights and restrictions.



GRAMEEN DEVELOPMENT & FINANCE PRIVATE LIMITED
(FORMERLY KNOWN AS SHARNARTHI LEASING & FINANCE PRIVATE LIMITED)

Notes forming part of the financial statements

Note no. 4 Reserves and surplus

Particulars	As at March 31, 2017	As at March 31, 2016
	Rupees	Rupees
A) Statutory Reserve #		
Opening balance	655,059	316,035
Add: Transfer during the year	681,874	339,024
	1,336,933	655,059
B) General Reserve		
Opening balance	450,482	450,482
Add: Transfer during the year	-	-
	450,482	450,482
C) Surplus/ (Deficit) in Statement of Profit and Loss		
Opening balance	1,511,193	155,095
Add: Profit for the year	3,409,369	1,695,122
Less: Proposed dividend on preference shares	212,500	-
Less: Dividend Distribution Tax on proposed dividend	38,831	-
Less: transfer to reserve under Section 45-IC of RBI Act, 1934	681,874	339,024
	3,987,357.11	1,511,193
Grand Total of Reserve & Surplus	5,774,772	2,616,734

Statutory reserve represents the reserve fund created under Section 45-IC of the Reserve Bank of India Act, 1934

Note no. 5 Long term borrowings

Particulars	As at March 31, 2017	As at March 31, 2016
	Rupees	Rupees
a) Secured		
i) Term Loan from Banks	7,275,492	21,432,096
ii) Term Loan from Others	125,053,739	76,574,402
iii) Term Loan from NSFDC	297,000	990,000
Total	132,626,231	98,996,498

All these loan are secured against hypothecation of microfinance portfolio created out of the respective loan



GRAMEEN EVELOPMENT & FINANCE PRIVATE LIMITED
(FORMERLY KNOWN AS SHARNARTHI LEASING & FINANCE PRIVATE LIMITED)
Notes forming part of the financial statements

Note no. 6 Long term provisions

Particulars	As at March 31, 2017 Rupees	As at March 31, 2016 Rupees
(a) Provisions againt standard assets	1,002,028	837,926
Total	1,002,028	837,926.30

Note no. 7 Short term borrowings

Particulars	As at March 31, 2017 Rupees	As at March 31, 2016 Rupees
<u>a) Secured</u>		
i) Term Loan from Banks	12,327,964	17,363,923
ii) Term Loan from Others	146,175,263	83,135,864
iii) Term Loan from NEDFi under NBCFDC Scheme	3,636,353	-
iv) Term Loan from NSFDC	396,000	-
Total	162,535,580	100,499,787

All these loan are secured against hypothecation of microfinance portfolio created out of the respective loan

Note no. 8 Trade payable

Particulars	As at March 31, 2017 Rupees	As at March 31, 2016 Rupees
(a) Audit fee payable	25,000	25,000
(b) Expenses Payable	9,000	9,091
(c) Insurance Payable	38,218	257,089
Total	72,218	291,180



GRAMEEN DEVELOPMENT & FINANCE PRIVATE LIMITED
(FORMERLY KNOWN AS SHARNARTHI LEASING & FINANCE PRIVATE LIMITED)

Notes forming part of the financial statements

Note no. 9 Other current liabilities

Particulars	As at March 31, 2017 Rupees	As at March 31, 2016 Rupees
(a) Miscellaneous Liabilities	-	-
(b) TDS Payable	39,449	20,028
(c) Service Tax Payable	12,266	2,691
(d) Interest Payable but not due	332,129	127,032
Total	383,844	149,751

Note no. 10 Short term provisions

Particulars	As at March 31, 2017 Rupees	As at March 31, 2016 Rupees
<u>Provision-Others</u>		
(a) Income Tax Provisions	1,961,521	1,128,670
(b) Provisions against standard assets	2,432,115	1,355,144
(c) Proposed dividend	212,500	-
(d) Dividend distribution tax payable	38,831	-
Total	4,644,967	2,483,814



