LENDINGKART

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Annual Report

FOR THE YEAR ENDED MARCH 31, 2019

LENDINGKART TECHNOLOGIES PRIVATE LIMITED

DIRECTORS' REPORT

To the Members,
Lendingkart Technologies Private Limited.

The Directors are pleased to present their 5th report along with the financial results of the Company for the year ended 31st March, 2019.

Financial Performance:

The Company's Financial Performance for the year ended on 31st March, 2019 is summarized below:

(Amount in INR)

Particulars	Standalone		Consolidated	
	March 31, 2019	March 31, 2018 [1]	March 31, 2019	March 31, 2018 [1]
Revenue from operations and other income	8,27,74,954	10,58,53,352	2,49,76,23,257	91,89,76,080
Profit/ (Loss) before Tax	(30,51,60,843)	(28,42,77,932)	1,70,33,791	(52,26,02,129)
Provision for Tax[2]	-	-	1,54,15,522	-
Net Profit/ (Loss) after Tax	(30,51,60,843)	(28,42,77,932)	3,24,49,313	(52,26,02,129)

[1] Previous year's figures have been regrouped based on current year's classification.
[2] Net of deferred tax.

Performance Overview:

The total revenue on consolidated basis stood at INR 249,76,23,257/- (Rupees Two Hundred Forty-Nine Crore Seventy Six Lakh Twenty Three Thousand Two Hundred Fifty Seven) and the net profit stood at INR 3,24,49,313 (Rupees Three Crore Twenty Four Lakh Forty Nine Thousand Three Hundred Thirteen).

The total revenue of the Company stood at INR 8,27,74,954/- (Rupees Eight Crore Twenty Seven Lakh Seventy Four Thousand Nine Hundred and Fifty Four) and the net loss stood at INR 30,51,60,843/- (Rupees Thirty Crore Fifty One Lakh Sixty Thousand Eight Hundred and Forty Three). The Directors are positive about the promising future of the Company.

During the year under review, there was no change in the nature of business of the Company.

There are no other material changes and commitments affecting the financial position of the Company which have occurred between the end of the financial year of the Company to which the financial statements relate and the date of this report.

Securities:

(i) Share Capital:

The paid-up share capital of the Company as on 31st March, 2019 stood at INR 1,99,69,830/- (Rupees One Crore Ninety Nine Lakh Sixty Nine Thousand Eight Hundred and Thirty) consisting of (i) 50,060 equity shares of INR 10 each; (ii) 20,663 Compulsorily Convertible Cumulative Preference Shares of INR 10 each; (iii) 37,410 Series A Compulsorily Convertible Cumulative Preference Shares of INR 100 each; (iv) 44,396 Series B Compulsorily Convertible Cumulative Preference Shares of INR 100 each; and (v) 24,711 Series C1 Compulsorily Convertible Cumulative Preference Shares of INR 100 each; and (vi) 86,109 Series C2 Compulsorily Convertible Cumulative Preference Shares of INR 100 each.

During the year under review, (i) 1,417 Series C1 Compulsorily Convertible Cumulative Preference Shares of INR 100 each, and (ii) 86,109 Series C2 Compulsorily Convertible Cumulative Preference Shares of INR 100 each were issued by the Company.

Furthermore, during the current financial year 2019-20, the Company issued (i) 2,893 equity shares of INR 10/- each upon conversion of 2,476 Compulsorily Convertible Cumulative Preference Shares of INR 10 each and 416 Series A Compulsorily Convertible Cumulative Preference Shares of INR 100 each; (ii) 1,336 Series C3 Compulsorily Convertible Cumulative Preference Shares of face value INR 100 each, partly paid-up to the extent of INR 1/-; and (ii) 38,884 Series D1 Compulsorily Convertible Cumulative Preference Shares of face value INR 100 each.

As on date of this report, the total paid-up share capital of the Company is INR 2,38,22,136 (Rupees Two Crore Thirty Eight Lakh Twenty Two Thousand One Hundred and Thirty Six).

(ii) Debentures:

During the year under review, the Company redeemed 300 (Three Hundred) unrated, unlisted, secured, redeemable, non-convertible debentures of INR 10,00,000/- (Rupees Ten Lakh) each, aggregating to INR 30,00,00,000/- (Rupees Thirty Crore).

On 13th June, 2019, the Company issued 1000 non-convertible debentures of INR 1,00,000/- (Rupees One Lakh) each to Milestone Trusteeship Services Private Limited (trustee of Alteria Capital India Fund-I).

Employee Stock Option:

The employee stock options (have been) granted to the employees (of the Company and Subsidiary company of the Company) are governed in accordance with the provisions of "Lendingkart Technologies Employee Stock Option Plan 2015" ("**ESOP 2015**"). During the year under review, the Company has granted 1,380 Employees Stock Options exercisable into equal number of equity shares of face value of INR 10 each fully paid upon payment of exercise price of INR 59,917.6532/- and payments of statutory tax, if any, to the Company and on such terms and conditions as per the provisions of ESOP 2015.

Details of Employees' Stock Option Scheme pursuant to the provisions of Rule 12(9) of the Companies (Share Capital and Debentures) Rules, 2014.

For the year under review:

Details		**ESOP 2015**
Options granted		1,380
Options vested		469.302
Options exercised		Nil
The total number of shares arising as a result of exercise of option		Not applicable
Options lapsed		784 options had been lapsed due to resignation of the option holders; and 550 options had been surrendered by the option holders.
Variation of terms of Options during the year		None
Total number of Options in force as on 31st March, 2019		3,796
Employee wise details of Options granted to:-		
(i)	key managerial personnel (KMP) of- - the Company - the Subsidiary company of the Company.	 Not applicable Mr. Umesh Navani, Company Secretary– 14.

<table>
<tr><td>(ii)</td><td>any other employee who receives a grant of options in any one year (during Financial Year 2018-19) amounting to five percent or more of options granted during that year.</td><td><table>
<tr><th>Name of the employee</th><th>No. of options granted (more than 5 percent of total options granted)</th><th>Date of grant</th></tr>
<tr><td>Saket Anand</td><td>200</td><td rowspan="4">04/02/2019</td></tr>
<tr><td>Paroma Chatterjee</td><td>501</td></tr>
<tr><td>Deepesh Goel</td><td>167</td></tr>
<tr><td>Vikram Bhat</td><td>250</td></tr>
</table></td></tr>
<tr><td>(iii)</td><td>identified employees who were granted option, during any one year, equal to or exceeding one percent of the issued capital (excluding outstanding warrants and conversions) of the company at the time of grant.</td><td>None</td></tr>
</table>

Subsidiary Company:

During the year under reveiw, the Company invested an aggregate amount of INR 3,24,99,99,520.53/- (Rupees Three Hundred Twenty Four Crore Ninety Nine Lakh Ninety Nine Thousand Five Hundred Twenty and Paisa Fifty Three) in its wholly owned subsidiary, Lendingkart Finance Limited ("**Subsidiary**"), details are provided hereunder:

(i) Conversion of loan into equity capital – loan of INR 49,99,99,691.73/- (Rupees Forty Nine Crore Ninety Nine Lakh Ninety Nine Thousand Six Hundred Ninety One and Paisa Seventy Three) was converted into 14,76,101 (Fourteen Lakh Seventy Six Thousand One Hundred and One) equity shares of face value INR 10 each; and

(ii) Subscription of 81,18,560 (Eighty One Lakh Eighteen Thousand Five Hundred and Sixty) equity shares of face value INR 10/- each.

In accordance with Section 129(3) of the Companies Act, 2013, a statement containing salient features of the financial statements of the subsidiary company in Form AOC-1 is enclosed to this report as **Annexure-A**.

Key Awards and Recognitions:

During the year under review, the Company and the Subsidiary ("**Lendingkart Group**") have been awarded with the following awards and recognitions:

- Recognized as a Top 50 venture of Smart CEO's Startup50 Awards 2018, in partnership with Facebook.
- Lendingkart was included in the KPMG Global Fintech practice & H2 Ventures' fifth annual 'Fintech100' list, third time in a row.
- Awarded the Best Lending Tech of the Year at the 9th India Digital Awards 2019, organized by Internet and Mobile Association of India (IAMAI) and Times Now.
- Won the Best Fintech Award in Lending category 2019, organized by KPMG in India along with Business Today.
- Lendingkart made it to the soonicorn list by Inc42 - the only fintech player in the digital lending space to be acknowledged for having the potential to become a Unicorn company by 2020.

Dividend:

The Directors have not recommended any dividend for the financial year 2018-19.

Reserves:

The Directors have not proposed to carry any amount to reserves.

Public Deposits:

The Company has not accepted any deposits during the year and further there were no outstanding deposits at the end of the year.

Consolidated Financial Statements:

In accordance with the Companies Act, 2013 and the applicable Accounting Standards, the consolidated financial statements of the Company are provided in the Annual Report.

Extract of Annual Return:

The details forming part of the extract of the Annual Return in the Form MGT-9, in accordance with Section 92(3) of the Companies Act, 2013 read with the Companies (Management and Administration) Rules, 2014, are set out herewith as **Annexure-B** to this Report.

The annual return referred to in sub-section (3) of Section 92 and Section 134 of the Companies Act, 2013 has also been placed at the website of the Company at https://www.lendingkart.com.

Particulars of loans, guarantees or investments:

Disclosure on particulars relating to loans, guarantees and investments are provided in note no. 31 of the standalone financial statements.

Meetings of the Board of Directors:

During the year, the Board of Directors met 17 (seventeen) times.

Internal Financial Controls:

The Company's Internal Financial Control systems are commensurate with the nature of its business and the size and complexity of its operations.

The Company has put in place adequate internal financial controls with reference to financial statements. Such system has been designed to provide for:

- Adoption of accounting policies in line with applicable accounting standards
- Uniform accounting treatment is prescribed to the subsidiary of the Company
- Proper recording of transactions with internal checks and reporting mechanism
- Compliance with applicable statutes, policies, management policies and procedures

The management of the Company periodically reviews the financial performance against the approved plans across various parameters and takes necessary action, wherever necessary.

Directors:

Appointments, Re-appointments and Resignation

During the year under review:

(i) Ms. Jennifer Fan Li You (DIN: 08081062) and Mr. Anindo Mukherjee (DIN: 00019375) were appointed as non-executive directors to the Board of the Company with effect from 5th September, 2018 by the members of the Company.

(ii) On 26th September, 2018, the Board of Directors appointed Mr. Anand Pande (DIN: 08233960) as an additional non-executive director to the Board of the Company and the members of the Company at the annual general meeting held on 29th September, 2018 had approved his appointment as a non-executive director of the Company.

(iii) On 7th December, 2018, Ms. Jennifer Fan Li You (DIN: 08081062) tendered her resignation as a non-executive director of the Company.

(iv) On 2nd April, 2019, the Board of Directors appointed Mr. Hong Ping Yeo (DIN: 08401270) as an additional non-executive director to the Board of the Company.

(v) On 22nd April, 2019, Mr. Anand Raichand Lunia (DIN: 01192870) tendered his resignation as a non-executive director of the Company.

(vi) On 25th April, 2019, the Board of Directors appointed Mr. Raichand Sardarmal Lunia (DIN: 01188845) as an additional non-executive director to the Board of the Company.

(vii) The members of the Company at the extraordinary general meeting held on 7th June, 2019 had approved appointment of Mr. Raichand Sardarmal Lunia and Mr. Hong Ping Yeo as non-executive directors of the Company.

Directors' Responsibility Statement:

Pursuant to Section 134(3)(c) and Section 134(5) of the Companies Act, 2013, the Directors hereby report that:

(a) in the preparation of the annual accounts, the applicable accounting standards have been followed along with proper explanation relating to material departures;

(b) they have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit and loss of the Company for that period;

(c) they have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;

(d) the annual accounts have been prepared on a going concern basis; and

(e) they have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems are adequate and operating effectively.

Compliance of applicable Secretarial Standards.

The Company has complied with the provisions of Secretarial Standards-1 "Secretarial Standard on Meetings of the Board of Directors" and Secretarial Standards-2 "Secretarial Standard on General Meetings" notified by the Institute of Company Secretaries of India.

Particulars of remuneration:

The details as required to be disclosed under Rules 5(2) and 5(3) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 are not applicable.

Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013:

Pursuant to 'The Sexual Harassment of Women at Workplace (Prevention, Prohibition & Redressal) Act, 2013', the Company has framed a policy on Prevention of Sexual Harassment at Workplace. During the year under review, no cases had been reported under the provisions and guidelines of this policy.

Related Party Transactions:

All contract(s)/arrangement(s)/transaction(s) entered into/by the Company during the financial year with related parties were at arm's length basis and in the ordinary course of business.

The details with regard to the related party transaction(s) are disclosed in note no. 23 to the standalone financial statement.

Conservation of Energy, Technology Absorption, Foreign Exchange Earnings and Outgo:

(a) Conservation of Energy:

(i) The Steps Taken or impact on conservation of Energy:

The Company continues to make all efforts to conserve and optimize the use of energy by use of LED bulbs, efficient use of office equipments and like manners.

(ii) The Steps taken by the Company for utilizing alternate sources of energy:

The Company already uses minimal energy, there is no cost-effective way to use any alternate source of energy.

(iii) The Capital investment on energy conservation equipments:

There was no capital investment made on energy conservation equipments.

(b) Technology Absorption:

The Company continues to use the latest technologies for improving the productivity and quality of its services.

(c) Foreign Exchange earnings and outgo:

During the year under review, the Company had no Foreign Exchange earnings. The Foreign Exchange outgo was INR 2,04,95,228/- (Rupees Two Crore Four Lakh Ninety Five Thousand Two Hundred Twenty Eight) towards software expenses, professional fees and advertisement expenses.

Auditor and Auditor's Report:

M/s. S.R. Batliboi & Co. LLP, Chartered Accountants, Mumbai, appointed as Statutory Auditors of the Company at the first annual general meeting of the Company to hold office until the conclusion of the sixth annual general meeting, continue to be the statutory auditors of the Company. Your Company has received confirmation from M/s S.R. Batliboi & Co. LLP regarding their eligibility under Section 139 and 141 of the Companies Act, 2013 read with Companies (Accounts) Rules, 2014.

The observations of the Auditors in the Auditor's Report are explained, wherever necessary in the appropriate Notes to the accounts. No frauds were reported by the Auditors during the year.

Significant and material orders of regulators or courts or tribunals:

There were no orders passed by Regulators or Courts or Tribunals impacting the going concern status and Company's operations in future.

Risk Management

The Company has proper risk management policy which commensurate with the nature and size of its business. The Board of Directors have not come across any risk which in the opinion of the Board may threaten the existence of the Company.

Acknowledgement:

The Directors acknowledge with gratitude the encouragement, assistance, support and cooperation extended by its investors, customers, bankers and employees.

For and on behalf of the Board of Directors of
Lendingkart Technologies Private Limited

58 **Harshvardhan Raichand Lunia**
Chairman & Managing Director
DIN: 01189114

LENDINGKART TECHNOLOGIES PVT. LTD. AHMEDABAD

Date: 26th August, 2019
Place: Mumbai

Annexure-A

Form AOC-1

(Pursuant to first proviso to sub-section (3) of section 129 read with rule 5 of Companies (Accounts) Rules, 2014)

Statement containing salient features of the financial statement of subsidiaries/associate companies/joint ventures

Part "A": Subsidiaries

(Information in respect of each subsidiary to be presented with amounts in Rs.)

Sl. No.	Particulars	Details
1.	Name of the subsidiary	Lendingkart Finance Limited
2.	Reporting period for the subsidiary concerned, if different from the holding company's reporting period	31st March, 2019
3.	Reporting currency and Exchange rate as on the last date of the relevant Financial year in the case of foreign subsidiaries	Not Applicable
4.	Share capital	38,98,59,200/-
5.	Reserves & surplus	4,61,46,13,681/-
6.	Total assets	15,45,27,60,206/-
7.	Total Liabilities	10,44,82,87,325/-
8.	Investments	NIL
9.	Turnover	2,45,79,77,353/-
10.	Profit/(Loss) before taxation	32,83,01,016/-
11.	Provision for taxation	1,54,15,522/-
12.	Profit/(Loss) after taxation	34,37,16,538/-
13.	Proposed Dividend	Nil
14.	% of shareholding	100%

1. Names of subsidiaries which are yet to commence operations - Not Applicable

2. Names of subsidiaries which have been liquidated or sold during the year – Not Applicable

Part "B": Associates and Joint Ventures

Statement pursuant to Section 129 (3) of the Companies Act, 2013 related to Associate Companies and Joint Ventures

The Company did/ does not have any Associate Company or Joint Ventures during the financial year. Hence, this part is not applicable to the Company.

For and on behalf of the Board of Directors of
Lendingkart Technologies Private Limited

Harshvardhan Raichand Lunia
Chairman & Managing Director
DIN: 01189114

LENDINGKART TECHNOLOGIES PVT. LTD. * AHMEDABAD

Date: 26th August, 2019
Place: Mumbai

Annexure – B

Form No. MGT-9

EXTRACT OF ANNUAL RETURN

(as on the financial year ended on March 31, 2019)

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

I. REGISTRATION AND OTHER DETAILS

i.	CIN	U72900GJ2014PTC081539
ii.	Registration Date	December 15, 2014
iii.	Name of the Company	Lendingkart Technologies Private Limited
iv.	Category / Sub-Category of the Company	Company Limited by Shares Non-government Company
v.	*Address of the Registered office and contact details	14th Floor, D Block, The First, The First Avenue Road Behind Keshavbaugh Party Plot, Vastrapur, Ahmedabad - 380015, India. Phone: 079 6677 0600
vi.	Whether listed company	No
vii.	Name, Address and Contact details of Registrar and Transfer Agent, if any.	Not Applicable.

* The Registered office address of the Company has got changed from B-12, Harekrishna Complex, Opp. Apsara Cinema, Kankaria, Ahmedabad – 380 028, India to 14th Floor, D Block, The First, The First Avenue Road Behind Keshavbaugh Party Plot, Vastrapur Ahmedabad – 380 015, India w.e.f. 22nd April, 2019.