GRAMEEN DEVELOPMENT & FINANCE PRIVATE LIMITED
(FORMERLY KNOWN AS SHARNARTHI LEASING & FINANCE PRIVATE LIMITED)

Notes forming part of the financial statements

Note no. 12 Deferred tax assets

Particulars	As at March 31, 2017	As at March 31, 2016
	Rupees	Rupees
Deferred tax assets on account of Provision against standard assets	1,061,150	677,659
Deferred tax asset (A)	1,061,150	677,659
Deferred tax liability on account of Difference between written down value of fixed assets as per	326,313	150,014
Deferred tax liability (B)	326,313	150,014
Net deferred tax asset/ (liability) (A-B)	734,837	527,645

Note no. 13 Long Term Loan & Advances

Particulars	As at March 31, 2017	As at March 31, 2016
	Rupees	Rupees
(a) Micro-finance loan	70,668,909	66,713,498
(b) Micro-finance loan (NBCFDC)	844,714	
(c) Micro-finance loan (NSFDC)	1,622	
(d) Vehicle Loan	133,628	265,024
(e) Staff Loan	214,881	128,678
(f) Bicycle Loan	2,928	4,860
Total	71,866,682	67,112,060

Note no. 14 Cash and cash equivalents

Particulars	As at March 31, 2017	As at March 31, 2016
	Rupees	Rupees
(a) Cash in hand	103,113	172,968
(b) Balances with banks		
(i) In current accounts	2,510,560	14,233,322
(ii) In deposit accounts	75,240,000	36,980,000
Total	77,853,673	51,386,289

Of the above, the balances that meet the definition of Cash and

77,853,673 51,386,289



GRAMEEN DEVELOPMENT & FINANCE PRIVATE LIMITED
(FORMERLY KNOWN AS SHARNARTHI LEASING & FINANCE PRIVATE LIMITED)
Notes forming part of the financial statements

Note no. 15 Short Term Loan & Advances

Particulars	As at March 31, 2017	As at March 31, 2016
	Rupees	Rupees
(a) Micro-finance loan	169,118,163	108,211,713
(b) Micro-finance loan (NBCFDC)	3,373,483	-
(c) Micro-finance loan (NSFDC)	703,707	-
(d) Vehicle Loan	200,443	66,256
(e) Staff Loan	322,321	128,678
(f) Bicycle Loan	4,391	4,859
Total	173,722,508	108,411,506

Note no. 16 Other current assets

Particulars	As at March 31, 2017	As at March 31, 2016
	Rupees	Rupees
(a) Interest accrued but not due on lending	1,582,388	270,273
(b) Interest accrued but not due on FD	6,501,579	1,965,556
(c) Staff advances	212,337	188,546
(d) Income Tax paid in advance	900,000	400,000
(e) Work advances	166,900	68,410
(f) Expenses paid in advance	641,182	73,480
(g) Security Deposit	16,110	16,110
(h) Other Receivable	309,924	-
(i) Tax deducted at source	385,955	161,119
(j) Advance for land purchase	2,160,000	-
Total	12,876,374	3,143,494



GRAMEEN DEVELOPMENT & FINANCE PRIVATE LIMITED
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Notes forming part of the financial statements

Note no. 17 Revenue from Operations

Particulars	March 31, 2017	March 31, 2016
	Rupees	Rupees
(a) Interest Received on Loan	49,024,451	28,578,242
(b) Interest Received on NSFDC Loan	63,745	-
(c) Interest Received on NBCFDC Loan	122,163	-
(d) Processing Fee on Loan	2,795,800	2,024,020
Total	52,006,159	30,602,262

Note no. 18 Other Income

Particulars	March 31, 2017	March 31, 2016
	Rupees	Rupees
(a) Interest on Bank Deposits	5,642,203	1,995,923
(b) Bank Charge Refund	-	13,045
(c) Interest On Staff Loan	36,306	-
(d) Interest On Vehicle Loan	27,662	-
(e) Prior period Income	8,248	-
(f) Excess Income Tax refund	3	-
(g) Excess Provision written off	7,609	-
Total	5,722,031	2,008,968