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

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

Sl. No.	Name and Description of main products / services	NIC Code of the Product/ service	% to total turnover of the Company
1	Information technology and computer service activities	62099	100%

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES

Sr. No	Name and address of the company	CIN/GLN	Holding/ Subsidiary / Associate	% of shares held	Applicable Section
1	Lendingkart Finance Limited A-303/304, Citi Point, Andheri-Kurla Road, Andheri (East) Mumbai-400 059.	U65910MH1996PLC258722	Subsidiary	100%	2(87)(ii)

IV. SHAREHOLDING PATTERN AS ON MARCH 31, 2019
(Equity Share Capital Breakup as percentage of Total Equity)

i) Category-wise Share Holding

Category of Shareholders	No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
A. Promoters[1]									
1) Indian									
a) Individual/ HUF	NIL	49366	49366	98.61	NIL	46490	46490	92.87	(5.83)
b) Central Govt	NIL	NIL	NIL	0	NIL	NIL	NIL	0	0
c) State Govt(s)	NIL	NIL	NIL	0	NIL	NIL	NIL	0	0
d) Bodies Corp	NIL	NIL	NIL	0	NIL	NIL	NIL	0	0
e) Banks / FI	NIL	NIL	NIL	0	NIL	NIL	NIL	0	0
f) Any Other	NIL	NIL	NIL	0	NIL	NIL	NIL	0	0
Sub-total(A)(1):-	NIL	49366	49366	98.61	NIL	46490	46490	92.87	(5.83)
2) Foreign									
a) NRIs Individuals	NIL	NIL	NIL	0	NIL	NIL	NIL	0	0
b) Other- Individuals	NIL	NIL	NIL	0	NIL	NIL	NIL	0	0
c) Bodies Corp.	NIL	NIL	NIL	0	NIL	NIL	NIL	0	0
d) Banks / FI	NIL	NIL	NIL	0	NIL	NIL	NIL	0	0
e) Any Other....	NIL	NIL	NIL	0	NIL	NIL	NIL	0	0

[1]As on 26th August, 2019, Mr. Mukul Sachan is not a promoter of the Company.

Category of Shareholders	No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
Sub-total (A)(2):-	NIL	NIL	NIL	0	NIL	NIL	NIL	0	0
Total shareholding of Promoter (A) = (A)(1)+(A)(2)	NIL	49366	49366	98.61	NIL	46490	46490	92.87	(5.83)
B. Public Shareholding									
1. Institutions									
a) Mutual Funds	NIL	NIL	NIL	0	NIL	NIL	NIL	0	0
b) Banks / FI	NIL	NIL	NIL	0	NIL	NIL	NIL	0	0
c) Central Govt	NIL	NIL	NIL	0	NIL	NIL	NIL	0	0
d) State Govt(s)	NIL	NIL	NIL	0	NIL	NIL	NIL	0	0
e) Venture Capital Funds	NIL	10	10	0.02	NIL	10	10	0.02	0
f) Insurance Companies	NIL	NIL	NIL	0	NIL	NIL	NIL	0	0
g) FIIs	NIL	NIL	NIL	0	NIL	NIL	NIL	0	0
h) Foreign Venture Capital Funds	NIL	NIL	NIL	0	NIL	NIL	NIL	0	0
i) Others (specify)	NIL	NIL	NIL	0	NIL	NIL	NIL	0	0
Sub-total (B)(1):-	NIL	10	10	0.02	NIL	10	10	0.02	0
2. Non Institutions									
a) Bodies Corp.									

Category of Shareholders	No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
(i) Indian	NIL	NIL	NIL	0	NIL	NIL	NIL	0	0
(ii) Overseas	NIL	30	30	0.06	NIL	30	30	0.06	0
b) Individuals									
(i) Individual shareholders holding nominal share capital upto Rs. 1 lakh	NIL	654	654	1.31	NIL	654	654	1.31	0
(ii) Individual shareholders holding nominal share capital in excess of Rs 1 lakh	NIL	NIL	NIL	0	NIL	NIL	NIL	0	0
c) Others(Specify) ESOP Trust	NIL	NIL	NIL	0	NIL	2876	2876	5.74	100
Sub-total (B)(2)	NIL	684	684	1.37	NIL	3560	3560	7.11	420.47
Total Public Shareholding (B)=(B)(1)+ (B)(2)	NIL	694	694	1.39	NIL	3570	3570	7.13	414.41
C. Shares held by Custodian for GDRs & ADRs	NIL	NIL	NIL	0	NIL	NIL	NIL	0	0
Grand Total (A+B+C)	**NIL**	**50060**	**50060**	**100**	**NIL**	**50060**	**50060**	**100**	**0**

ii. Shareholding of Promoters

Sr. No	Shareholder's Name	Shareholding at the beginning of the year			Shareholding at the end of the year			
		No. of Shares	% of total Shares of the company	%of Shares Pledged / encumbered to total shares	No. of Shares	% of total Shares of the company	%of Shares Pledged / encumbered to total shares	% change in shareholding during the year
1.	Harshvardhan Lunia	20564	41.08	0	18395	36.75	0	(10.55)
2.	Raichand Lunia	20574	41.10	0	20574	41.10	0	0
3.	Mukul Sachan[2]	8228	16.44	0	7521	15.02	0	(8.59)
	Total	**49366**	**98.61**	**0**	**46490**	**92.87**	**0**	**(5.83)**

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

Sr. no.	Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
1.	Harshvardhan Lunia	No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year (As on 01/04/2018)	20564	41.08	-	-
	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer /bonus/ sweat equity etc):				

[2] As on 26th August, 2019, Mr. Mukul Sachan is not a promoter of the Company.

Sr. no.	Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
	• Transfer to Lendingkart Employees Welfare Trust on 17th October, 2018.	2169	4.33	-	-
	At the End of the year (or on the date of separation, if separated during the year) 31/03/2019	18395	36.75	18395	36.75

Sr. no.	Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
2.	Raichand Lunia	No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year (As on 01/04/2018)	20574	41.10	-	-
	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer /bonus/ sweat equity etc):	-	-	-	-

Sr. no.	Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
	At the End of the year (or on the date of separation, if separated during the year) 31/03/2019	**20574**	**41.10**	**20574**	**41.10**

Sr. no.	Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
3.	**Mukul Sachan**[3]	**No. of shares**	**% of total shares of the company**	**No. of shares**	**% of total shares of the company**
	At the beginning of the year (As on 01/04/2018)	**8228**	**16.44**	-	-
	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer /bonus/ sweat equity etc): ▪ Transfer to Lendingkart Employees Welfare Trust on 17th October, 2018.	**707**	**1.41**	-	-

[3] As on 26th August, 2019, Mr. Mukul Sachan is not a promoter of the Company.

Sr. no.	Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
	At the End of the year (or on the date of separation, if separated during the year) 31/03/2019	**7521**	**15.02**	**7521**	**15.02**

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

Sr. no.	Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
1.	**Lendingkart Employees Welfare Trust**	No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year (As on 01/04/2018)	-	-	-	-
	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity etc): ▪ Transferred from Mr. Harshvardhan Lunia on 17th October, 2018.	**2169**	**4.33**	-	-
	▪ Transferred from Mr. Mukul Sachan on 17th October, 2018.	**707**	**1.41**	-	-

Sr. no.	Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
	At the End of the year (or on the date of separation, if separated during the year) 31/03/2019.	2876	5.74	2876	5.74

Sr. no	Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
2.	**Ashish Goenka**	No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year (As on 01/04/2018)	634	1.27	-	-
	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	-	-	-	-
	At the End of the year (or on the date of separation, if separated during the year) 31/03/2019	634	1.27	634	1.27

Sr. no	Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
3.	**Saama Capital III Ltd.**				
	At the beginning of the year (As on 01/04/2018)	**15**	**0.03**	-	-
	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	-	-	-	-
	At the End of the year (or on the date of separation, if separated during the year) 31/03/2019	**15**	**0.03**	**15**	**0.03**

Sr. no	Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
4.	**Rhythm Ventures Ltd.**				
	At the beginning of the year (As on 01/04/2018)	**10**	**0.02**	-	-
	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	-	-	-	-
	At the End of the year (or on the date of separation, if separated during the year) 31/03/2019	**10**	**0.02**	**10**	**0.02**

Sr. no	Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
5.	**India Quotient Investment Trust**				
	At the beginning of the year (As on 01/04/2018)	**10**	**0.02**	-	-
	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	-	-	-	-
	At the End of the year (or on the date of separation, if separated during the year) 31/03/2019	**10**	**0.02**	**10**	**0.02**

Sr. no	Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
6.	**Ashvin Chadha**				
	At the beginning of the year (As on 01/04/2018)	**10**	**0.02**	-	-
	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	-	-	-	-
	At the End of the year (or on the date of separation, if separated during the year) 31/03/2019	**10**	**0.02**	**10**	**0.02**

Sr. no	Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
7.	**Shailesh Mehta**				
	At the beginning of the year (As on 01/04/2018)	**10**	**0.02**	-	-
	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	-	-	-	-
	At the End of the year (or on the date of separation, if separated during the year) 31/03/2019	**10**	**0.02**	**10**	**0.02**

Sr. no	Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
8.	**Mayfield India II, Ltd**				
	At the beginning of the year (As on 01/04/2018)	**5**	**0.01**	-	-
	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	-	-	-	-
	At the End of the year (or on the date of separation, if separated during the year) 31/03/2019	**5**	**0.01**	**5**	**0.01**

v. *Shareholding of Directors and Key Managerial Personnel:*

Sr. no.	Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
1.	Harshvardhan Lunia	No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year (As on 01/04/2018)	20564	41.08	-	-
	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer /bonus/ sweat equity etc): ▪ Transfer to Lendingkart Employees Welfare Trust on 17th October, 2018.	2169	4.33	-	-
	At the End of the year (or on the date of separation, if separated during the year) 31/03/2019	18395	36.75	18395	36.75

V. INDEBTEDNESS

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

Particulars	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year				
i) Principal Amount	42,55,47,229	-	-	42,55,47,229
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not	-	-	-	-
Total (i+ii+iii)	42,55,47,229	-	-	42,55,47,229
Change in Indebtedness during the financial year				
- Addition	-	23,00,00,000	-	23,00,00,000
- Reduction	40,89,36,981	23,00,00,000	-	63,89,36,981
Net Change	(40,89,36,981)	-	-	(40,89,36,981)
Indebtedness at the end of the financial year				
i) Principal Amount	1,66,10,248	-	-	1,66,10,248
ii) Interest due but not paid iii) Interest accrued but not due	-	-	-	-
	-	-	-	-
Total (i+ii+iii)	**1,66,10,248**	**-**	**-**	**1,66,10,248**

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL:

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

Sl. No.	Particulars of Remuneration	Mr. Harshvardhan Lunia (Director & CEO)
1.	Gross salary	75,60,000
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	75,60,000
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	-
	(c) Profits in lieu of salary under section 17(3) Income- tax Act, 1961	-
2.	Stock Option	-
3.	Sweat Equity	-
4.	Commission - as % of profit - others, specify…	-
5.	Others, please specify Variable (Performance Incentive)	25,20,000
6.	Total (A)	1,00,80,000
	Ceiling as per the Act	Not Applicable

B. Remuneration to other directors:

Other than stated in (A) above, no other remuneration was paid to the directors of the Company during the financial year 2018-19.

C. Remuneration to key managerial personnel other than MD /Manager /WTD: NIL

VII. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES:

There was no penalty or punishment imposed on or compounding of offence done by the Company, Directors or officers in default during the financial year ended March 31, 2019.

For and on behalf of the Board of Directors of
Lendingkart Technologies Private Limited

Harshvardhan Raichand Lunia
Chairman & Managing Director
DIN: 01189114

LENDINGKART TECHNOLOGIES PVT. LTD. * AHMEDABAD

Date: 26th August, 2019
Place: Mumbai

S.R. BATLIBOI & CO. LLP
Chartered Accountants

12th Floor, The Ruby
29 Senapati Bapat Marg
Dadar (West)
Mumbai - 400 028, India
Tel : +91 22 6819 8000

INDEPENDENT AUDITOR'S REPORT

To the Members of Lendingkart Technologies Private Limited

Report on the Audit of the Standalone Financial Statements

Opinion

We have audited the accompanying standalone financial statements of Lendingkart Technologies Private Limited ("the Company"), which comprise the Balance sheet as at March 31, 2019, the Statement of Profit and Loss and the Cash Flow Statement for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.
In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Companies Act, 2013, as amended ("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, 2019, its loss, its cash flows for the year ended on that date.

Basis for Opinion

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

Other Information

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Board Report, but does not include the standalone financial statements and our auditor's report thereon.

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

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

Responsibility of Management for the Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance, cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Companies (Accounting Standards) Rules, 2006 (as amended) specified under section 133 of the Act, read with the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the standalone financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

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

Auditor's Responsibilities for the Audit of the Standalone Financial Statements

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

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

- Identify and assess the risks of material misstatement of the standalone financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the standalone financial statements, including the disclosures, and whether the standalone financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (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 1" a statement on the matters specified in paragraphs 3 and 4 of the Order.

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

   (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;

   (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;

   (c) The Balance Sheet, the Statement of Profit and Loss and the Cash Flow Statement dealt with by this Report are in agreement with the books of account;

   (d) In our opinion, the aforesaid standalone financial statements comply with the Companies (Accounting Standards) Rules, 2006 (as amended) specified under section 133 of the Act, read with the Companies (Accounts) Rules, 2014;

   (e) On the basis of the written representations received from the directors as on March 31, 2019 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2019 from being appointed as a director in terms of Section 164 (2) of the Act;

(f) With respect to the adequacy of the internal financial controls over financial reporting of the Company with reference to these standalone financial statements and the operating effectiveness of such controls, refer to our separate Report in "Annexure 2" to this report;

(g) The provisions of section 197 read with Schedule V of the Act are not applicable to the Company for the year ended March 31, 2019;

(h) 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, as amended in our opinion and to the best of our information and according to the explanations given to us:

i. The Company does not have any pending litigations which would impact its financial position;

ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses;

iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

For **S.R. Batliboi & Co. LLP**
Chartered Accountants
ICAI Firm Registration Number: 301003E/E300005
UDIN: 19037924AAAALG2139

per Jayesh Gandhi
Partner
Membership Number: 037924

Place of Signature: Mumbai
Date: August 26, 2019

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

Re: Lendingkart Technologies Private Limited

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

(b) Fixed assets have been physically verified by the management during the year and no material discrepancies were identified on such verification.

(c) According to the information and explanations given by the management, there are no immovable properties, included in property, plant and equipment of the company and accordingly, the requirements under paragraph 3(i)(c) of the Order are not applicable to the Company.

(ii) The Company's business does not involve inventories and, accordingly, the requirements under paragraph 3(ii) of the Order are not applicable to the Company.

(iii) According to the information and explanation 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 Companies Act, 2013. Accordingly, the provision of clause 3(iii) (a), (b) and (c) of the Order are not applicable to the Company and hence not commented upon.

(iv) In our opinion and according to the information and explanations given to us, there are no loans, investments, guarantees, and securities given in respect of which provisions of section 185 of the Companies Act 2013 are applicable and hence not commented upon.

In our opinion and according to the information and explanations given to us, provision of section 186 of the Companies Act,2013 in respect of Loans and Advances given, investments made and guarantees and securities given have been complied with by the Company.

(v) The Company has not accepted any deposits within the meaning of Sections 73 to 76 of the Act and the Companies (Acceptance of Deposits) Rules, 2014 (as amended). Accordingly, the provisions of clause 3(v) of the Order are not applicable.

(vi) To the best of our knowledge and as explained, the Central Government has not specified the maintenance of cost records under Section 148(1) of the Companies Act, 2013, for the services of the Company.

(vii) (a) Undisputed statutory dues including provident fund, employees' state insurance, income-tax, goods and service tax, cess and other statutory dues have been regularly deposited with the appropriate authorities except for delays in four instances.

As informed, the provisions of sales-tax, duty of custom, duty of excise and value added taxes are not applicable to the Company.

(b) According to the information and explanations given to us, no undisputed amounts payable in respect of provident fund, employees' state insurance, income-tax, goods and service tax, cess and other statutory dues were outstanding, at the year end, for a period of more than six months from the date they became payable.

As informed, the provisions of sales-tax, duty of custom, duty of excise and value added taxes are not applicable to the Company.

(c) According to the information and explanations given to us, there are no dues of income tax, goods and service tax and cess which have not been deposited on account of any dispute.

As informed, the provisions of sales-tax, duty of custom, duty of excise and value added taxes are not applicable to the Company.

(viii) In our opinion and according to the information and explanations given by the management, the Company has not defaulted in repayment of loans or borrowing to a financial institution, bank or dues to debenture holders.
The Company did not have any outstanding loans or borrowing dues to government during the year.

(ix) According to the information and explanations given by the management, the Company has not raised any money by way of initial public offer or further public offer and hence not commented upon.
Further, monies raised by the Company by way of debt instrument and term loans were applied for the purpose for which those were raised, though idle/surplus funds which were not required for immediate utilization were gainfully invested in liquid assets payable on demand.

(x) Based upon the audit procedures performed for the purpose of reporting the true and fair view of the financial statements and according to the information and explanations given by the management, we report that no fraud by the Company or no fraud on the Company by the officers, and employees of the Company has been noticed or reported during the year.

(xi) According to the information and explanations given by the management, the provision of section 197 read with Schedule V of the Act are not applicable to the company and hence reporting under clause 3(xi) are not applicable and 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 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. The provisions of Section 177 are not applicable to the Company and accordingly reporting under Clause 3(xiii) insofar as it relates to Section 177 of the Act is not applicable to the Company and not commented upon.

(xiv) According to the information and explanations given to us and on an overall examination of the balance sheet, the Company has complied with the provision of Section 42 of the Companies Act, 2013 in respect of private placement of shares during the year under review. According to the information and explanation given by the management, we report that the amounts raised, have been used for the purpose for which the funds were raised.

(xv) According to the information and explanations given by the management, the Company has not entered into any non-cash transactions with directors or persons connected with him as referred to in section 192 of Companies Act, 2013.