Note no. 19 Employee Benefit Expenses

Particulars	March 31, 2017	March 31, 2016
	Rupees	Rupees
(a) Salaries & Incentives	12,146,595	8,478,591
(b) Contribution to provident fund	538,968	581,570
(c) Staff welfare expenses	359,169	117,826
(d) Stipend to Cook	233,449	124,000
(e) Leave Encashment	90,649	2,834
(f) Gratuity	423,119	105,909
Total	13,791,949	9,410,730

Note no. 20 Finance Cost

Particulars	March 31, 2017	March 31, 2016
	Rupees	Rupees
<u>(a) Interest Expense</u>		
(i) Borrowings	27,829,943	14,373,442
(ii) NSFDC Loan	36,649	976
(ii) NBCFDC Loan	151,057	-
(iii) Others - Interest on statutory dues	2,424	3,485
<u>(b) Other Borrowing cost</u>		
(i) Processing Fee	1,400,000	800,000
(ii) Service Charges	67,000	37,400
(iii) Upfront Fee	53,464	56,180
Total	29,540,537	15,271,483



GRAMEEN DEVELOPMENT & FINANCE PRIVATE LIMITED
(FORMERLY KNOWN AS SHARNARTHI LEASING & FINANCE PRIVATE LIMITED)

Notes forming part of the financial statements

Note no. 21 Other expenses

Particulars	March 31, 2017 Rupees	March 31, 2016 Rupees
(a) Travelling & Conveyance	1,519,248	805,476
(b) Professional & Consultancy Charges	313,371	199,779
(c) Payment to Auditors	59,500	103,040
(d) Telephone, Mobile & Internet	353,137	153,207
(e) Rent	1,650,830	1,107,400
(f) Provision against standard-assets	1,241,072	1,171,783
(g) Rates & Taxes	3,246	22,200
(h) Professional Tax	-	38,364
(i) Printing & stationary	786,196	516,779
(j) Bank Charges	121,861	69,744
(k) Misc. Expenses	226,338	86,066
(l) Electricity Expenses	119,079	45,162
(m) Repairs and Maintenance	70,772	111,234
(n) Postage & Stamp	12,216	1,205
(o) TDS late fine	19,681	8,220
(p) Meeting expenses	411,163	187,745
(q) Books & periodicals	9,875	12,627
(r) Insurance	28,989	49,875
(s) Trade License renewal fee	42,270	47,960
(t) Credit Information membership fee	60,796	72,095
(u) Grading & Rating fee	307,423	167,889
(v) Website development expenses	69,000	5,549
(w) Consumables	5,579	15,822
(x) Staff Training Expenses	181,565	7,220
(y) Membership Fee	40,250	100,251
(z) ROC Fees	243,000	-
(aa) ADMINIST CHARGE ON PF	38,386	-
(ab) DSC Renewal Fees	2,000	-
(ac) Eye & Health Camp	52,311	-
(ad) SA-DHAN Conference Fees	8,000	-
(ae) SCHOLARSHIP	2,500	-
(af) Registration & Insurance of Vehicle	3,085	-
(ag) Office Upkeep	2,180	-
(ah) FINANCIAL INCLUSION AND LITERACY EXPENSES	292,535	-
Total	8,297,454	5,106,692

Note:

(i) Auditor remuneration comprises:

a. Statutory audit fee	25,000	25,000
b. Certification fee	34,500	78,040
Total	59,500	103,040



**GRAMEEN DEVELOPMENT & FINANCE PRIVATE LIMITED
(FORMERLY KNOWN AS SHARNATHI LEASING & FINANCE PRIVATE LIMITED)**
(Notes forming parts of financials)

Note 11: Fixed Assets

Assets	Gross Block			Depreciation			WDV	
	As on 1 April 2016	Addition / (Deletion)	As on 31 March 2017	As on 1 April 2016	For the Year	As on 31 March 2017	As on 31 March 2016	As on 31 March 2017
A. Tangible								
Computer	636,541	97,693	734,234	115,926	216,379	332,306	520,615	401,928
Land	-	394,100	394,100	-	-	-	-	394,100
Four Wheeler	-	457,656	457,656	-	57,176	57,176	-	400,480
Fire Extinguisher	-	12,500	12,500	-	2,232	2,232	-	10,268
Furniture & Fixtures	3,324,984	353,282	3,678,266	154,330	340,798	495,128	3,170,654	3,183,138
Printer	19,000	21,350	40,350	15,516	4,419	19,935	3,484	20,415
Sign Board	1,168	-	1,168	353	102	455	815	713
Cycle	4,375	-	4,375	676	829	1,505	3,699	2,870
Total (A)	3,986,068	1,336,581	5,322,649	286,802	621,935	908,737	3,699,266	4,413,912
B. In-tangible								
Software	743,468	288,840	1,032,308	48,039	312,617	360,656	695,429	671,652
Total (A & B)	4,729,536	1,625,421	6,354,957	334,841	934,552	1,269,393	4,394,695	5,085,564
Previous Year	330,702	4,398,834	4,729,536	99,604	235,237	334,841	231,098	4,394,695



Note no. 22- According to the records available with the Company, dues payable to entites that are classified as Micro and Small Enterprises under the Micro, Small and Medium Enterprises Development Act, 2006 during the year is Rs. Nil (previous year Rs. Nil). Accordingly, disclosures relating to amounts unpaid as the year end together with the interest paid/ payable as required under the said Act are not applicable. Further no interest has been paid or was payable to such parties under the said Act in the previous year.

Dues to Micro, small and medium enterprises have been determined to the extent such parties have been identified on the basis of information collected by the management. This has been relied upon by the auditors.

Note no. 23- Current-non-current classification

All assets and liabilities are classified into current and non-current.

Assets

An asset is classified as current when it satisfies any of the following criteria:

- (a) it is expected to be realised in, or is intended for sale or consumption in, the Company's normal operating cycle;
- (b) it is held primarily for the purpose of being traded;
- (c) it is expected to be realised within 12 months after the reporting date; or
- (d) it is cash or cash equivalent unless it is restricted from being exchanged or used to settle a liability for at least 12 months after the reporting date.

Current assets include the current portion of non-current financial assets. All other assets are classified as non-current.

Liabilities

A liability is classified as current when it satisfies any of the following criteria:

- (a) it is expected to be settled in the Company's normal operating cycle;
 - (b) it is held primarily for the purpose of being traded;
 - (c) it is due to be settled within 12 months after the reporting date; or
 - (d) The Company does not have an unconditional right to defer settlement of the liability for at least 12 months after the reporting date.
- Terms of a liability that could, at the option of the counterparty, result in its settlement by the issue of equity instruments do not affect its classification.

Current liabilities include current portion of non-current financial liabilities. All other liabilities are classified as non-current.

Note no. 24 Related Party Disclosures

A. Key Management Person

1. Sarat Chandra Das (Managing Director)
2. Dandi Ram Kalita (Director)

B. Transactions with Key Management Person

(Amount in Rupees)

Particulars	For the year ended March 31, 2017	For the year ended March 31, 2016
Payment of Salary to Mr. Sarat Chandra Das	572,090	385,000
Contribution to Provident fund	49,544	31,438
Payment of Salary to Mr. Dandi Ram Kalita	105,000	-
Total	726,634	416,438



MEEN DEVELOPMENT FINANCE PRIVATE LIMITED (FORMERLY KNOWN AS SHARNARTHI LEASING FINANCE PRIVATE LIMITED) Notes forming part of the financial statements