(xvi) According to the information and explanations given to us, the provision of section 45-IA of the Reserve Bank of India Act, 1934 are not applicable to Company.

For **S.R. Batliboi & Co. LLP**
Chartered Accountants
ICAI Firm Registration Number: 301003E/E300005
UDIN: 19037924AAAALG2139

Per Jayesh Gandhi
Partner
Membership Number: 037924

Place of Signature: Mumbai
Date: August 26, 2019

Annexure 2 referred to in paragraph 2 (f) under the heading "Report on other legal and regulatory requirements" of our report of even date

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

We have audited the internal financial controls over financial reporting of Lendingkart Technologies Private Limited ("the Company") as of March 31, 2019 in conjunction with our audit of the standalone 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. 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 the Company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act.

Auditor's Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting with reference to these standalone financial statements 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 as specified under section 143(10) of the Act, to the extent 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 with reference to these standalone financial statements 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 over financial reporting with reference to these standalone financial statements and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting with reference to these standalone financial statements, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the internal financial controls over financial reporting with reference to these standalone financial statements.

Meaning of Internal Financial Controls Over Financial Reporting With Reference to these Financial Statements

A company's internal financial control over financial reporting with reference to these standalone financial statements 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 with reference to these standalone financial statements 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 With Reference to these Standalone Financial Statements

Because of the inherent limitations of internal financial controls over financial reporting with reference to these standalone financial statements, 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 with reference to these standalone financial statements to future periods are subject to the risk that the internal financial control over financial reporting with reference to these standalone financial statements 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, adequate internal financial controls over financial reporting with reference to these standalone financial statements and such internal financial controls over financial reporting with reference to these standalone financial statements were operating effectively as at March 31, 2019, 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 **S.R. Batliboi & Co. LLP**
Chartered Accountants
ICAI Firm Registration Number: 301003E/E300005
UDIN: 19037924AAAALG2139

Per Jayesh Gandhi
Partner
Membership Number: 037924

Place of Signature: Mumbai
Date: August 26, 2019

Lendingkart Technologies Private Limited
Balance sheet as at 31-Mar-19

(Amount in rupees unless otherwise stated)

Particulars	Notes	As at 31-Mar-19	As at 31-Mar-18
I. EQUITY AND LIABILITIES			
Shareholders' funds			
(a) Share capital	3	1,99,69,830	1,12,17,230
(b) Reserves and surplus	4	6,37,21,48,007	1,80,87,88,278
		6,39,21,17,837	**1,82,00,05,508**
Non current liabilities			
(a) Long term borrowings	5	-	30,00,00,000
(b) Long term provisions	6	1,96,67,075	47,58,318
		1,96,67,075	**30,47,58,318**
Current liabilities			
(a) Short term borrowings	7	1,66,10,248	12,55,47,229
(b) Short term provisions	6	36,08,795	3,88,05,949
(c) Other current liabilities	8	5,65,49,574	3,91,67,724
		7,67,68,617	**20,35,20,902**
Total Equity and Liabilities		**6,48,85,53,529**	**2,32,82,84,728**
II. ASSETS			
Non current assets			
(a) Property, plant and equipment			
(i) Tangible assets	9	1,14,06,569	1,28,60,234
(ii) Intangible assets	10	21,62,34,592	11,64,86,666
(iii) Intangible assets under development		1,36,51,356	1,43,85,985
(b) Non current investments	11	5,07,01,24,278	1,82,01,24,757
(c) Deferred tax assets (net)	12	-	-
(d) Long term loans and advances	13	4,21,61,561	3,09,45,759
		5,35,35,78,356	**1,99,48,03,401**
Current assets			
(a) Cash and bank balances	14	65,87,24,963	25,57,97,105
(b) Short term loans and advances	13	44,00,58,273	5,15,29,060
(c) Other current assets	15	3,61,91,937	2,61,55,162
		1,13,49,75,173	**33,34,81,327**
Total Assets		**6,48,85,53,529**	**2,32,82,84,728**

Summary of significant accounting policies 2.1
The accompanying notes are an integral part of the financial statements

For S. R. BATLIBOI & CO. LLP
Chartered Accountants
ICAI Firm Registration number : 301003E/E300005

per Jayesh Gandhi
Partner
Membership No. : 037924

Place : Mumbai
Date : 26 August 2019

For and on behalf of the Board of Directors of
Lendingkart Technologies Private Limited

Harshvardhan Lunia
Chairman and Managing Director
DIN No. : 01189114

Kumudini Aggarwal
Company Secretary
Membership No. : A19536

Sudeep Bhatia
Chief Financial Officer
Membership No. : 098112

Place : Mumbai
Date : 26 August 2019

Lendingkart Technologies Private Limited

Statement of Profit and Loss for the year ended 31-Mar-19

(Amount in rupees unless otherwise stated)

Particulars	Notes	For the year ended 31-Mar-19	For the year ended 31-Mar-18
I. Income:			
Revenue from operations	16	2,92,55,202	7,39,24,480
Other income	17	5,35,19,752	3,19,28,872
Total revenue		**8,27,74,954**	**10,58,53,352**
II. Expenses:			
Employee benefits expense	18	10,41,52,219	11,77,40,526
Finance costs	19	4,16,58,684	5,05,45,368
Depreciation and amortisation expense	9 & 10	8,23,53,989	4,13,78,217
Other expenses	20	15,97,70,905	18,04,67,173
Total expenses		**38,79,35,797**	**39,01,31,284**
III. Profit/(loss) before tax		**(30,51,60,843)**	**(28,42,77,932)**
IV. Tax Expenses:			
Current tax		-	-
Deferred tax	12	-	-
V. Profit/(loss) for the year after tax		**(30,51,60,843)**	**(28,42,77,932)**
VI. Earning per share:			
Basic (Computed on the basis of total loss for the year)	21	(6,095.90)	(5,678.74)
Diluted (Computed on the basis of total loss for the year)	21	(6,095.90)	(5,678.74)

Summary of significant accounting policies **2.1**

The accompanying notes are an integral part of the financial statements

For S. R. BATLIBOI & CO. LLP
Chartered Accountants
ICAI Firm Registration number : 301003E/E300005

per Jayesh Gandhi
Partner
Membership No. : 037924

Place : Mumbai
Date : 26 August 2019

For and on behalf of the Board of Directors of
Lendingkart Technologies Private Limited

Harshvardhan Lunia
Chairman and Managing Director
DIN No. : 01189114

Kumudini Aggarwal
Company Secretary
Membership No. : A19536

Sudeep Bhatia
Chief Financial Officer
Membership No. : 098112

Place : Mumbai
Date : 26 August 2019

Lendingkart Technologies Private Limited
Cash flow statements for the year ended 31-Mar-19

(Amount in rupees unless otherwise stated)

Particulars	31-Mar-19	31-Mar-18
Cash flow from operating activities		
Profit/(loss) before tax	(30,51,60,843)	(28,42,77,932)
Adjustments to reconcile profit before tax to net cash flows:		
Provision for gratuity	25,47,447	26,96,580
Provision for leave encashment	66,66,508	58,21,353
Depreciation and amortisation	8,23,53,989	4,13,78,217
Loss on sale and write off of property, plant and equipment	4,13,283	26,55,999
Mark-to-market loss on forward contract	-	2,95,02,352
Share issue expenses	-	85,85,131
Employee stock option expense	10,31,464	13,38,908
Interest expense on borrowings	4,16,17,017	5,02,30,368
Interest income on bank deposits	(5,16,47,266)	(1,64,58,770)
Interest income on inter corporate unsecured loan	(15,27,397)	(1,53,69,863)
Operating loss before working capital changes	**(22,37,05,798)**	**(17,38,97,657)**
Movements in working capital :		
Decrease / (increase) in short term loans and advances	(38,85,29,214)	(1,70,77,354)
Decrease / (increase) in long term loans and advances	-	(29,73,504)
Decrease / (increase) in other current assets	(1,00,36,775)	74,48,160
Increase / (decrease) in other current liabilities	1,73,81,850	88,97,974
Increase / (decrease) in provisions	(2,95,02,352)	3,10,58,363
Net change in working capital	**(41,06,86,491)**	**2,73,53,639**
Cash generated from /(used in) operations	**(63,43,92,289)**	**(14,65,44,018)**
Direct taxes paid (including TDS) net of refund	(1,12,15,802)	(1,26,77,438)
Net cash flow from / (used in) operating activities (A)	**(64,56,08,091)**	**(15,92,21,456)**
Cash flows from investing activities		
Investment in equity shares of subsidiary company*	(3,24,99,99,521)	(59,99,99,862)
Purchase of property plant and equipment, including capital work in progress	(18,04,34,869)	(13,32,81,520)
Proceeds from sale of property, plant and equipment	1,07,964	30,325
Decrease/(increase) in fixed deposits with original maturity of greater than three months	(39,27,47,744)	(3,18,86,138)
Interest on bank deposits	5,16,47,266	1,64,58,770
Interest on inter corporate unsecured loan	15,27,397	1,53,69,863
Net cash flow from/ (used in) investing activities (B)	**(3,76,98,99,507)**	**(73,33,08,562)**
Cash flows from financing activities		
Proceeds from issuance of preference share capital (including securities premium)	4,87,62,41,709	69,03,02,782
Proceeds from long term borrowings	-	30,00,00,000
Repayment of long term borrowings	(30,00,00,000)	-
Change in overdraft	(10,89,36,981)	(88,98,672)
Payment of interest on borrowings	(4,16,17,017)	(5,02,30,368)
Share issue expenses	-	(85,85,131)
Mark-to-market loss on forward contract	-	(2,95,02,352)
Net cash flow from/ (used in) in financing activities (C)	**4,42,56,87,711**	**89,30,86,259**
Net increase/(decrease) in cash and cash equivalents (A + B + C)	**1,01,80,113**	**5,56,241**
Cash and cash equivalents at the beginning of the year	10,94,340	5,38,099
Cash and cash equivalents at the end of the year (refer note 14)	**1,12,74,453**	**10,94,340**

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LENDINGKART TECHNOLOGIES PVT. LTD.

Lendingkart Technologies Private Limited
Cash flow statements for the year ended 31-Mar-19

(Amount in rupees unless otherwise stated)

Particulars	31-Mar-19	31-Mar-18
Components of cash and cash equivalents		
Cash on hand	26,973	10,212
With banks		
(i) In Current accounts	1,12,47,480	10,84,128
(ii) In deposit accounts with original maturity of less than 3 months.	-	-
Total cash and cash equivalents (note 14)	**1,12,74,453**	**10,94,340**

* Investment in equity shares of subsidiary company for the year ended 31 March 2019 includes an amount of Rs. 49,99,99,692 arising out of conversion of inter- corporate loan to subsidiary company in to 14,76,101 number of equity shares of Rs. 10 each aggregating to Rs. 1,47,61,010 and securities premium of Rs. 328.73 per equity share aggregating to Rs. 48,52,38,682. This item being non cash in nature, is not reflected in the above cash flow statement.

Summary of significant accounting policies **2.1**
The accompanying notes are an integral part of the financial statements

Note: The above cash flow statement has been prepared under the indirect method as prescribed in Accounting Standard 3 on Cash Flow Statements.

For S. R. BATLIBOI & CO. LLP
Chartered Accountants
ICAI Firm Registration number : 301003E/E300005

per Jayesh Gandhi
Partner
Membership No. : 037924

Place : Mumbai
Date : 26 August 2019

For and on behalf of the Board of Directors of
Lendingkart Technologies Private Limited

Harshvardhan Lunia
Chairman and Managing Director
DIN No. : 01189114

Kumudini Aggarwal
Company Secretary
Membership No. : A19536

Sudeep Bhatia
Chief Financial Officer
Membership No. : 098112

Place : Mumbai
Date : 26 August 2019

1. Corporate information

Lendingkart Technologies Private Limited ('LTPL' or 'the Company') is a private limited company domiciled in India. The Company has developed technology tools based on big data analysis which facilitates lenders to evaluate borrower's credit worthiness and provides other related services.

2. Basis of preparation

The financial statements of the Company have been prepared in accordance with the generally accepted accounting principles in India (Indian GAAP). The Company has prepared these financial statements to comply with the Companies (Accounting Standards) Rules, 2006 (as amended) specified under section 133 of the Act, read with the Companies (Accounts) Rules, 2014. The financial statements have been prepared on an accrual basis and under the historical cost convention.

The accounting policies adopted in preparation of financial statements are consistent with those used in the previous year.

2.1 Summary of significant accounting policies

(a) Use of estimates

The preparation of financial statements in conformity with Indian GAAP requires the management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities and the disclosure of contingent liabilities, at the end of the reporting period. Although these estimates are based on the management's best knowledge of current events and actions, uncertainty about these assumptions and estimates could result in the outcomes requiring a material adjustment to the carrying amounts of assets or liabilities in future periods.

(b) Revenue recognition

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured.

i. License fees towards use of software are recognised based on the agreement with the subsidiary company.

ii. Interest income on deposits with banks and inter-corporate loans is recognised on a time proportion accrual basis taking into account the amount outstanding and the rate applicable.

(c) Borrowing costs

All borrowing costs are expensed in the period they occur. Borrowing costs consist of interest and other costs that the Company incurs in connection with the arrangement of borrowings.

(d) Property, plant and equipment

Property, plant and equipments are stated at cost, net of accumulated depreciation and accumulated impairment losses, if any. The cost comprises purchase price, borrowing costs if capitalisation criteria are met and directly attributable cost of bringing the asset to its working condition for the intended use.

Gains or losses arising from de-recognition of Property, plant and equipments are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognised in the statement of profit and loss when the asset is de-recognised.

(e) Depreciation on property, plant and equipment

i. Depreciation on property, plant and equipment is provided on the written down value method using the rates arrived at based on useful life of the assets prescribed under Schedule II of the Act which is also as per the useful life of the assets estimated by the management.

ii. Leasehold improvements are amortised over the primary lease period.

iii. Residual value has been taken at 5% of the cost.

(f) Intangible assets

Intangible assets representing software used for business purposes are capitalised. Incidental cost representing upgrades to such software are considered as additions to core software on the basis of management estimates. Useful life of a base software and additions there to (i.e. upgrades or new features to the base software) are arrived by the management based on factors including the effects of obsolescence, demand, competition, and other economic factors such as stability of the industry and known technological advances. Where the Company assesses that the upgrades to the base software can be independently used, such upgrades are amortised on a straight line basis over the estimated useful life or tested for impairment from the date such upgrades are available for use. Software related expenditure which are incurred for maintaining existing technical architecture and not resulting into future economic benefits are charged to the statement of profit and loss.

Software is stated at cost less accumulated amortisation and impairment losses if any. Amortisation methods and useful lives of each software, module, features or upgrades are reviewed and evaluated periodically for impairment and technology changes at each reporting date.

(g) Impairment of property, plant, equipment and intangible assets

The Company assesses at each reporting date whether there is an indication that an asset may be impaired. If any indication exists, or when annual impairment testing for an asset is required, the Company estimates the asset's recoverable amount. An asset's recoverable amount is the higher of an asset's net selling price and its value in use. The recoverable amount is determined for an individual asset, unless the asset does not generate cash inflows that are largely independent of those from other assets or groups of assets. Where the carrying amount of an asset exceeds its recoverable amount, the asset is considered impaired and is written down to its recoverable amount. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. In determining net selling price, recent market transactions are taken into account, if available. If no such transactions can be identified, an appropriate valuation model is used.

(h) Investments

Investments, which are readily realisable and intended to be held for not more than one year from the date on which such investments are made, are classified as current investments. All other investments are classified as long-term investments.

On initial recognition, all investments are measured at cost. The cost comprises purchase price and directly attributable acquisition charges such as brokerage, fees and duties. If an investment is acquired, or partly acquired, by the issue of shares or other securities, the acquisition cost is the fair value of the securities issued. If an investment is acquired in exchange for another asset, the acquisition is determined by reference to the fair value of the asset given up or by reference to the fair value of the investment acquired, whichever is more clearly evident.

Current investments are carried in the financial statements at lower of cost and fair value determined on an individual investment basis. Long-term investments are carried at cost. However, provision for diminution in value is made to recognise a decline other than temporary in the value of the investments.

On disposal of an investment, the difference between its carrying amount and net disposal proceeds is charged or credited to the statement of profit and loss.

(i) Leases (Where the Company is lessee)

Leases, where the lessor effectively retains substantially all the risks and benefits of ownership of the leased item, are classified as operating leases. Operating lease payments are recognised as an expense in the statement of profit and loss on a straight-line basis over the lease term.

(j) Foreign currency transactions

i. All transactions in foreign currency are recognised at the exchange rate prevailing on the date of the transaction.

ii. Foreign currency monetary items are reported using the exchange rate prevailing at the close of the financial year.

iii. Exchange differences arising on the settlement of monetary items or on the restatement of Company's monetary items at rates different from those at which they were initially recorded during the year, or reported in previous financial statements, are recognised as income or as expenses in the year in which they arise.

(k) Derivative instruments

The Company uses foreign currency forward exchange contracts to hedge its risks associated with fluctuations relating to highly probable forecasted transactions. The Company does not use derivative financial instruments for speculative purpose. In respect of such forward contract outstanding at the balance sheet date, the marked to market position is obtained from the bankers issuing the contracts. Derivative instruments are measured at fair value and any changes in fair value being recognised in the statement of profit and loss.

(l) Retirement and other employee benefits

i. Retirement benefit in the form of provident fund is a defined contribution scheme. The Company has no obligation, other than the contribution payable to the provident fund. The Company recognises contribution payable to the provident fund scheme as expenditure, when an employee renders the related service.

ii. Gratuity liability is a defined benefit plan and the costs of providing benefit under this plan is determined on the basis of actuarial valuation at each year-end using the projected unit credit method. Actuarial gains and losses are recognised in full in the period in which they occur in the statement of profit and loss.

iii. Accumulated leave, which is expected to be utilised within the next 12 months, is treated as short-term employee benefit. The Company measures the expected cost of such absences as the additional amount that it expects to pay as a result of the unused entitlement that has accumulated at the reporting date.

iv. The Company treats accumulated leave expected to be carried forward beyond twelve months, as long-term employee benefit for measurement purposes. Such long-term compensated absences are provided for based on the actuarial valuation using the projected unit credit method at the year-end.