Note no. 25 Profit Per Share

Particulars	(Amount in Rupees)	
	For the year ended March 31, 2017	For the year ended March 31, 2016
Earnings/(losses) per share		
Net profit / (loss) for the year	3,409,369	1,695,122
Less: Preference dividend and tax thereon	251,331	-
Profit available for equity shareholders	3,158,038	1,695,122
Weighted average number of equity shares	2,910,000	2,062,740
Effect of potential dilutive equity shares	Nil	Nil
Weighted average number of equity shares in computing dilutive earning per share	2,910,000	2,062,740
Par value per share	10	10
Basic and diluted earnings/(losses) per share (in Rs.)	1.09	0.82

Note no. 26 Previous year's figures

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

Note no. 27 Classification of Loan Portfolio:

The Company follows Prudential Norms of Reserve Bank of India (RBI) with regard to classification in respect of all loans extended to its customers. Classification of Loans and provision made are as given below:

Particulars	For the year ended March 31, 2017	For the year ended March 31, 2016
Standard Advance (0 days)	244,562,686	175,133,787
Sub - Standard (90-180 days)	580,377	71,491
Doubtful (More than 180 days)	446,127	318,288
Total	245,589,190	175,523,566

Provision for standard and non-performing assets

The Company has created a provision against standard assets amounting to Rs. 34,34,143/- (previous year Rs. 21,93,070) in accordance with the provisions of Non-Banking Financial Company -Micro Finance Institutions (Reserve Bank) Directions, 2011.

Particular	Long-term	Short-term	Total
A). Microfinance Loan assets as on 31 Mar 17	71,515,245	173,195,353	244,710,598
B). Other Loan assets as on 31 Mar 17	351,437	527,155	878,592
Loan Portfolio assets as on 31 Mar 17 (A+B)	71,866,682	173,722,508	245,589,190
Prov required as on 31 Mar 17 @ 1%	718,667	1,737,225	2,455,892
Additional prov to be created @ 0.40%	283,361	694,890	978,251
Total Prov required as on 31st March 2017	1,002,028	2,432,115	3,434,143
Prov already created as on Mar 16	837,927	1,355,144	2,193,071
Total Provision to be created during CY	164,100	1,076,971	1,241,072

Note no-28 Loans extended against funding by

- A) Outstanding balance of NSFDC Scheme as on 31.03.2017 is Rs 6,93,000/-
- Cost of fund received from NSFDC: 4 % per annum
- Rate of interest on loans under NSFDC scheme: 12%
- The number of beneficiaries under NSFDC scheme: 73 members
- The Loan outstanding as on 31.03.2017 to the borrower is Rs. 705329/-



GREEN DEVELOPMENT FINANCE PRIVATE LIMITED (FORMERLY KNOWN AS SHARNATHI LEASING FINANCE PRIVATE LIMITED) Notes forming part of the financial statements

- B) Outstanding balance of NBCFDC Scheme as on 31.03.2017 is Rs 36,36,353/-
 . Cost of fund received from NBCFDC: 2 % per annum
 . Rate of interest on loans extended under NBCFDC Scheme: 4%
 . The number of beneficiaries under NBCFDC scheme: 320 members
 . The Loan outstanding as on 31.03.2017 to the borrower is Rs. 4218197/-

Note no-29 Disclosure on specified bank notes

During the year, the company had Specified Bank Notes (SBNs) or other denomination notes as defined in the Ministry of Corporate Affairs (MCA) notification, G.S.R. 308(E), dated March 31, 2017. The details of SBNs held and transacted during the period from November 8, 2016 and December 30, 2016, the denomination-wise SBNs and other notes as per the notification are as follows:

Particular	SBNs#	Other denomination notes	Total
Closing cash in hands as on November 8, 2016	731000	23232	754232
Add: Permitted Receipts		24463678	24463678
Less: Permitted Payments			0
Less: Amount deposited in Banks	731000	24431816	25162816
Closing cash in hands as on December 30, 2016	0	55094	55094

#For the purpose of this clause, the term, 'Specified Bank Notes' (SBNs)' shall have the same meaning provided in the notification of

In terms of our report attached
 For Rajendra Leela & Associates
 Chartered Accountants
 Firm Registration No: 322234E