(m) Income tax

Tax expense comprises current and deferred tax. Current income-tax is measured at the amount expected to be paid to the tax authorities in accordance with the Income-tax Act, 1961 enacted in India. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted, at the reporting date.

Deferred income taxes reflect the impact of timing differences between taxable income and accounting income originating during the current year and reversal of timing differences for the earlier years. Deferred tax is measured using the tax rates and the tax laws enacted or substantively enacted at the reporting date. Deferred income tax relating to items recognised directly in equity is recognised in equity and not in the statement of profit and loss.

Deferred tax assets are recognised for deductible timing differences 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.

The carrying amount of deferred tax assets are reviewed at each reporting date. The Company writes-down the carrying amount of deferred tax asset to the extent that it is no longer reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available against which deferred tax asset can be realised. Any such write-down is reversed to the extent that it becomes reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available.

(n) MAT (Minimum Alternate Tax)

Minimum alternate tax (MAT) paid in a year is charged to the statement of profit and loss as current tax. The Company recognizes MAT credit available as an asset only to the extent that there is convincing evidence that the Company will pay normal income tax during the specified period, i.e., the period for which MAT credit is allowed to be carried forward. In the year in which the Company recognizes MAT credit as an asset in accordance with the Guidance Note on Accounting for Credit Available in respect of Minimum Alternative Tax under the Income-tax Act, 1961, the said asset is created by way of credit to the statement of profit and loss and shown as "MAT Credit Entitlement." The Company reviews the "MAT credit entitlement" asset at each reporting date and writes down the asset to the extent the Company does not have convincing evidence that it will pay normal tax during the specified period.

(o) Share based payments

In case of stock option plan, measurement and disclosure of the employee share-based payment plans is done in accordance with the Guidance Note on Accounting for Employee Share-based Payments, issued by the Institute of Chartered Accountants of India. The Company measures compensation cost relating to employee stock options using fair value of stock options at the date of grant. Compensation expense is amortised over the vesting period of the option on the straight line basis.

(p) Share issue expenses

Direct expenses in connection with issue of shares are adjusted from securities premium account, to the extent available.

(q) Provisions

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 embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. Provisions are not discounted to their present value and are determined based on the best estimate required to settle the obligation at the reporting date. These estimates are reviewed at each reporting date and adjusted to reflect the current best estimates.

(r) Contingent liabilities

A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the Company or a present obligation that is not recognised because it is not probable that an outflow of resources will be required to settle the obligation. A contingent liability also arises in extremely rare cases where there is a liability that cannot be recognised because it cannot be measured reliably. The Company does not recognise a contingent liability but discloses its existence in the financial statements.

(s) Cash and cash equivalents

Cash and cash equivalents for the purposes of cash flow statement comprise cash at bank and in hand and short-term investments with an original maturity of three months or less.

(t) Earnings Per Share

Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to equity shareholders (after deducting preference dividends and attributable taxes) by the weighted average number of equity shares outstanding during the year.

For the purpose of calculating diluted earnings per share, the net profit or loss for the year attributable to equity shareholders and the weighted average number of shares outstanding during the year are adjusted for the effects of all dilutive potential equity shares.

2.2 Change in accounting Policy

During the current year, the Company has adjusted share issue expenses, including loss on hedging of share capital inflow aggregating to Rs. 32,51,99,380 against securities premium account, which was hitherto charged to statement of profit and loss. Had the Company followed the accounting policy applicable in previous year, the loss would have been higher by Rs. 32,51,99,380.

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3 SHARE CAPITAL

Particulars	As at 31-Mar-19	As at 31-Mar-18
Authorised shares		
(i) 1,70,000 (31 March 2018 : 1,70,000) equity shares of Rs. 10 each	17,00,000	17,00,000
(ii) 40,000 (31 March 2018 : 40,000) 0.001% Compulsorily Convertible Cumulative preference shares (CCCPS) of Rs. 10 each	4,00,000	4,00,000
(iii) 37,410 (31 March 2018 : 37,410) 0.0001% Series A Compulsorily Convertible Cumulative preference shares (Series A CCCPS) of Rs. 100 each	37,41,000	37,41,000
(iv) 44,396 (31 March 2018 : 44,396) 0.0001% Series B Compulsorily Convertible Cumulative preference shares (Series B CCCPS) of Rs. 100 each	44,39,600	44,39,600
(v) 25,000 (31 March 2018 : 25,000) 0.0001% Series C1 Compulsorily Convertible Cumulative preference shares (Series C1 CCCPS) of Rs. 100 each	25,00,000	25,00,000
(vi) 86,200 (31 March 2018 : Nil) 0.0001% Series C2 Compulsorily Convertible Cumulative preference shares (Series C2 CCCPS) of Rs. 100 each	86,20,000	-
Total authorised share capital	**2,14,00,600**	**1,27,80,600**
Issued, subscribed and fully paid-up shares		
(i) 50,060 (31 March 2018 : 50,060) Equity shares of Rs. 10 each	5,00,600	5,00,600
(ii) 20,663 (31 March 2018 : 20,663) 0.001% Compulsorily Convertible Cumulative preference shares (CCCPS) of Rs. 10 each	2,06,630	2,06,630
(iii) 37,410 (31 March 2018 : 37,410) 0.0001% Series A Compulsorily Convertible Cumulative preference shares (Series A CCCPS) of Rs. 100 each	37,41,000	37,41,000
(iv) 44,396 (31 March 2018 : 44,396) 0.0001% Series B Compulsorily Convertible Cumulative preference shares (Series B CCCPS) of Rs. 100 each	44,39,600	44,39,600
(v) 24,711 (31 March 2018 : 23,294) 0.0001% Series C1 Compulsorily Convertible Cumulative preference shares (Series C1 CCCPS) of Rs. 100 each	24,71,100	23,29,400
(vi) 86,109 (31 March 2018 : Nil) 0.0001% Series C2 Compulsorily Convertible Cumulative preference shares (Series C2 CCCPS) of Rs. 100 each	86,10,900	-
Total issued, subscribed and fully paid-up share capital	**1,99,69,830**	**1,12,17,230**

a) Reconciliation of shares outstanding at the beginning and at the end of the reporting year

(i) Equity Shares

Particulars	As at 31-Mar-2019		As at 31-Mar-2018	
	No. of shares	Amount	No. of shares	Amount
At the beginning of the year	50,060	5,00,600	50,060	5,00,600
Issued during the year	-	-	-	-
Outstanding at the end of the year	**50,060**	**5,00,600**	**50,060**	**5,00,600**

(ii) CCCPS of Rs. 10 each fully paid

Particulars	As at 31-Mar-2019		As at 31-Mar-2018	
	No. of shares	Amount	No. of shares	Amount
At the beginning of the year	20,663	2,06,630	20,663	2,06,630
Issued during the year	-	-	-	-
Outstanding at the end of the year	**20,663**	**2,06,630**	**20,663**	**2,06,630**

(iii) Series A CCCPS of Rs. 100 each fully paid

Particulars	As at 31-Mar-2019		As at 31-Mar-2018	
	No. of shares	Amount	No. of shares	Amount
At the beginning of the year	37,410	37,41,000	37,410	37,41,000
Issued during the year	-	-	-	-
Outstanding at the end of the year	**37,410**	**37,41,000**	**37,410**	**37,41,000**

(iv) **Series B CCCPS of Rs. 100 each fully paid**

Particulars	As at 31-Mar-2019		As at 31-Mar-2018	
	No. of shares	Amount	No. of shares	Amount
At the beginning of the year	44,396	44,39,600	44,396	44,39,600
Issued during the year	-	-	-	-
Outstanding at the end of the year	**44,396**	**44,39,600**	**44,396**	**44,39,600**

(v) **Series C1 CCCPS of Rs. 100 each fully paid**

Particulars	As at 31-Mar-2019		As at 31-Mar-2018	
	No. of shares	Amount	No. of shares	Amount
At the beginning of the year	23,294	23,29,400	-	-
Issued during the year	1,417	1,41,700	23,294	23,29,400
Outstanding at the end of the year	**24,711**	**24,71,100**	**23,294**	**23,29,400**

(vi) **Series C2 CCCPS of Rs. 100 each fully paid**

Particulars	As at 31-Mar-2019		As at 31-Mar-2018	
	No. of shares	Amount	No. of shares	Amount
At the beginning of the year	-	-	-	-
Issued during the year	86,109	86,10,900	-	-
Outstanding at the end of the year	**86,109**	**86,10,900**	-	-

b) Terms and rights attached to equity Shares

The Company has one class of equity shares having a par value of Rs.10 per share. Each shareholder is eligible for one vote per share held. The dividend proposed (if any) by Board of Directors is subject to the approval of the shareholders in Annual General Meeting.

In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company after distribution of all preferential amounts, in proportion to their shareholdings.

(c) Terms of conversion/ redemption of CCCPS of Rs. 10 each fully paid

During the period ended 31 March 2015, the Company issued 20,683 CCCPS of Rs. 10 each fully paid-up at a premium of Rs. 1,830.68 per share. Each CCCPS holder shall, on a pari passu basis inter se, be entitle to a preference dividend on per share basis @ 0.001% cumulative dividend per year in the respect of the CCCPS. Any dividends declared or paid in any financial year over and above such dividend shall be declared or paid to the holders of the preference shares and equity then outstanding in proportion to the greatest whole number of equity shares (which, in case of preference shares, shall be on a fully diluted basis.)

The preference shares shall be automatically converted into equity shares on the earliest of (i) the latest date on which the preference shares are required to be converted into equity shares under applicable law in connection with any initial public offering of the Company, (ii) the date specified in writing by the holder of the outstanding preference shares, and (iii) upon the expiry of 19 (nineteen) years and 11 (eleven) months from the date of allotment (or by such other date as may be required under applicable Law) of the preference shares.

The CCCPS shall be converted into Equity shares at a conversion ratio of 1:1 ("Conversion Ratio"). The conversion ratio shall be adjusted in case of split or consolidation, etc.

The CCCPS shall carry voting rights pari passu with the Equity Shares. Each holder of CCCPS shall be entitled to vote on an "as-if-converted basis"

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(d) Terms of conversion/ redemption of Series A CCCPS of Rs. 100 each fully paid

During the year ended 31 March 2016, the Company issued 37,410 Series A CCCPS of Rs. 100 each fully paid-up at a premium of Rs. 10,107.21 per share. Each Series A CCCPS holder shall be entitle to a preference dividend on per share basis @ 0.0001% cumulative dividend per year (as appropriately adjusted for any bonus share, share split, reclassification, recapitalization, consolidation or similar event affecting the series A CCCPS). Any dividends declared or paid in any financial year over and above such dividend shall be declared or paid to the holders of the preference shares and equity then outstanding in proportion to the greatest whole number of equity shares (which, in case of preference shares, shall be on a fully diluted basis.)

The preference shares shall be automatically converted into equity shares on the earliest of (i) the latest date on which the preference shares are required to be converted into equity shares under applicable law in connection with any initial public offering of the Company, (ii) the date specified in writing by the holder of the outstanding preference shares, and (iii) upon the expiry of 19 (nineteen) years and 11 (eleven) months from the date of allotment (or by such other date as may be required under applicable Law) of the preference shares.

The conversion ratio for 2,204 series A CCCPS of Rs. 100 each will be 1:1.00363 and the conversion ratio for 35,206 series A CCCPS of Rs. 100 each will be 1:0.85654. The conversion ratio shall be adjusted in case of split or consolidation, etc.

The Series A CCCPS shall carry voting rights pari passu with the Equity Shares. Each holder of Series A CCCPS shall be entitled to vote on an "as-if-converted basis".

(e) Terms of conversion/ redemption of Series B CCCPS of Rs. 100 each fully paid

During the year ended 31 March 2017, the Company issued 44,396 Series B CCCPS of Rs. 100 each fully paid-up at a premium of Rs. 29,534.36 per share. Each Series B CCCPS holder shall be entitle to a preference dividend on per share basis @ 0.0001% cumulative dividend per year (as appropriately adjusted for any bonus share, share split, reclassification, recapitalization, consolidation or similar event affecting the series B CCCPS). Any dividends declared or paid in any financial year over and above such dividend shall be declared or paid to the holders of the preference shares and equity then outstanding in proportion to the greatest whole number of equity shares (which, in case of preference shares, shall be on a fully diluted basis).

The preference shares shall be automatically converted into equity shares on the earliest of (i) the latest date on which the preference shares are required to be converted into equity shares under applicable law in connection with any initial public offering of the Company, (ii) the date specified in writing by the holder of the outstanding preference shares, and (iii) upon the expiry of 19 (nineteen) years and 11 (eleven) months from the date of allotment (or by such other date as may be required under applicable Law) of the preference shares.

The conversion ratio for 44,396 series B CCCPS of Rs. 100 each will be 1:1. The conversion ratio shall be adjusted in case of split or consolidation, etc.

The Series B CCCPS shall carry voting rights pari passu with the Equity Shares. Each holder of Series B CCCPS shall be entitled to vote on an "as-if-converted basis".

(f) Terms of conversion/ redemption of Series C1 CCCPS of Rs. 100 each fully paid

During the year ended 31 March 2018, the Company issued 23,294 Series C1 CCCPS of Rs. 100 each fully paid-up at a premium of Rs. 29,534.36 per share. The Company further issued 1,417 Series C1 CCCPS of Rs. 100 each fully paid-up at a premium of Rs. 29,534.36 per share during the year ended 31 march 2019. Each Series C1 CCCPS holder shall be entitle to a preference dividend on per share basis @ 0.0001% cumulative dividend per year (as appropriately adjusted for any bonus share, share split, reclassification, recapitalization, consolidation or similar event affecting the series C1 CCCPS). Any dividends declared or paid in any financial year over and above such dividend shall be declared or paid to the holders of the preference shares and equity then outstanding in proportion to the greatest whole number of equity shares (which, in case of preference shares, shall be on a fully diluted basis)

The preference shares shall be automatically converted into equity shares on the earliest of (i) the latest date on which the preference shares are required to be converted into equity shares under applicable law in connection with any initial public offering of the Company, (ii) the date specified in writing by the holder of the outstanding preference shares, and (iii) upon the expiry of 19 (nineteen) years and 11 (eleven) months from the date of allotment (or by such other date as may be required under applicable Law) of the preference shares.

The conversion ratio for 24,711 series C1 CCCPS of Rs. 100 each will be 1:0.6887.

The Series C1 CCCPS shall carry voting rights pari passu with the Equity Shares. Each holder of Series C1 CCCPS shall be entitled to vote on an "as-if-converted basis".

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(g) Terms of conversion/ redemption of Series C2 CCCPS of Rs. 100 each fully paid

During the year ended 31 March 2019, the Company issued 86,109 Series C2 CCCPS of Rs. 100 each fully paid-up at a premium of Rs. 59,817.6532 per share. Each Series C2 CCCPS holder shall be entitle to a preference dividend on per share basis @ 0.0001% cumulative dividend per year (as appropriately adjusted for any bonus share, share split, reclassification, recapitalization, consolidation or similar event affecting the series C2 CCCPS). Any dividends declared or paid in any financial year over and above such dividend shall be declared or paid to the holders of the preference shares and equity then outstanding in proportion to the greatest whole number of equity shares (which, in case of preference shares, shall be on a fully diluted basis).

The preference shares shall be automatically converted into equity shares on the earliest of (i) the latest date on which the preference shares are required to be converted into equity shares under applicable law in connection with any initial public offering of the Company, (ii) the date specified in writing by the holder of the outstanding preference shares, and (iii) upon the expiry of 19 (nineteen) years and 11 (eleven) months from the date of allotment (or by such other date as may be required under applicable Law) of the preference shares.

The conversion ratio for 86,109 series C2 CCCPS of Rs. 100 each will be 1:1.

The Series C2 CCCPS shall carry voting rights pari passu with the Equity Shares. Each holder of Series C2 CCCPS shall be entitled to vote on an "as-if-converted basis".

(h) Details of the Shareholders holding more than 5% shares in the Company

Name of the shareholder	As at 31-Mar-2019		As at 31-Mar-2018	
	Number of shares held	% of share holding	Number of shares held	% of share holding
Equity shares of Rs. 10 each fully paid				
Raichand Lunia	20,574	41.10%	20,574	41.10%
Harshvardhan Lunia	18,395	36.75%	20,564	41.08%
Mukul Sachan	7,521	15.02%	8,228	16.44%
Lendingkart Employees Welfare Trust	2,876	5.75%	-	-
CCCPS of Rs. 10 each fully paid				
Ashish Goenka	8,560	41.43%	10,594	51.27%
Mayfield India II Limited	3,112	15.06%	3,112	15.06%
Saama Capital III Limited	3,722	18.01%	3,722	18.01%
Lendingkart Employees Welfare Trust	2,476	11.98%	-	-
India Quotient Investment Trust	1,205	5.83%	1,647	7.97%
Rhythm Ventures Limited	1,095	5.30%	1,095	5.30%
Series A CCCPS of Rs. 100 each fully paid				
Mayfield India II, Limited	20,264	54.17%	20,264	54.17%
Saama Capital III, Limited	14,029	37.50%	14,029	37.50%
Series B CCCPS of Rs. 100 each fully paid				
Bertelsmann Nederland B.V.	21,934	49.41%	21,934	49.41%
Mayfield India II, Limited	10,340	23.29%	10,340	23.29%
Saama Capital III, Limited	6,723	15.14%	6,723	15.14%
Darrin Capital Management	4,387	9.88%	4,387	9.88%
Series C1 CCCPS of Rs. 100 each fully paid				
Bertelsmann Nederland B.V.	7,677	31.07%	7,677	32.96%
Saama Capital III, Limited	2,410	9.75%	2,410	10.35%
Sistema Asia Fund Pte. Limited	6,580	26.63%	6,580	28.25%
Mayfield India II, Limited	4,650	18.82%	4,650	19.96%
UTPL Corporate Trustees Pvt. Ltd. (Trustee of Grand Anicut Trust - I)	1,417	5.73%	-	-
Series C2 CCCPS of Rs. 100 each fully paid				
Fullerton Financial Private Limited	84,970	98.68%	-	-

As per the records of the Company, including its register of shareholders/ members and other declarations received from shareholders regarding beneficial interest, the above shareholding represents both legal and beneficial ownerships of shares.