R K Gupta
 R K Gupta
 Proprietor
 M. No. 56123



Place: Guwahati
 Dated: 25th July 2017

For Grameen Development & Finance Private Limited

Sarat Chandra Das
 Sarat Chandra Das
 Managing Director
 DIN-02849186

Dandi Ram Kalita
 Dandi Ram Kalita
 Director
 DIN-06902163

Place: Guwahati
 Dated: 25th July 2017

Schedule to the Balance Sheet of Grameen Development & Finance Private Limited (Earlier known as Sharnarathi Leasing & Finance Private Limited)

As required in terms of paragraph 13 of Non-Banking Financial (Non-Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2007

(Rs. In Lakhs)

Particulars		31 March 2017		31 March 2016	
Liabilities side:		Amount outstanding as at 31 March 2017	Amount overdue	Amount outstanding as at 31 March 2016	Amount overdue
(1)	Loans and advances availed by the NBFC's inclusive of interest accrued thereon but not paid:				
	(a) Debentures : Secured	-	-	-	-
	: Unsecured	-	-	-	-
	(Other than falling within the meaning of public deposits)				
	(b) Deferred credits	-	-	1,994.96	-
	(c) Term loans	2,951.62	-	-	-
	(d) Inter-corporate loans and borrowing	-	-	-	-
	(e) Commercial paper	-	-	-	-
	(f) Other loans (specify nature)	-	-	-	-
Assets side:					
		Amount outstanding as at 31 March 2017		Amount outstanding as at 31 March 2016	
(2)	Break-up of Loans and Advances including				
	(a) Secured	-	-	-	-
	(b) Unsecured	2,455.89	-	1,755.24	-
(3)	Break up of Leased Assets and stock on				
	(i) Lease assets including lease rentals under				
	(a) Financial lease	-	-	-	-
	(b) Operating lease	-	-	-	-
	(ii) Stock on hire including hire charges under				
	(a) Assets on hire	-	-	-	-
	(b) Repossessed Assets	-	-	-	-
	(iii) Other loans counting towards AFC				
	(a) Loans where assets have been repossessed	-	-	-	-
	(b) Loans other than (a) above	-	-	-	-
(4)	Break-up of Investments:				
	<i>Current Investments :</i>				
	I. Quoted:				
	(i) Shares: (a) Equity	-	-	-	-
	(b) Preference	-	-	-	-
	(ii) Debentures and Bonds	-	-	-	-
	(iii) Units of mutual funds	-	-	-	-
	(iv) Government Securities	-	-	-	-
	(v) Others (Please specify)	-	-	-	-



2. Unquoted:			
(i) Shares: (a) Equity	-	-	-
(b) Preference	-	-	-
(ii) Debentures and Bonds	-	-	-
(iii) Units of mutual funds	-	-	-
(iv) Government Securities	-	-	-
(v) Others (Please specify)	-	-	-
<i>Long Term investments:</i>			
1. Quoted:			
(i) Shares: (a) Equity	-	-	-
(b) Preference	-	-	-
(ii) Debentures and Bonds	-	-	-
(iii) Units of mutual funds	-	-	-
(iv) Government Securities	-	-	-
(v) Others (Please specify)	-	-	-
2. Unquoted:			
(i) Shares: (a) Equity	-	-	-
(b) Preference	-	-	-
(ii) Debentures and Bonds	-	-	-
(iii) Units of mutual funds	-	-	-
(iv) Government Securities	-	-	-
(v) Others (Please specify)	-	-	-

(5)	Borrower group-wise Category	Amount net of provisions			Amount net of provisions		
		31 March 2017			31 March 2016		
		Secured	Unsecured	Total	Secured	Unsecured	Total
	1. Related Parties						
	(a) Subsidiaries	-	-	-	-	-	-
	(b) Companies in the same group	-	-	-	-	-	-
	(c) Other related parties (including associates)	-	-	-	-	-	-
	2. Other than related parties	-	2,455.89	2,455.89	-	1,755.24	1,755.24
	Total	-	2,455.89	2,455.89	-	1,755.24	1,755.24