(i) For details of shares granted for issue under the employee stock option (ESOP) plan of the Company, please refer note 27.

4 RESERVES AND SURPLUS

Particulars		As at 31-Mar-19	As at 31-Mar-18
Securities premium account			
Balance as per the last financial statements		2,41,52,28,593	1,72,72,55,211
Add: Premium on issue of Series C1 CCCPS		4,18,50,188	68,79,73,382
Add: Premium on issue of Series C2 CCCPS		5,15,08,38,301	-
(Less): Expenses on issue of shares*		(32,51,99,380)	-
Closing balance	(A)	**7,28,27,17,701**	**2,41,52,28,593**
Employee stock options outstanding			
Balance as per the last financial statements		47,18,323	18,23,404
Add: compensation expenses during the year		10,31,464	28,94,919
Closing balance	(B)	**57,49,787**	**47,18,323**
Surplus/(deficit) in the statement of profit and loss			
Balance as per last financial statements		(61,11,58,638)	(32,68,80,706)
Add: Loss for the year		(30,51,60,843)	(28,42,77,932)
Net surplus/ (deficit) in the statement of profit and loss	(C)	**(91,63,19,481)**	**(61,11,58,638)**
Total reserves and surplus	(A+B+C)	**6,37,21,48,007**	**1,80,87,88,278**

*Expenses on issue of shares includes loss on hedging of share capital inflow of Rs. 13,84,57,648.

5 LONG TERM BORROWINGS

Particulars	As at 31-Mar-19	As at 31-Mar-18
Nil (31 March 2018: 300) 16.50% Non-convertible redeemable debentures of Rs. 10,00,000 each (secured)*	-	30,00,00,000
	-	**30,00,00,000**

*** The non-convertible redeemable debentures were secured by:**
(a) Hypothecation over all the moveable assets / receivables, intangible assets / intellectual property rights of the Company.
(b) Personal guarantee from Mr. Harshvardhan Lunia.

6 PROVISIONS

Particulars	Short term		Long term	
	As at 31-Mar-19	As at 31-Mar-18	As at 31-Mar-19	As at 31-Mar-18
Provision for employee benefits				
Provision for gratuity benefits	5,53,714	-	67,52,051	47,58,318
Provision for leave benefits	30,55,081	93,03,597	1,29,15,024	-
Other provisions				
Derivative liability (mark-to-market loss on forward contract)	-	2,95,02,352	-	-
	36,08,795	**3,88,05,949**	**1,96,67,075**	**47,58,318**

7 SHORT TERM BORROWINGS

Particulars	As at 31-Mar-19	As at 31-Mar-18
Loans repayable on demand		
Overdraft from bank (secured)*	1,66,10,248	12,55,47,229
	1,66,10,248	**12,55,47,229**

*Overdraft availed from a bank secured by pledge of Rs.17.87 crores fixed deposits (31 March 2018: Rs. 16.77 crores).

8 OTHER CURRENT LIABILITIES

Particulars	As at 31-Mar-19	As at 31-Mar-18
Expense and other payables	2,27,26,068	1,73,02,315
Payable to employees	2,53,18,330	1,31,42,570
Statutory dues payable	85,05,176	87,22,839
	5,65,49,574	**3,91,67,724**

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9 TANGIBLE ASSETS

Particulars	Computers and networks	Furniture and fittings	Office equipments	Total
Cost				
As at 01-Apr-17	1,36,99,775	15,67,393	38,01,621	1,90,68,789
Additions	60,01,762	8,71,956	29,26,963	98,00,681
Disposals	91,499	-	86,410	1,77,909
As at 31-Mar-18	**1,96,10,038**	**24,39,349**	**66,42,174**	**2,86,91,561**
Additions	53,67,623	25,060	1,71,344	55,64,027
Disposals	1,39,629	9,27,630	5,23,533	15,90,792
As at 31-Mar-19	**2,48,38,032**	**15,36,778**	**62,89,985**	**3,26,64,796**
Depreciation				
As at 01-Apr-17	62,49,669	5,02,133	16,70,505	84,22,298
Charge for the year	58,03,163	3,47,188	13,97,318	75,47,670
Disposals	71,581	-	67,059	1,38,640
As at 31-Mar-18	**1,19,81,251**	**8,49,312**	**30,00,764**	**1,58,31,327**
Charge for the year	45,10,257	3,18,476	16,67,711	64,96,444
Disposals	1,31,138	5,14,910	4,23,497	10,69,544
As at 31-Mar-19	**1,63,60,370**	**6,52,878**	**42,44,978**	**2,12,58,227**
Net Block				
As at 31-Mar-18	**76,28,786**	**15,90,037**	**36,41,410**	**1,28,60,234**
As at 31-Mar-19	**84,77,662**	**8,83,900**	**20,45,007**	**1,14,06,569**

10 INTANGIBLE ASSETS

Particulars	Computer software
Cost	
As at 01-Apr-17	3,18,66,950
Additions	12,55,84,816
Disposals	-
As at 31-Mar-18	**15,74,51,766**
Additions	17,56,05,471
Disposals	-
As at 31-Mar-19	**33,30,57,237**
Depreciation	
As at 01-Apr-17	71,34,553
Charge for the year	3,38,30,547
Disposals	-
As at 31-Mar-18	**4,09,65,100**
Charge for the year	7,58,57,545
Disposals	-
As at 31-Mar-19	**11,68,22,645**
Net Block	
As at 31-Mar-18	**11,64,86,666**
As at 31-Mar-19	**21,62,34,592**

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11 NON CURRENT INVESTMENTS

Particulars	As at 31-Mar-19	As at 31-Mar-18
Non trade investment (valued at cost)		
Unquoted equity instruments		
Investment in wholly owned subsidiary	5,07,01,24,278	1,82,01,24,757
3,89,85,920 (31 March 2018: 2,93,91,259) Equity shares of Rs. 10 each fully paid-up in Lendingkart Finance Limited		
	5,07,01,24,278	**1,82,01,24,757**

12 DEFERRED TAX ASSET (NET)

Particulars	As at 31-Mar-19	As at 31-Mar-18
Tax effect of items constituting deferred tax assets		
Carry forward of unabsorbed losses	17,44,53,558	13,02,09,477
Provision for expenses allowed for tax purposes on payment basis under Section 43B of Income tax Act, 1961	67,77,933	43,45,132
Tax effect of items constituting deferred tax liabilities		
Impact of difference between tax depreciation and depreciation/ amortization charged for the financial reporting	(68,88,405)	(48,05,075)
Net deferred tax assets (net)	**17,43,43,086**	**12,97,49,534**
Deferred tax asset recognised	-	-

In the absence of virtual certainty with convincing evidence of future taxable profits, no deferred tax asset has been created and recognised by the Company as at the balance sheet date

13 LOANS AND ADVANCES

Particulars	Current		Non Current	
	As at 31-Mar-19	As at 31-Mar-18	As at 31-Mar-19	As at 31-Mar-18
(a) Security deposits				
Unsecured, considered good	2,40,000	2,40,000	1,20,01,504	1,20,01,504
Unsecured, considered doubtful	-	-	7,50,000	7,50,000
	2,40,000	**2,40,000**	**1,27,51,504**	**1,27,51,504**
Less: Provision for doubtful security deposit	-	-	(7,50,000)	(7,50,000)
(a)	**2,40,000**	**2,40,000**	**1,20,01,504**	**1,20,01,504**
(b) Other loans and advances (Unsecured, considered good)				
Loan to Employee Welfare Trust	34,56,42,984	-	-	-
GST receivable/Input credit receivable	8,14,58,716	3,53,20,035	-	-
Advance income tax (Tax deducted at source)	-	-	3,01,60,057	1,89,44,255
Prepaid expenses	1,01,35,440	90,48,766	-	-
Advances to employees for expenses	6,23,806	14,46,193	-	-
Advances against expenses	18,45,310	2,55,736	-	-
Other advances	1,12,017	52,18,330	-	-
(b)	**43,98,18,273**	**5,12,89,060**	**3,01,60,057**	**1,89,44,255**
(a+b)	**44,00,58,273**	**5,15,29,060**	**4,21,61,561**	**3,09,45,759**

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14 CASH AND BANK BALANCES

Particulars	Current		Non-current	
	As at 31-Mar-19	As at 31-Mar-18	As at 31-Mar-19	As at 31-Mar-18
Cash and cash equivalents				
(a) Cash on hand	26,973	10,212	-	-
(b) Balance with Banks				
(i) In Current accounts	1,12,47,480	10,84,128	-	-
(ii) In deposit accounts with original maturity of less than 3 months	-	-	-	-
(a+b)	**1,12,74,453**	**10,94,340**	-	-
Other bank balances				
(c) Deposits with remaining maturity for less than 12 months*	64,74,50,510	25,47,02,765	-	-
(d) Deposits with remaining maturity for more than 12 months	-	-	-	-
(c+d)	**64,74,50,510**	**25,47,02,765**	-	-
(a+b+c+d)	**65,87,24,963**	**25,57,97,105**	-	-

* Fixed deposit pledged against overdraft facility and Bank guarantee Rs.18.06 crores (31 March 2018: Rs. 17.09 crores)

15 OTHER ASSETS

Particulars	Current		Non-current	
	As at 31-Mar-19	As at 31-Mar-18	As at 31-Mar-19	As at 31-Mar-18
Interest accrued but not due on deposits placed with banks	33,95,355	1,504	-	-
Receivable from subsidiary company	3,27,93,082	2,57,04,322	-	-
Other current assets	3,500	4,49,336	-	-
	3,61,91,937	**2,61,55,162**	-	-

16 REVENUE FROM OPERATIONS

Particulars	For the year ended 31-Mar-19	For the year ended 31-Mar-18
License fees	2,92,55,202	7,39,24,480
	2,92,55,202	**7,39,24,480**

17 OTHER INCOME

Particulars	For the year ended 31-Mar-19	For the year ended 31-Mar-18
Interest on fixed deposits with banks	5,16,47,266	1,64,58,770
Interest on inter-corporate loans	15,27,397	1,53,69,863
Other income	3,45,089	1,00,239
	5,35,19,752	**3,19,28,872**

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18 EMPLOYEE BENEFITS EXPENSES

Particulars	For the year ended 31-Mar-19	For the year ended 31-Mar-18
Salaries, bonus and incentives	24,77,08,232	21,86,04,772
Contribution to provident and other funds	44,51,952	29,62,839
Leave benefits expense	90,30,894	69,25,105
Gratuity benefits expense	25,47,447	26,96,580
Employee stock option scheme	89,22,565	13,38,908
Staff welfare expenses	47,18,962	45,61,142
	27,73,80,052	**23,70,89,346**
(Less) : Considered for capitalisation	(17,32,27,833)	(11,93,48,820)
	10,41,52,219	**11,77,40,526**

19 FINANCE COSTS

Particulars	For the year ended 31-Mar-19	For the year ended 31-Mar-18
Interest on		
Non-convertible debentures	2,48,17,809	4,05,61,646
Inter-corporate loan	1,23,46,452	-
Overdraft from bank	44,52,756	36,68,722
Other finance cost	41,667	3,15,000
	4,16,58,684	**5,05,45,368**

20 OTHER EXPENSES

Particulars	For the year ended 31-Mar-19	For the year ended 31-Mar-18
Rent	1,53,68,961	1,83,67,991
Rates and taxes	2,32,567	10,60,601
Insurance	11,37,179	5,54,464
Professional and legal fees*	1,45,12,578	1,11,35,436
Commission and brokerage	43,347	14,039
Service charges of outsourced employees	9,15,729	9,08,319
Software expenses	4,35,09,152	4,03,38,392
Printing and stationery	3,67,797	4,56,907
Electricity expenses	22,51,682	26,86,167
Internet and communication expenses	16,35,190	17,07,898
Travelling and conveyance	46,57,671	47,33,083
Advertisement expenses	6,73,88,196	4,92,29,211
Franking and stamping expenses	3,75,054	8,34,751
Bank charges	81,570	77,788
Conference expenses	1,43,387	3,01,851
Courier expenses	8,87,195	5,10,973
Repairs and maintenance	21,80,774	25,93,109
Share issue expenses	-	85,85,131
Auditors remuneration (refer note 20.1 below)	14,38,040	12,74,374
Security expenses	3,41,691	4,04,551
Loss on sale and write off of property, plant and equipment (net)	4,13,283	26,55,999
Mark-to-market loss on forward contract	-	2,95,02,352
Director sitting fee	-	1,87,500
Subscription and periodical expense	1,38,170	1,58,603
Housekeeping expense	7,72,462	7,61,718
Miscellaneous expenses	9,79,229	14,25,965
	15,97,70,905	**18,04,67,173**

*Professional fees net of cost considered for capitalisation of Rs. 4,32,000 (31 March 2018: Rs. 13,44,269)

20.1 AUDITORS' REMUNERATION

Particulars	For the year ended 31-Mar-19	For the year ended 31-Mar-18
As auditor:		
Audit fee	11,00,000	10,00,000
Tax Audit fee	2,00,000	2,00,000
In other capacity:		
Certification matters	35,000	45,000
Reimbursement of expenses	1,03,040	29,374
	14,38,040	**12,74,374**

21 EARNING PER SHARE

Particulars	For the year ended 31-Mar-19	For the year ended 31-Mar-18
Net profit/(loss) after tax for the year	(30,51,60,843)	(28,42,77,932)
Weighted average number of outstanding equity shares	50,060	50,060
Basic earning per share	(6,095.90)	(5,678.74)
Weighted average number of equity shares diluted	2,12,989	1,68,949
Diluted earning per share*	(6,095.90)	(5,678.74)
Nominal Value of equity shares	10	10

*Since the impact of conversion of potential equity share is anti-dilutive in nature, the same has not been considered in calculation of diluted earning per share.

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22. Segment Information

The Company has a single reportable segment i.e. rendering software services which has similar risk and return for the purpose of AS-17 on 'Segment Reporting' notified under section 133 of the Companies Act 2013 read with rule 7 of the Companies Act Rules 2014. The Company operates in a single geographical segment i.e. domestic.

23. Related parties disclosures*

a. Related party where control exists irrespective whether transactions have occurred or not

Nature of relationship	Name of Parties
Subsidiary company	Lendingkart Finance Limited (Wholly Owned Subsidiary)

b. Other related parties where transactions have occurred during the year

Key management personnel	Mr. Harshvardhan Lunia (Chairman and Managing Director)
	Mr. Mukul Sachan (Chief Operating Officer)
Shareholders	Mr. Raichand Lunia
Other related party	Bertelsmann Corporate Services India Private Limited

***(As per Accounting Standards 18 issued by ICAI)**

c. Transactions with related parties for the year ended 31 March 2019

Particulars	31-Mar-2019	31-Mar-2018
Mr. Harshvardhan Lunia		
Salary and perquisites	100,80,000	84,00,000
Balance payable as at Balance sheet date	-	-
Mr. Mukul Sachan		
Salary and perquisites	91,20,000	76,00,000
Balance payable as at Balance sheet date	-	-
Bertelsmann Corporate Services India Private Limited		
Reimbursement of expenses for board meeting/ workshop	4,98,548	-
Balance payable as at Balance sheet date	-	-
Mr. Raichand Lunia		
Lease rent	30,000	30,000
Balance payable as at Balance sheet date	**17,500**	**28,145**
Mr. G.S. Sundararajan		
Director sitting fee	-	1,87,500
Balance payable as at Balance sheet date	-	-

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Particulars	31-Mar-2019	31-Mar-2018
Issue of Series C1 CCCPS of Rs. 100 each fully paid		
Bertelsmann Nederland B.V.	-	22,75,02,982
Saama Capital III, Limited	-	7,14,18,808
Mayfield India II, Limited	-	13,77,99,774
India Quotient 2	-	3,25,08,893
Refer note 3(f) for terms of Series C1 CCCPS.		
Transactions with subsidiary company		
Unsecured inter-corporate loans given	50,00,00,000	20,00,00,000
Conversion of unsecured inter-corporate loans in to equity share capital (refer note 1 below)	49,99,99,692	19,99,99,954
Interest earned on inter-corporate loans	(15,27,397)	(1,53,69,863)
Investment in equity share capital (including share premium on issue of equity shares) (refer note 2 below)	2,74,99,99,829	39,99,99,908
Unsecured inter-corporate loans taken	23,00,00,000	-
Interest paid on inter-corporate loans	1,23,46,452	-
Income earned towards license fee from subsidiary company (refer note 3 below)	(2,92,55,202)	(7,39,24,480)
Recovery (net) of expenses incurred on behalf of the subsidiary company	-	(25,296)
Recovery of common expenditure from subsidiary company	(2,94,52,336)	(1,94,36,649)
Recovery of ESOP expenditure from subsidiary company	(1,18,39,588)	(15,56,011)
Transfer of advance given to Omnifin against customization and implementation of the Omnifin Software	(6,50,000)	-
Deposit with subsidiary company for appointment of director under section 160 of the Act and received back	-	(2,00,000)
Reimbursement of expenses incurred on behalf of the Company	12,772	-
Balance receivable as at Balance sheet date	**3,27,93,082**	**2,57,04,322**
Loans taken by subsidiary company from financial institutions and Banks guaranteed by the Company	5,29,57,08,490	2,78,17,44,031
Non-Convertible debentures issued by subsidiary company to financial institutions guaranteed by the Company.	3,43,37,12,120	32,81,25,025

Note 1: During the year ended 31 March 2019, Inter-corporate loan to the subsidiary company of Rs. 49,99,99,692 was converted in to 14,76,101 number of equity shares of Rs. 10 each fully paid at a premium of Rs. 328.73 each and the remaining amount of Rs. 308 was paid back.

Note 2: During the year ended 31 March 2019, the subsidiary company issued 81,18,560 equity shares of Rs. 10 each fully paid-up at a premium of Rs. 328.73 per share to the Company amounting to Rs. 2,74,99,99,829.

Note 3:

- The Company has entered into License Agreement with Subsidiary Company dated 19 June 2015 for a term of 5 years which is being used by Subsidiary Company to digitally lend money to its customers.

- The services provided by the Company to the Subsidiary Company are of a specialised nature and hence difficult to benchmark with other external sources. The Company has engaged the services of an expert to assess the arm's length price for this inter-company transaction. Based on the assessment of such expert license fees are revised from 1 April 2018 and are paid by the Subsidiary Company to the Company and are considered at arm's length. Until the previous year the Company charged license fees to the Subsidiary Company as a percentage of the interest income earned by the Subsidiary Company

24. Expenditure in foreign currency (on accrual basis)

Particulars	31-Mar-2019	31-Mar-2018
Software expenses	1,79,95,422	1,19,68,515
Professional fees	24,63,053	-
Advertisement expenses	36,753	-
Conference expenses	-	7,61,345
Total	**2,04,95,228**	**1,27,29,860**

25. Derivative instruments and foreign currency exposure

Particulars	Foreign Currency	31-Mar-2019			31-Mar-2018		
		Exchange Rate	Amount in Foreign Currency	Amount in Rs.	Exchange Rate	Amount in Foreign Currency	Amount in Rs.
Forward contract							
Highly probable foreign currency transaction	USD	-	-	-	65.32	7,60,00,000	4,96,43,20,000
Hedges by derivative contracts	**USD**	-	-	-	**65.32**	**7,60,00,000**	**4,96,43,20,000**

26. Leases

Premises are obtained on operating lease. The lease term ranges from 11 months to 108 months and are renewable/ cancellable at the option of the Company. Certain lease agreements contain clause of escalation of lease payments. There are no restrictions imposed by lease arrangements. There are no subleases. Operating lease payments are recognised as an expense in the statement of profit and loss on a straight-line basis over the lease term.

Non-cancellable operating lease rentals payable (minimum lease payments) under the lease is as under;

Particulars	31-Mar-2019	31-Mar-2018
Operating lease expenses recognised in the statement of profit and loss	1,53,68,961	1,83,67,991
Minimum lease obligation		
Within one year	1,48,52,654	1,97,59,816
After one year but not more than three years	62,22,923	1,94,63,863
More than three years	-	-

27. Employee stock option plans

The Company provides share-based payment schemes to its employees. During the year ended 31 March 2019, an employee stock option plan ("ESOP") was in existence. The relevant details of the scheme and the grant are given below.

According to the 'Lendingkart Technologies Employee Stock Option Plan 2015' (amended), the employee selected by the Board of Directors will be entitled to the stock options, subject to satisfaction of the prescribed vesting conditions, viz., continuing employment as on date of vesting, including subsidiary company. The other relevant terms of the grant are as below:

Vesting period	1 to 4 years from date of grant of options
Exercise period	**(a) Exercise while in employment:** At the time of Listing and/or Approved Sale or at any time during the continuation in employment **(b) Exercise in case of termination of employment:** All the Vested Options can be exercised by the Option Grantee either at the time of Listing/Approved Sale or within such time period equivalent to the period the Option Grantee served the Company and/or its subsidiary, whichever is earlier. Notwithstanding the above, the vested options shall be exercised by the Option Grantee subject to a maximum period of 5 years from the date of severance. All the Unvested Options as on date of resignation/ termination shall stand cancelled with effect from that date. **(c) Termination due to misconduct or due to breach of Company Policies /Terms of Employment:** All the Vested Options at the time of such termination shall stand cancelled with effect from the date of such termination. All the Unvested Options at the time of such termination shall stand cancelled with effect from the date of such termination.
Expected life	Vesting period *plus* Exercise period
Exercise price	Rs. 10,207 for stock options granted on 31 March 2016 ("Series A")
	Rs. 29,634 for stock options granted on 31 March 2017, 25 April 2017, 11 September 2017 & 13 December 2017 ("Series B")
	Rs. 59,918 for stock options granted on 04 February 2019 ("Series C2")

The details of activity under the ESOP Scheme 2015 are summarized below:

Series A:

Particulars	31-Mar-2019		31-Mar-2018	
	No. of options	Exercise Price (Rs.)	No. of options	Exercise Price (Rs.)
Outstanding at the beginning of the year	356	10,207	461	10,207
Granted during the year	-	-	-	-
Forfeited during the year	-	-	105	10,207
Surrendered during the year	157	10,207	-	-
Expired during the year	-	-	-	-
Outstanding at the end of the year	199	10,207	356	10,207
Exercisable at the end of the year	178	10,207	267	10,207

Series B:

Particulars	31-Mar-2019		31-Mar-2018	
	No. of options	Exercise Price (Rs.)	No. of options	Exercise Price (Rs.)
Outstanding at the beginning of the year	3,225	29,634	2,517	29,634
Granted during the year	-	-	1,506	29,634
Forfeited during the year	687	29,634	798	29,634
Surrendered during the year	320	29,634	-	-
Expired during the year	-	-	-	-
Outstanding at the end of the year	2,218	29,634	3,225	29,634
Exercisable at the end of the year	1,016	29,634	597	29,634

Series C:

Particulars	31-Mar-2019		31-Mar-2018	
	No. of options	Exercise Price (Rs.)	No. of options	Exercise Price (Rs.)
Outstanding at the beginning of the year	-	-	-	-
Granted during the year	1,380	59,918	-	-
Forfeited during the year	-	-	-	-
Surrendered during the year	-	-	-	-
Expired during the year	-	-	-	-
Outstanding at the end of the year	1,380	59,918	-	-
Exercisable at the end of the year	-	-	-	-

The average fair value of stock options are as follows:

Series of ESOP	31-Mar-19		31-Mar-18	
	Grant Date	Average fair value of stock options	Grant Date	Average fair value of stock options
Series A	31-Mar-16	7,471.29	31-Mar-16	7,207.41
Series B	31-Mar-17	2,168.19	31-Mar-17	2,077.43
Series B	25-Apr-17	2,491.20	25-Apr-17	2,284.29
Series B	11-Sep-17	2,854.66	11-Sep-17	2,610.90
Series B	13-Dec-17	2,900.32	13-Dec-17	2,768.38
Series C	04-Feb-19	9,461.87	-	-

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Black-Scholes option pricing model was used to estimate the fair value of options, considering the following inputs:

Series A:

Particulars	31-Mar-19	31-Mar-18
Grant Date	31-Mar-16	31-Mar-16
Dividend yield (%)	0%	0%
Expected volatility*	20%	20%
Risk-free interest rate	6.75%	6.75%
Share price as on the date of grant**	16,000	16,000
Exercise price	10,207	10,207
Expected life of options granted in years	Vesting period plus Exercise period	
Withdrawal rates	10%	

Series B:

Particulars	31-Mar-19				31-Mar-18			
Grant Date	31-Mar-17	25-Apr-17	11-Sep-17	13-Dec-17	31-Mar-17	25-Apr-17	11-Sep-17	13-Dec-17
Dividend yield (%)	0%	0%	0%	0%	0%	0%	0%	0%
Expected volatility*	20%	20%	20%	20%	20%	20%	20%	20%
Risk-free interest rate	6.75%	6.50%	6.35%	6.85%	6.75%	6.50%	6.35%	6.85%
Share price as on the date of grant**	23,000	23,000	23,829	23,829	23,000	23,000	23,829	23,829
Exercise price	29,634	29,634	29,634	29,634	29,634	29,634	29,634	29,634
Expected life of options granted in years	Vesting period plus Exercise period							
Withdrawal rates	10%							

Series C:

Particulars	31-Mar-19
Grant Date	04-Feb-19
Dividend yield (%)	0%
Expected volatility*	20%
Risk-free interest rate	6.80%
Share price as on the date of grant**	54,710
Exercise price	59,918
Expected life of options granted in years	Vesting period plus Exercise period
Withdrawal rates	10%

* Volatility is taken at 3 times the average volatility of Nifty Index for the previous 3 years.
** Share price is based on the weighted average of business valuation carried out by an independent firm as on 31 March 2016, 31 March 2017, 21 July 2017 and 31 March 2019.

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28. Retirement and other employee benefits

The Company has a defined benefit gratuity plan. Every employee who has completed five years or more of service is eligible for gratuity on cessation of employment and it is computed at 15 days' salary (last drawn salary) for each completed year of service.

Statement of Profit and loss

Net employee benefit expense recognised in the employee cost

Particulars	31-Mar-2019	31-Mar-2018
Current service cost	32,38,270	26,31,139
Interest cost on benefit obligation	3,50,977	1,44,110
Expected return on plan assets	-	-
Net actuarial (gain)/ loss recognised in the period	(10,41,800)	(6,07,995)
Recognised Past Service Cost-Unvested	-	5,29,326
Transfer in/(out) obligation	-	-
Net benefit expense	25,47,447	26,96,580

Balance Sheet
Benefit asset/liability

Particulars	31-Mar-2019	31-Mar-2018
Present value of unfunded obligations	73,05,765	47,58,318
Present value of funded obligations	-	-
Fair value of plan assets	-	-
Net Liability/(Asset)	73,05,765	47,58,318

Financial assumptions

Particulars	31-Mar-2019	31-Mar-2018
Discount Rate (p.a.)	7.50%	7.55%
Salary Growth Rate (p.a.)	12%	12%
Withdrawal Rates	18% at younger ages reducing to 6% at older ages	18% at younger ages reducing to 6% at older ages
Expected Rate of Return (p.a.)	Not Applicable	Not Applicable

Change in Defined Benefit Obligation

Particulars	31-Mar-2019	31-Mar-2018
Opening Defined Benefit Obligation	47,58,318	20,61,738
Transfer in/(out) obligation	-	-
Current service cost	32,38,270	26,31,139
Interest cost	3,50,977	1,44,110
Actuarial losses (gains)	(10,41,800)	(6,07,995)
Benefits Paid	-	-
Past Service Cost	-	5,29,326
Closing Defined Benefit Obligation	73,05,765	47,58,318

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Change in Plan Assets

Particulars	31-Mar-2019	31-Mar-2018
Opening Value of Plan Assets	-	-
Expenses deducted from the fund	-	-
Expected return	-	-
Actuarial gains and (losses)	-	-
Contributions by employer	-	-
Benefits paid	-	-
Closing Value of Plan Assets	-	-

The Experience adjustment on plan assets

Particulars	31-Mar-2019	31-Mar-2018	31-Mar- 2017	31-Mar- 2016	31-Mar- 2015*
Defined benefit obligation	73,05,765	47,58,318	20,61,738	6,84,998	2,30,997
Plan assets	-	-	-	-	-
Surplus/ (deficit)	(73,05,765)	(47,58,318)	(20,61,738)	(6,84,998)	(2,30,997)
Experience adjustment of plan assets	-	-	-	-	-
Experience adjustment of plan liabilities	(10,68,035)	(8,55,137)	2,57,430	69,191	-

* The disclosure is from the year in which the Company was incorporated i.e. 15 December 2014.

29. The Supreme Court has recently, delivered its ruling on the composition of basic wages for the purposes of deduction and contribution to the Employees Provident and Pension funds. The Company, in the interest of its employees, awaits clarity on the complexities revolving around the application of the said order, the ambiguity reflected by the divergent views of legal experts. Basis the forgoing, liability of Provident Fund is unascertainable.

30. **Contingent liabilities and commitments**

a) **Contingent Liability**

Particulars	31-Mar-2019	31-Mar-2018
Corporate guarantee provided in connection with loan facilities availed by the subsidiary company, Lendingkart Finance Limited	5,29,57,08,490	2,78,17,44,031
Corporate guarantee provided in connection with debentures issued by the subsidiary company, Lendingkart Finance Limited	3,43,37,12,120	32,81,25,025
Arrears of dividend on Cumulative Compulsorily Convertible preference shares and taxes thereon	45.38	27.83

b) There are no capital commitments as on 31 March 2019 (31 March 2018: Nil).

c) There are no pending litigations as on 31 March 2019 (31 March 2018: Nil).

31. Based on the information available with the Company, there are no micro, small and medium enterprises to whom the Company has paid interest or any interest payable on outstanding (under the provisions of Section 16 of Micro, Small and Medium Enterprises Development Act, 2006) during the year ended 31 March 2019.

32. Disclosure required under Sec 186(4) of the Companies Act 2013

(a) Inter-corporate investment

Particulars	31-Mar-2019	31-Mar-2018
Investment in equity shares of Lendingkart Finance (Wholly Owned Subsidiary)	5,07,01,24,277	1,82,01,24,757

The equity has been utilised for the purpose of onward lending business of Lendingkart Finance Limited.

(b) Inter-corporate loans*

Particulars	31-Mar-2019	31-Mar-2018
Loan made to Lendingkart Finance Limited (Wholly Owned Subsidiary)	50,00,00,000	20,00,00,000

The loan has been utilised for the purpose of onward lending business of Lendingkart Finance Limited.

*During the year ended 31 March 2019, Inter-corporate loan to the subsidiary company of Rs. 49,99,99,692 was converted in to 14,76,101 number of equity shares of Rs. 10 each fully paid at a premium of Rs. 328.73 each and the remaining amount of Rs. 308 was paid back.

(c) Inter-corporate guarantees

The Company has provided corporate guarantees in connection with following loan facilities availed and debenture issued by the subsidiary company, Lendingkart Finance Limited :

Name of the lender	31-Mar-2019		31-Mar-2018	
	Sanctioned Amount	Outstanding amount as on 31-Mar-2019	Sanctioned Amount	Outstanding amount as on 31-Mar-2018
12.26% Non-convertible redeemable debentures (Subscribed by Hinduja Leyland Finance)	-	-	7,50,00,000	2,18,75,025
12.51% Non-convertible redeemable debentures (Subscribed by Hinduja Leyland Finance)	-	-	5,00,00,000	62,50,000
13.30% Non-convertible redeemable debentures (Subscribed by FMO)	30,00,00,000	30,00,00,000	30,00,00,000	30,00,00,000
12.60% Non-convertible redeemable debentures (Subscribed by Aditya Birla Sun Life Asset Management Company Limited)	150,00,00,000	120,00,00,000	-	-
12.70% Non-convertible redeemable debentures (Subscribed by Reliance Mutual Fund)	150,00,00,000	1,25,45,45,453	-	-
12.77% Non-convertible redeemable debentures (Subscribed by IFMR Fimpact Income Builder Fund)	25,00,00,000	25,00,00,000	-	-
13.75% Non-convertible redeemable debentures (Subscribed by IFMR Fimpact Medium Term Oppotunities Fund)	20,00,00,000	20,00,00,000	-	-

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Name of the lender	31-Mar-2019		31-Mar-2018	
	Sanctioned Amount	Outstanding amount as on 31-Mar-2019	Sanctioned Amount	Outstanding amount as on 31-Mar-2018
13.00% Non-convertible redeemable debentures (Subscribed by Goenka Trading Company)	25,00,00,000	22,91,66,667	-	-
Aditya Birla Finance Limited	15,00,00,000	15,00,00,000	15,00,00,000	15,00,00,000
Ambit Finvest Private Limited (formerly Volition Credit & Holding Private Limited)	50,00,00,000	25,00,00,000	3,00,00,000	1,60,05,338
APAC Financial Services Private Limited	15,00,00,000	15,00,00,000	-	-
AU Small Finance Bank Limited	45,00,00,000	38,33,33,334	30,00,00,000	15,00,00,000
Avanse Financial Services Limited	10,00,00,000	7,93,48,773	-	-
Centrum Financial Services Limited	5,00,00,000	1,25,02,140	5,00,00,000	3,75,00,000
Fincare Small Finance Bank Limited	14,00,00,000	9,82,99,289	10,00,00,000	10,00,00,000
Fintree Finance Private Limited	1,00,00,000	14,01,659	1,00,00,000	65,60,685
Hinduja Leyland Finance Limited	-	-	2,00,00,000	28,21,336
IDFC First Bank Limited (Formerly Capital First Limited)	1,82,00,00,000	1,42,72,14,479	67,00,00,000	53,24,82,546
IFMR Capital Finance Private Limited	1,40,00,00,000	82,57,68,964	60,00,00,000	42,25,56,064
IREP Credit Capital Private Limited	-	-	10,00,00,000	9,20,73,438
Jain Sons Finlease Limited	-	-	7,00,00,000	4,49,50,015
Kotak Bank	40,00,00,000	30,00,00,000	25,00,00,000	15,00,00,000
Manappuram Finance Limited	35,00,00,000	22,99,43,631	20,00,00,000	15,00,00,001
MAS Financial Services Limited	25,00,00,000	25,00,00,000	5,00,00,000	41,66,674
Muthoot Capital Services Limited	10,00,00,000	2,50,00,002	10,00,00,000	5,83,33,335
Shriram City Union Finance Limited	20,00,00,000	15,47,49,578	-	-
State Bank of India	25,00,00,000	25,00,00,000	25,00,00,000	20,05,25,351
Sundaram Finance Limited	-	-	5,00,00,000	2,66,84,248
Suryoday Small Finance Bank Limited	10,00,00,000	4,24,99,999	-	-
Tata Capital Financial Services Limited	32,00,00,000	15,83,33,336	33,50,00,000	23,70,85,000
Visu Leasing and Finance Private Limited	10,00,00,000	5,73,13,306	20,00,00,000	10,00,00,000
Yes Bank	45,00,00,000	45,00,00,000	50,00,00,000	30,00,00,000
Total	**11,29,00,00,000**	**8,72,94,20,610**	**4,46,00,00,000**	**3,10,98,69,056**

The corporate guarantees have been given in connection with availment of credit facilities from lenders for the purpose of onward lending business.

33. The Company has reclassified/ regrouped previous year figures to confirm to current year's classification, where applicable.