Investor group-wise classification	31 March 2017		31 March 2016	
	Market Value / Break up or fair value or NAV *	Book value (net of provisions)	Market Value / Break up or fair value or NAV *	Book value (net of provisions)
1. Related Parties				
(a) Subsidiaries	-	-	-	-
(b) Companies in the same group	-	-	-	-
(c) Other related parties	-	-	-	-
2. Other than related parties	-	-	-	-
Total	-	-	-	-

(7) Other Information	31 March 2017		31 March 2016	
	(i) Gross Non-Performing Assets			
(a) Related parties		-		-
(b) Other than related parties		10.27		3.90
(ii) Net Non-Performing Assets				
(a) Related parties				-
(b) Other than related parties		2.90		3.85
(iii) Assets acquired in satisfaction of debt				-



(FORMERLY KNOWN AS SHARNARITHI LEASING & FINANCE PRIVATE LIMITED)

SCHEDULE OF DEPRECIATION ON FIXED ASSETS AS PER INCOME TAX ACT FOR THE FINANCIAL YEAR: 2016-17

Particulars	Rate of Depn. (%)	W.D.V. AS ON 1-Apr-16	Additions		Total	Dep. For the year	W.D.V. AS ON 31-Mar-17
			<180days	>180days			
Computer	60%	835,283	72,893	24,800	932,976	537,918	395,058
Furniture & Fixtures	10%	3,068,065	333,782	19,500	3,421,347	325,446	3,095,902
Printer	60%	1,293	11,450	9,900	22,643	10,151	12,492
Sign Board	10%	855	-	-	855	85	769
Cycle	15%	3,719	-	-	3,719	558	3,161
Software	60%	17,456	-	288,840	306,296	183,778	122,518
Car	15%	-	-	457,656	457,656	68,648	389,008
Fire Extinguisher	15%	-	-	12,500	12,500	1,875	10,625
Total		3,926,671	418,125	813,196	5,157,992	1,128,458	4,029,533



<i>Deferred Tax Liability/ Assets for the Financial Year Ending on 31 March 2017</i>						
Detail	As Per Income Tax Act	As per Companies Act	Difference	Difference Creating	DTL	DTA
(A) Timing Differences						
Written Down Value of Depreciable Assets	4,029,533	5,085,564	(1,056,031)	DTL	30.90%	(326,313)
Disallowance under section 40(a)(ia)	3,434,143	-	3,434,143	DTA	30.90%	1,061,150
(B) Permanent Differences						
ROC fee on increase on share capital	-	-	-		30.90%	
Interest on statutory dues	-	-	-			
DTA as on 31 March 2016	-	-	-			734,837
DTA for the current year						527,645
						207,191

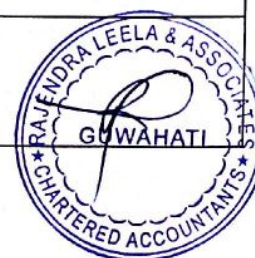




Statutory Auditors' Certificate (SAC)

We have examined the books of accounts and other records of **M/s. Grameen Development & Finance Private Limited (formerly Sharnarathi Leasing & Finance Private Limited)**, for the Financial Year ending March 31, 2017. On the basis of the information submitted to us, we certify the following:

Sl.	Particulars	Details
1	Name of the company	Grameen Development & Finance Private Limited
2	Certificate of Registration No.	B-08-00185 dated 18 August 2014
3	Registered office Address	C/o. Grameen Sahara, Village- Dubjeni, Kushi Road, P.O.- Chhaygaon, Dist. - Kamrup - 781124 (Assam)
4	Corporate office Address	C/o. Grameen Sahara, Village- Dubjeni, Kushi Road, P.O.- Chhaygaon, Dist. - Kamrup - 781124 (Assam)
5	The company has been classified by RBI as : (Investment Company / Loan Company / AFC / NBFC-MFI / NBFC- Factor / IFC / IDF- NBFC)	NBFC-MFI
6	Net Owned Fund (in Rs. Crore) (Calculation of the same is given in the Annex)	3.34
7	Total Assets (in Rs. Crore)	34.21
8	Asset-Income pattern: (in terms of RBI Press Release 1998-99/1269 dated April 8, 1999) a) % of Financial Assets to Total Assets b) % of Financial Income to Gross Income (NBFC-Factor / NBFC-MFI / AFC / IFC may also report separately below)	 71.78% 90.09%
9	Whether the company was holding any Public Deposits, as on March 31, 2017? If Yes, the amount in Rs. Crore	No



10.	Has the company transferred a sum not less than 20% of its Net Profit for the year to Reserve Fund? <i>(in terms of Sec 45-IC of the RBI Act, 1934).</i>	Yes
11	Has the company received any FDI? If Yes, did the company comply with the minimum capitalization norms for the FDI?	No
12	If the company is classified as an NBFC-Factor; a) % of Factoring Assets to Total Assets b) % of Factoring Income to Gross Income	Not applicable
13	If the company is classified as an NBFC-MFI; % of Qualifying Assets to Net Assets <i>(refer to Notification DNBS.PD.No.234 CGM (US) 2011 dated December 02, 2011)</i>	90.60%
14	If the company is classified as an AFC; a) % of Advances given for creation of physical / real assets supporting economic activity to Total Assets b) % of income generated out of these assets to Total Income	Not applicable
15	If the company is classified as an NBFC-IFC % of Infrastructure Loans to Total Assets	Not applicable
16	Has there been any takeover/acquisition of control/ change in shareholding/ Management during the year which required prior approval from RBI? <i>(please refer to per DNBR (PD) CC. No. 065/03.10.001/2015-16 dated July 09, 2015 on the subject for details)</i>	No



In terms of paragraph 2 of Notification No. DNBS.201 /DG(VL)-2008 dated September 18, 2008, a separate report to the Board of Directors of the company has been made.

I have read and understood paragraph 5 of Notification No. DNBS. 201 /DG(VL)-2008 dated September 18, 2008.

For Rajendra Leela & Associates
Chartered Accountants
Firm Registration No. 322234E

Place: Guwahati (Assam)
Date: 25th July 2017



A handwritten signature in black ink, appearing to read "Rajendra Leela" or similar, written in a cursive style.

R K Gupta
Proprietor
M. No. 56123

Annex

Capital Funds - Tier I		<i>(Rs. In crore)</i>
1.	Paid up Equity Capital	2.91
2.	Pref. shares to be compulsorily converted into equity	Nil
3.	Free Reserves:	
	a. General Reserve	0.04
	b. Share Premium	Nil
	c. Capital Reserves	Nil
	d. Debenture Redemption Reserve	Nil
	e. Capital Redemption Reserve	Nil
	f. Credit Balance in P&L Account	0.40
	g. Other free reserves (may be specified)	Nil
4.	Special Reserves	0.13
	Total of 1 to 4	3.48
5.	Less: i. Accumulated balance of loss	
	ii. Deferred Revenue Expenditure	Nil
	ii. Deferred Tax Assets (Net)	0.07
	iii. Other intangible Assets	0.07
	Owned Fund	3.34
6.	Investment in shares of	
	(i) Companies in the same group	Nil
	(ii) Subsidiaries	Nil
	(iii) Wholly Owned Subsidiaries	Nil
	(iv) Other NBFCs	Nil
7.	Book value of debentures, bonds outstanding loans and advances, bills purchased and is counted(including H.P. and lease finance) made to, and deposits with	
	(i) Companies in the same group	Nil
	(ii) Subsidiaries	Nil
	(iii) Wholly Owned Subsidiaries/Joint Ventures Abroad	Nil
8.	Total of 6 and 7	Nil
9.	Amount in item 8 in excess of 10% of Owned Fund	Nil
10.	Net Owned Fund	3.34