For S. R. BATLIBOI & CO. LLP
Chartered Accountants
ICAI Firm Registration number : 301003E/E300005

per Jayesh Gandhi
Partner
Membership No. : 037924

Place: Mumbai
Date: 26 August 2019

For and on behalf of the Board of Directors of
Lendingkart Technologies Private Limited

Harshvardhan Lunia
Chairman and Managing Director
DIN No.: 01189114

Sudeep Bhatia
Chief Financial Officer
Membership No.: 098112

Kumudini Aggarwal
Company Secretary
Membership No.: A19536

Place: Mumbai
Date: 26 August 2019

S.R. BATLIBOI & CO. LLP
Chartered Accountants

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INDEPENDENT AUDITOR'S REPORT

To the Members of Lendingkart Technologies Private Limited

Report on the Audit of the Consolidated Financial Statements

Opinion

We have audited the accompanying consolidated financial statements of Lendingkart Technologies Private Limited (hereinafter referred to as "the Holding Company") and its subsidiary (the Holding Company and its subsidiary together referred to as "the Group") comprising of the consolidated Balance sheet as at March 31, 2019, the consolidated Statement of Profit and Loss and the consolidated Cash Flow Statement for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies and other explanatory information (hereinafter referred to as "the consolidated financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid consolidated financial statements give the information required by the Companies Act, 2013, as amended ("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 consolidated state of affairs of the Group as at March 31, 2019, their consolidated profit and their consolidated cash flows for the year ended on that date.

Basis for Opinion

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

Other Information

The Holding Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Board Report, but does not include the consolidated financial statements and our auditor's report thereon.

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

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

Responsibilities of Management for the Consolidated Financial Statements

The Holding Company's Board of Directors is responsible for the preparation and presentation of these consolidated financial statements in terms of the requirements of the Act that give a true and fair view of the consolidated financial position, consolidated financial performance and consolidated cash flows of the Group in accordance with the accounting principles generally accepted in India, including the Companies (Accounting Standards) Rules, 2006 (as amended) specified under section 133 of the Act, read with the Companies (Accounts) Rules, 2014. The respective Board of Directors of the companies included in the Group are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Group and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting

records, relevant to the preparation and presentation of the consolidated financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the consolidated financial statements by the Directors of the Holding Company, as aforesaid.

In preparing the consolidated financial statements, the respective Board of Directors of the companies included in the Group are responsible for assessing the ability of the Group to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Group or to cease operations or has no realistic alternative but to do so.

Those respective Board of Directors of the companies included in the Group are also responsible for overseeing the financial reporting process of the Group.

Auditor's Responsibilities for the Audit of the Consolidated Financial Statements

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

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

Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Holding Company has adequate internal financial controls system in place and the operating effectiveness of such controls.

Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of the Group to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group to cease to continue as a going concern.

Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group of which we are the independent auditors and whose financial information we have audited , to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the audit of the financial statements of such entities included in the consolidated financial statements of which we are the independent auditors. We remain solely responsible for our audit opinion.

We communicate with those charged with governance of the Holding Company and such other entities included in the consolidated financial statements of which we are the independent auditors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

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

Report on Other Legal and Regulatory Requirements

As required by Section 143(3) of the Act, we report, to the extent applicable, 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 of the aforesaid consolidated financial statements;

(b) In our opinion, proper books of account as required by law relating to preparation of the aforesaid consolidation of the financial statements have been kept so far as it appears from our examination of those books and reports of the other auditors;

(c) The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss and the Consolidated Cash Flow Statement dealt with by this Report are in agreement with the books of account maintained for the purpose of preparation of the consolidated financial statements;

(d) In our opinion, the aforesaid consolidated financial statements comply with the Companies (Accounting Standards) Rules, 2006 (as amended) specified under section 133 of the Act, read with the Companies (Accounts) Rules, 2014;

(e) On the basis of the written representations received from the directors of the Holding Company as on March 31, 2019 taken on record by the Board of Directors of the Holding Company and the reports of the statutory auditors who are appointed under Section 139 of the Act, of its subsidiary companies, none of the directors of the Group's companies incorporated in India is disqualified as on March 31, 2019 from being appointed as a director in terms of Section 164 (2) of the Act;

(f) With respect to the adequacy and the operating effectiveness of the internal financial controls over financial reporting with reference to these consolidated financial statements of the Holding Company and its subsidiary company incorporated in India, refer to our separate Report in "Annexure 1" to this report;

(g) The provisions of section 197 read with Schedule V of the Act are not applicable to the Holding Company and its subsidiary company incorporated in India for the year ended March 31, 2019;

(h) 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, as amended, in our opinion and to the best of our information and according to the explanations given to us:

i. The Group does not have any pending litigations which would impact its consolidated financial position;

ii. The Group did not have any material foreseeable losses in long-term contracts including derivative contracts during the year ended March 31, 2019;

iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Holding Company and its subsidiary company incorporated in India during the year ended March 31, 2019.

For **S.R. Batliboi & Co. LLP**
Chartered Accountants
ICAI Firm Registration Number: 301003E/E300005
UDIN: 19037924AAAALH9639

per Jayesh Gandhi
Partner
Membership Number: 037924

Place of Signature: Mumbai
Date: August 26, 2019

Annexure 1 to The Independent Auditor's Report Of Even Date On The Consolidated Financial Statements Of Lendingkart Technologies Private Limited

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

In conjunction with our audit of the consolidated financial statements of Lendingkart Technologies Private Limited ('the Holding Company") as of and for the year ended March 31, 2019, we have audited the internal financial controls over financial reporting of Lendingkart Technologies Private Limited (hereinafter referred to as the "Holding Company") and its subsidiary company, which are companies incorporated in India, as of that date.

Management's Responsibility for Internal Financial Controls

The respective Board of Directors of the Holding Company and its subsidiary company, which are companies incorporated in India, are responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Holding 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. 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 the respective 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 Act.

Auditor's Responsibility

Our responsibility is to express an opinion on the company's internal financial controls over financial reporting with reference to these consolidated financial statements 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, both, issued by Institute of Chartered Accountants of India, and deemed to be prescribed under section 143(10) of the Act, to the extent applicable to an audit of internal financial controls. 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 with reference to these consolidated financial statements 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 over financial reporting with reference to these consolidated financial statements and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting with reference to these consolidated financial statements, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the consolidated 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 internal financial controls over financial reporting with reference to these consolidated financial statements.

Meaning of Internal Financial Controls over Financial Reporting With Reference to these Consolidated Financial Statements

A company's internal financial control over financial reporting with reference to these consolidated financial statements is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of consolidated financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting with reference to these consolidated financial statements 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 consolidated 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 consolidated financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting With Reference to these Consolidated Financial Statements

Because of the inherent limitations of internal financial controls over financial reporting with reference to these consolidated financial statements, 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 with reference to these consolidated financial statements to future periods are subject to the risk that the internal financial control over financial reporting with reference to these consolidated financial statements 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 Holding Company and its subsidiary company, which are companies incorporated in India, have, maintained in all material respects, adequate internal financial controls over financial reporting with reference to these consolidated financial statements and such internal financial controls over financial reporting with reference to these consolidated financial statements were operating effectively as at March 31, 2019, based on the internal control over financial reporting criteria established by the Holding 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 **S.R. Batliboi & Co. LLP**
Chartered Accountants
ICAI Firm Registration Number: 301003E/E300005
UDIN: 19037924AAAALH9639

per **Jayesh Gandhi**
Partner
Membership Number: 037924

Place of Signature: Mumbai
Date: August 26, 2019

Lendingkart Technologies Private Limited

Consolidated Balance Sheet as at 31 March 2019

(Amount in Rupees unless otherwise stated)

Particulars	Notes	As at 31-Mar-19	As at 31-Mar-18
I. EQUITY AND LIABILITIES			
Shareholders' funds			
(a) Share capital	3	1,99,69,830	1,12,17,230
(b) Reserves and surplus	4	6,30,64,96,617	1,40,55,26,731
		6,32,64,66,447	**1,41,67,43,961**
Non current liabilities			
(a) Long term borrowings	5	4,35,87,13,739	1,55,29,70,987
(b) Long term provisions	6	15,65,33,924	6,19,86,659
		4,51,52,47,663	**1,61,49,57,646**
Current liabilities			
(a) Short term borrowings	7	2,16,47,43,943	1,39,77,40,961
(b) Current maturity of long term borrowings	5	3,30,72,58,367	1,25,15,09,078
(c) Short term provisions	6	3,33,54,073	6,67,68,848
(d) Other current liabilities	8	49,13,25,890	22,37,69,709
		5,99,66,82,273	**2,93,97,88,596**
Total Equity and Liabilities		**16,83,83,96,383**	**5,97,14,90,203**
II. ASSETS			
Non current assets			
(a) Property, plant and equipment			
(i) Tangible assets	9	3,40,21,594	2,58,98,743
(ii) Intangible assets	10	22,22,69,623	12,51,96,178
(iii) Intangible assets under development		1,51,27,402	1,43,85,985
(b) Deferred tax assets (net)	11	4,37,67,436	-
(c) Long term loans and advances towards financing activities	12	6,51,71,03,383	1,34,75,04,141
(d) Other long term loans and advances	12	20,44,96,501	7,04,47,541
(e) Other non current assets	14	17,04,25,226	20,00,00,000
		7,20,72,11,165	**1,78,34,32,588**
Current assets			
(a) Cash and bank balances	13	2,86,47,34,031	97,96,83,631
(b) Short term loans and advances towards financing activities	12	6,04,44,06,680	3,04,99,71,359
(c) Other short term loans and advances	12	54,23,66,729	8,28,75,883
(d) Other current assets	14	17,96,77,778	7,55,26,742
		9,63,11,85,218	**4,18,80,57,615**
Total Assets		**16,83,83,96,383**	**5,97,14,90,203**

Summary of significant accounting policies 2.1

The accompanying notes are an integral part of the financial statements

For S. R. BATLIBOI & CO. LLP
Chartered Accountants
ICAI Firm Registration number : 301003E/E300005

per Jayesh Gandhi
Partner
Membership No. 037924

Place : Mumbai
Date : 26 August 2019

For and on behalf of the Board of Directors of
Lendingkart Technologies Private Limited

Harshvardhan Lunia
Chairman and Managing Director
DIN No. 01189114

Sudeep Bhatia
Chief Financial Officer
Membership No. 098112

Kumudini Aggarwal
Company Secretary
Membership No. A19536

Place : Mumbai
Date : 26 August 2019

Lendingkart Technologies Private Limited
Consolidated Statement of Profit and Loss for the year ended 31 March 2019

(Amount in Rupees unless otherwise stated)

Particulars	Notes	For the year ended 31- Mar-19	For the year ended 31-Mar-18
I. Income:			
Revenue from operations	15	2,36,02,32,886	86,53,53,545
Other income	16	13,73,90,371	5,36,22,535
Total revenue		**2,49,76,23,257**	**91,89,76,080**
II. Expenses:			
Employee benefits expense	17	42,52,72,223	35,03,87,324
Finance costs	18	85,47,83,029	36,55,98,713
Depreciation and amortisation expense	9 & 10	10,10,30,672	5,77,99,574
Other expenses	19	76,60,22,948	40,60,07,910
Provisions and write offs	20	33,34,80,594	26,17,84,688
Total expenses		**2,48,05,89,466**	**1,44,15,78,209**
III. Profit/(loss) before exceptional items and tax		**1,70,33,791**	**(52,26,02,129)**
IV. Tax Expenses:			
Current tax		8,20,93,490	-
MAT credit entitlement		(5,37,41,576)	-
Deferred tax		(4,37,67,436)	-
V. Profit/(loss) for the year after tax		**3,24,49,313**	**(52,26,02,129)**
VI. Earning per share:			
Basic (Computed on the basis of total profit for the year)	21	648.21	(10,439.52)
Diluted (Computed on the basis of total profit for the year)	21	152.35	(10,439.52)

Summary of significant accounting policies 2.1
The accompanying notes are an integral part of the financial statements

For S. R. BATLIBOI & CO. LLP
Chartered Accountants
ICAI Firm Registration number : 301003E/E300005

per Jayesh Gandhi
Partner
Membership No. 037924

Place : Mumbai
Date : 26 August 2019

For and on behalf of the Board of Directors of
Lendingkart Technologies Private Limited

Harshvardhan Lunia
Chairman and Managing Director
DIN No. 01189114

Sudeep Bhatia
Chief Financial Officer
Membership No. 098112

Kumudini Aggarwal
Company Secretary
Membership No. A19536

Place : Mumbai
Date : 26 August 2019

Lendingkart Technologies Private Limited
Consolidated cash flow statement for the year ended 31 March 2019

(Amount in Rupees unless otherwise stated)

Particulars	31-Mar-19	31-Mar-18
Cash flow from operating activities		
Profit/(loss) before tax	1,70,33,791	(52,26,02,129)
Adjustments to reconcile loss before tax to net cash flows:		
Provision for gratuity	63,25,512	50,29,957
Provision for leave encashment	1,61,40,592	1,42,61,294
Provision in respect of standard and sub-standard assets	6,81,68,738	3,04,64,283
Bad debt written offs	26,53,11,867	23,13,20,405
Discount on Commercial Paper	2,64,21,482	-
Depreciation and amortisation	10,10,30,672	5,77,99,574
Loss on sale and write off of property, plant and equipment	19,49,556	26,87,550
Mark-to-market loss on forward contract	-	2,95,02,352
Share issue expenses	41,61,625	97,52,883
Employee stock option expense	10,31,464	28,94,919
Interest expense on borrowings	73,99,13,060	5,02,30,368
Interest on bank deposits	(13,46,46,685)	(5,22,19,079)
Operating profit/(loss) before working capital changes	**1,11,28,41,674**	**(14,08,77,623)**
Movements in working capital :		
Decrease / (increase) in short term loans and advances	(3,40,01,84,591)	(1,76,33,20,467)
Decrease / (increase) in long term loans and advances	(5,54,87,95,552)	(1,29,42,28,638)
Decrease / (increase) in other current assets	(10,41,51,032)	(3,01,35,386)
Increase / (decrease) in other current liabilities	26,75,56,181	15,92,17,900
Increase / (decrease) in provisions	(2,95,02,352)	2,95,02,352
Net change in working capital	**(8,81,50,77,346)**	**(2,89,89,64,239)**
Cash generated from /(used in) operations	**(7,70,22,35,672)**	**(3,03,98,41,862)**
Direct taxes paid (including Tax deducted at source) net of refund	(10,22,58,007)	(2,14,12,824)
Net cash flow from / (used in) operating activities (A)	**(7,80,44,93,679)**	**(3,06,12,54,686)**
Cash flows from investing activities		
Purchase of property plant and equipment, including capital work in progress	(20,92,69,489)	(14,10,50,945)
Proceeds from sale of property, plant and equipment	3,51,547	38,800
Decrease/(increase) in fixed deposits with original maturity of greater than three months	(55,97,91,569)	(38,07,72,611)
Interest on bank deposits	13,46,46,685	5,22,19,079
Net cash flow from/ (used in) investing activities (B)	**(63,40,62,826)**	**(46,95,65,677)**
Cash flows from financing activities		
Proceeds from issuance of preference share capital (including securities premium)	4,87,62,41,709	69,03,02,782
Proceeds from long term borrowings	7,34,50,00,000	2,80,00,00,000
Repayment of long term borrowings	(2,48,35,07,961)	(73,19,86,137)
Proceeds of short term borrowings	3,04,58,78,880	1,65,50,00,000
Repayment of short term borrowings	(2,24,93,28,590)	(77,98,38,077)
Change in Cash Credit / Overdraft	(5,59,68,791)	35,17,85,918
Payment of Interest on borrowings	(73,99,13,060)	(5,02,30,368)
Share issue expenses	(41,61,625)	(97,52,883)
Mark-to-market loss on forward contract	-	(2,95,02,352)
Net cash flow from/ (used in) in financing activities (C)	**9,73,42,40,562**	**3,89,57,78,883**
Net increase/(decrease) in cash and cash equivalents (A + B + C)	**1,29,56,84,057**	**36,49,58,520**
Cash and cash equivalents in the beginning of the year	37,01,67,254	52,08,734
Cash and cash equivalents at the end of the year (refer note 13)	**1,66,58,51,311**	**37,01,67,254**

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Lendingkart Technologies Private Limited
Consolidated cash flow statement for the year ended 31 March 2019

(Amount in Rupees unless otherwise stated)

Particulars	31-Mar-19	31-Mar-18
Components of cash and cash equivalents		
(a) Cash on hand	55,230	22,826
(b) Balance with Banks		
(i) In Current accounts	31,71,40,126	7,01,44,428
(ii) In deposit accounts with original maturity of less than 3 months	1,34,86,55,955	30,00,00,000
Total cash and cash equivalents (refer note 13)	**1,66,58,51,311**	**37,01,67,254**

Summary of significant accounting policies 2.1

The accompanying notes are an integral part of the financial statements

Note 1: The above cash flow statement has been prepared under the indirect method as prescribed in Accounting Standard 3 on Cash Flow Statements.

For S. R. BATLIBOI & CO. LLP
Chartered Accountants
ICAI Firm Registration number : 301003E/E300005

per Jayesh Gandhi
Partner
Membership No. 037924

Place : Mumbai
Date : 26 August 2019

For and on behalf of the Board of Directors of
Lendingkart Technologies Private Limited

Harshvardhan Lunia
Chairman and Managing Director
DIN No. 01189114

Sudeep Bhatia
Chief Financial Officer
Membership No. 098112

Kumudini Aggarwal
Company Secretary
Membership No. A19536

Place : Mumbai
Date : 26 August 2019

1. Corporate information

Lendingkart Technologies Private Limited ('LTPL' or 'the Company' or 'the Holding Company') is a private limited company domiciled in India. The Company has developed technology tools based on big data analysis which facilitates lenders to evaluate borrower's credit worthiness and provides other related services. The Company has a wholly owned subsidiary, Lendingkart Finance Limited) ('LFL'), a public limited company domiciled in India. LFL is a Non-Banking Financial Company ('NBFC') as defined under section 45-IA of the Reserve Bank of India ("RBI") Act, 1934 and engaged in the business of providing working capital loan to the small and medium sized enterprises and others.

2. (a) Basis of preparation of Consolidated Financial Statements

The Consolidated Financial statements comprise of the financial statements of LTPL and LFL, its subsidiary company (herein after collectively referred to as 'the Group').

The Consolidated Financial Statements have been prepared in accordance with the generally accepted accounting principles in India ('Indian GAAP'). The Company has prepared these financial statements to comply with the Companies (Accounting Standards) Rules, 2006 (as amended) specified under section 133 of the Act, read with the Companies (Accounts) Rules, 2014. The financial statements have been prepared on an accrual basis and under the historical cost convention except as detailed in Note 2.1(b).

The accounting policies adopted in preparation of financial statements are consistent with those used in the previous year.

(b) Principles of Consolidation

(i) The Consolidated Financial Statements are prepared in accordance with AS - 21 on "Consolidated Financial Statements" issued by the Institute of Chartered Accountants of India (ICAI). The financial statements of the Group are prepared according to uniform accounting policies, in accordance with accounting principles generally accepted in India. The effects of inter-company transactions are eliminated on consolidation.

The financial statements of the Company and its subsidiary have been combined on a line-by-line basis by adding together like items of assets, liabilities, income and expenses, after eliminating intra-group balances and intra-group transactions resulting in unrealised profits or losses.

The Consolidated Financial Statements are prepared using uniform accounting policies for like transactions and events in similar circumstances and necessary adjustments required for deviations, if any to the extent possible unless otherwise stated, are made in the Consolidated Financial Statements and are presented in the same manner as the Company's standalone financial statements.

The financial statements of LFL have been prepared in accordance with and in the manner prescribed by the provisions of Reserve Bank of India regulations. Due to lack of homogeneity of the businesses, the financial statements of LFL have been consolidated, to the extent possible in the format as adopted by the parent, as required by AS-21 and as prescribed under section 133 of the Companies Act, 2013.

(ii) The subsidiary company considered in preparation of Consolidation Financial Statements is:

Particulars	Country of Incorporation	Proportion of ownership as on March 31, 2019	Proportion of ownership as on March 31, 2018	Financial Year ends on
Lendingkart Finance Limited	India	100%	100%	31 March

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(c) Goodwill on Consolidation

The excess of cost to the Holding Company of its investment in subsidiary over the Holding Company's portion of equity at the date on which investment in subsidiary was made, has been recognised as goodwill in the Consolidated Financial Statements. The Group amortises such goodwill over the best estimate of its useful economic life and the same is tested for impairment annually.

2.1 Summary of significant accounting policies

(a) Use of estimates

The preparation of financial statements in conformity with Indian GAAP requires the management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities and the disclosure of contingent liabilities, at the end of the reporting period. Although these estimates are based on the management's best knowledge of current events and actions, uncertainty about these assumptions and estimates could result in the outcomes requiring a material adjustment to the carrying amounts of assets or liabilities in future periods.

(b) Revenue recognition

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Group and the revenue can be reliably measured.

i. Interest income on loans given

Interest income is recognised on a time proportion basis taking in to account the amount outstanding and the interest rate applicable. Income including interest or any other charges on non-performing asset is recognized only when realized. Any such income recognized before the asset became non-performing and remaining unrealized is reversed.

ii. Income from assignments / securitisation of loans

Profit/premium arising at the time of securitisation/assignment of loan portfolio is amortised over the life of the underlying loan portfolio/securities and any loss arising therefrom is accounted for immediately. Income from interest strip (excess income spread) is recognised in the statement of profit and loss net of any losses when redeemed in cash. Interest retained under assignment of loan receivables is recognised on realisation basis over the life of the underlying loan portfolio. Interest on retained portion of assigned portfolio is recognised on accrual basis except in case of non-performing assets wherein interest income is recognised on realisation basis as per NBFC prudential norms. Service fee received is accounted for based on the underlying deal structure of transaction as per the agreement.

iii. Income from deposits

Interest income on deposits with banks is recognised on a time proportion accrual basis taking into account the amount outstanding and the rate applicable.

iv. Fee income

Loan origination income i.e. processing fees and other charges collected upfront, are recognised at the inception of the loan.

v. Other operating income

Additional charges such as penal interest, rescheduling charges are recognised on realisation basis.

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vi. License fees income

License fees towards use of software are recognised based on the agreement with the subsidiary company.

(c) Borrowing costs

All borrowing costs are expensed in the period they occur. Borrowing costs consist of interest and other costs that the Group incurs in connection with the arrangement of borrowings.

(d) Property, plant and equipment

Property, plant and equipments are stated at cost, net of accumulated depreciation and accumulated impairment losses, if any. The cost comprises purchase price and directly attributable cost of bringing the asset to its working condition for the intended use.

Gains or losses arising from de-recognition of fixed assets are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognised in the statement of profit and loss when the asset is de-recognised.

(e) Depreciation on property, plant and equipment

i. Depreciation on property, plant and equipment is provided on the written down value method using the rates arrived at based on useful life of the assets prescribed under Schedule II of the Act which is also as per the useful life of the assets estimated by the management.

ii. Leasehold improvements are amortised over the primary lease period.

iii. Residual value has been taken at 5% of the cost.

(f) Intangible assets

Intangible assets representing software used for business purposes are capitalised. Incidental cost representing upgrades to such software are considered as additions to core software on the basis of management estimates. Useful life of a base software and additions there to (i.e. upgrades or new features to the base software) are arrived by the management based on factors including the effects of obsolescence, demand, competition, and other economic factors such as stability of the industry and known technological advances. Where the Group assesses that the upgrades to the base software can be independently used, such upgrades are amortised on a straight line basis over the estimated useful life or tested for impairment from the date such upgrades are available for use. Software related expenditure which are incurred for maintaining existing technical architecture and not resulting into future economic benefits are charged to the statement of profit and loss.

Software is stated at cost less accumulated amortisation and impairment losses if any. Amortisation methods and useful lives of each software, module, features or upgrades are reviewed and evaluated periodically for impairment and technology changes at each reporting date.

(g) Impairment of property, plant, equipment and intangible assets

The Group assesses at each reporting date whether there is an indication that an asset may be impaired. If any indication exists, or when annual impairment testing for an asset is required, the Group estimates the asset's recoverable amount. An asset's recoverable amount is the higher of an asset's net selling price and its value in use. The recoverable amount is determined for an individual asset, unless the asset does not generate cash inflows that are largely independent of those from other assets or groups of assets. Where the carrying amount of an asset exceeds its recoverable amount, the asset is considered impaired and is written down to its recoverable amount. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. In

determining net selling price, recent market transactions are taken into account, if available. If no such transactions can be identified, an appropriate valuation model is used.

(h) Commercial papers

Commercial paper is recognised at redemption value net of unamortized finance charges. The difference between redemption value and issue value is amortised on a time basis and is disclosed separately under finance charges.

(i) Securitisation & Assignment Transactions

Securitisation

i. Securitised portfolio loans are de-recognised in the balance sheet when they are securitised i.e. if they fully meet the true sale criteria.

ii. Gains arising on securitisation of portfolio loans are recognised over the tenure of securities issued by special purpose vehicle trust (SPV) and any loss arising there-from is accounted upfront.

iii. The excess interest spread on securitisation transactions are recognised in statement of Profit & Loss account only when it is redeemed in cash by the SPV.

Assignment

i. Portfolio loans under assignment are de-recognised in the balance sheet when they are assigned subject to the Minimum Retention Criteria (MRC) as per RBI guidelines. MRC portion of assigned loan are shown under Loans & Advance.

ii. Gains arising at the time of assignment transactions are amortised over the life of underlying portfolio loans.

iii. Interest on retained portion of assignment portfolio is recognised on accrual basis except in case of Non Performing Assets where interest income is recognised on receipt basis as per NBFC prudential norms.

iv. Service fees are accounted for based on the underlying deal structure of transaction.

(j) Classification and provisioning of loan portfolio

i. Loans are classified as standard and non-performing assets in accordance with subsidiary company policy. A loan is classified as non-preforming assets, where interest/instalment is overdue for a period of 90 days and above, from the day it becomes due which is in compliance with the Master Direction - Non-Banking Financial Company - Systemically Important Non-Deposit taking Company and Deposit taking Company (Reserve Bank) Directions, 2016, as amended from time to time.

ii. Provision/Write off in respect of non-performing assets are made based on management's assessment of the degree of impairment of the loans and advances subject to the minimum provision required as per Master Direction - Non-Banking Financial Company - Systemically Important Non-Deposit taking Company and Deposit taking Company (Reserve Bank) Directions, 2016, as amended from time to time.

(k) Leases (Where the Group is lessee)

Leases, where the lessor effectively retains substantially all the risks and benefits of ownership of the leased item, are classified as operating leases. Operating lease payments are recognised as an expense in the statement of profit and loss on a straight-line basis over the lease term.

(l) Foreign currency transactions

i. All transactions in foreign currency are recognised at the exchange rate prevailing on the date of the transaction.

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ii. Foreign currency monetary items are reported using the exchange rate prevailing at the close of the financial year.

iii. Exchange differences arising on the settlement of monetary items or on the restatement of Group's monetary items at rates different from those at which they were initially recorded during the year, or reported in previous financial statements, are recognised as income or as expenses in the year in which they arise.

(m) Derivative instruments

The Group uses foreign currency forward exchange contracts to hedge its risks associated with fluctuations relating to highly probable forecasted transactions. The Group does not use derivative financial instruments for speculative purpose. In respect of such forward contract outstanding at the balance sheet date, the marked to market position is obtained from the bankers issuing the contracts. Derivative instruments are measured at fair value and any changes in fair value being recognised in the statement of profit and loss.

(n) Retirement and other employee benefits

i. Retirement benefit in the form of provident fund is a defined contribution scheme. The Group has no obligation, other than the contribution payable to the provident fund. The Group recognises contribution payable to the provident fund scheme as expenditure, when an employee renders the related service.

ii. Gratuity liability is a defined benefit plan and the costs of providing benefit under this plan is determined on the basis of actuarial valuation at each year-end using the projected unit credit method. Actuarial gains and losses are recognised in full in the period in which they occur in the statement of profit and loss.

iii. Accumulated leave, which is expected to be utilised within the next 12 months, is treated as short-term employee benefit. The Group measures the expected cost of such absences as the additional amount that it expects to pay as a result of the unused entitlement that has accumulated at the reporting date.

iv. The Group treats accumulated leave expected to be carried forward beyond twelve months, as long-term employee benefit for measurement purposes. Such long-term compensated absences are provided for based on the actuarial valuation using the projected unit credit method at the year-end.

(o) Income tax

Tax expense comprises current and deferred tax. Current income-tax is measured at the amount expected to be paid to the tax authorities in accordance with the Income-tax Act, 1961 enacted in India. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted, at the reporting date.

Deferred income taxes reflect the impact of timing differences between taxable income and accounting income originating during the current year and reversal of timing differences for the earlier years. Deferred tax is measured using the tax rates and the tax laws enacted or substantively enacted at the reporting date. Deferred income tax relating to items recognised directly in equity is recognised in equity and not in the statement of profit and loss.

Deferred tax assets are recognised for deductible timing differences 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 Group 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.
The carrying amount of deferred tax assets are reviewed at each reporting date. The Group writes-down the carrying amount of deferred tax asset to the extent that it is no longer reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available against which deferred tax asset can be realised. Any such write-down is reversed to the extent that it becomes reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available.

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(p) MAT (Minimum Alternate Tax)

Minimum alternate tax (MAT) paid in a year is charged to the statement of profit and loss as current tax. The Group recognizes MAT credit available as an asset only to the extent that there is convincing evidence that the Group will pay normal income tax during the specified period, i.e., the period for which MAT credit is allowed to be carried forward. In the year in which the Group recognizes MAT credit as an asset in accordance with the Guidance Note on Accounting for Credit Available in respect of Minimum Alternative Tax under the Income-tax Act, 1961, the said asset is created by way of credit to the statement of profit and loss and shown as "MAT Credit Entitlement." The Group reviews the "MAT credit entitlement" asset at each reporting date and writes down the asset to the extent the Group does not have convincing evidence that it will pay normal tax during the specified period.

(q) Share based payments

In case of stock option plan, measurement and disclosure of the employee share-based payment plans is done in accordance with the Guidance Note on Accounting for Employee Share-based Payments, issued by the Institute of Chartered Accountants of India. The Group measures compensation cost relating to employee stock options using the fair value method. Compensation expense is amortised over the vesting period of the option on the straight-line basis.

(r) Share issue expenses

Direct expenses in connection with issue of shares are adjusted from securities premium account, to the extent available.

(s) Provisions

A provision is recognised when the Group has a present obligation as a result of past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. Provisions are not discounted to their present value and are determined based on the best estimate required to settle the obligation at the reporting date. These estimates are reviewed at each reporting date and adjusted to reflect the current best estimates.

(t) Contingent liabilities

A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the Group or a present obligation that is not recognised because it is not probable that an outflow of resources will be required to settle the obligation. A contingent liability also arises in extremely rare cases where there is a liability that cannot be recognised because it cannot be measured reliably. The Group does not recognise a contingent liability but discloses its existence in the financial statements.

(u) Cash and cash equivalents

Cash and cash equivalents for the purposes of cash flow statement comprise cash at bank and in hand and short-term investments with an original maturity of three months or less.

(v) Earnings Per Share

Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to equity shareholders (after deducting preference dividends and attributable taxes) by the weighted average number of equity shares outstanding during the period.
For the purpose of calculating diluted earnings per share, the net profit or loss for the year attributable to equity shareholders and the weighted average number of shares outstanding during the year are adjusted for the effects of all dilutive potential equity shares.

2.2 Change in accounting Policy

During the current year, the Group has adjusted share issue expenses, including loss on hedging of share capital inflow aggregating to Rs. 32,51,99,380 against securities premium account, which was hitherto charged to statement of profit and loss. Had the Group followed the accounting policy applicable in previous year, the profit would have been lower by Rs. 32,51,99,380.

(Amount in Rupees unless otherwise stated)

3 SHARE CAPITAL

Particulars	As at 31-Mar-19	As at 31-Mar-18
Authorised Shares		
(i) 1,70,000 (31 March 2018 : 1,70,000) equity shares of Rs. 10 each	17,00,000	17,00,000
(ii) 40,000 (31 March 2018 : 40,000) 0.001% Compulsorily Convertible Cumulative preference shares (CCCPS) of Rs. 10 each	4,00,000	4,00,000
(iii) 37,410 (31 March 2018 : 37,410) 0.0001% Series A Compulsorily Convertible Cumulative preference shares (Series A CCCPS) of Rs. 100 each	37,41,000	37,41,000
(iv) 44,396 (31 March 2018 : 44,396) 0.0001% Series B Compulsorily Convertible Cumulative preference shares (Series B CCCPS) of Rs. 100 each	44,39,600	44,39,600
(v) 25,000 (31 March 2018 : 25000) 0.0001% Series C1 Compulsorily Convertible Cumulative preference shares (Series C1 CCCPS) of Rs. 100 each	25,00,000	25,00,000
(vi) 86,200 (31 March 2018 : Nil) 0.0001% Series C2 Compulsorily Convertible Cumulative preference shares (Series C2 CCCPS) of Rs. 100 each	86,20,000	-
Total authorised share capital	**2,14,00,600**	**1,27,80,600**
Issued, subscribed and fully paid-up shares		
(i) 50,060 (31 March 2018 : 50,060) Equity shares of Rs. 10 each	5,00,600	5,00,600
(ii) 20,663 (31 March 2018 : 20,663) 0.001% Compulsorily Convertible Cumulative preference shares (CCCPS) of Rs. 10 each	2,06,630	2,06,630
(iii) 37,410 (31 March 2018 : 37,410) 0.0001% Series A Compulsorily Convertible Cumulative preference shares (Series A CCCPS) of Rs. 100 each	37,41,000	37,41,000
(iv) 44,396 (31 March 2018 : 44,396) 0.0001% Series B Compulsorily Convertible Cumulative preference shares (Series B CCCPS) of Rs. 100 each	44,39,600	44,39,600
(v) 24,711 (31 March 2018 : 23,294) 0.0001% Series C1 Compulsorily Convertible Cumulative preference shares (Series C1 CCCPS) of Rs. 100 each	24,71,100	23,29,400
(vi) 86,109 (31 March 2018 : Nil) 0.0001% Series C2 Compulsorily Convertible Cumulative preference shares (Series C2 CCCPS) of Rs. 100 each	86,10,900	-
Total issued, subscribed and fully paid-up share capital	**1,99,69,830**	**1,12,17,230**

(a) Reconciliation of shares outstanding at the beginning and at the end of the reporting year

(i) Equity Shares

Particulars	As at 31-Mar-19		As at 31-Mar-18	
	No. of shares	Amount	No. of shares	Amount
At the beginning of the year	50,060	5,00,600	50,060	5,00,600
Issued during the year	-	-	-	-
Outstanding at the end of the year	**50,060**	**5,00,600**	**50,060**	**5,00,600**

(ii) CCCPS of Rs. 10 each fully paid

Particulars	As at 31-Mar-19		As at 31-Mar-18	
	No. of shares	Amount	No. of shares	Amount
At the beginning of the year	20,663	2,06,630	20,663	2,06,630
Issued during the year	-	-	-	-
Outstanding at the end of the year	**20,663**	**2,06,630**	**20,663**	**2,06,630**

(iii) Series A CCCPS of Rs. 100 each fully paid

Particulars	As at 31-Mar-19		As at 31-Mar-18	
	No. of shares	Amount	No. of shares	Amount
At the beginning of the year	37,410	37,41,000	37,410	37,41,000
Issued during the year	-	-	-	-
Outstanding at the end of the year	**37,410**	**37,41,000**	**37,410**	**37,41,000**

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(Amount in Rupees unless otherwise stated)

(iv) **Series B CCCPS of Rs. 100 each fully paid**

Particulars	As at 31-Mar-19		As at 31-Mar-18	
	No. of shares	Amount	No. of shares	Amount
At the beginning of the year	44,396	44,39,600	44,396	44,39,600
Issued during the year	-	-	-	-
Outstanding at the end of the year	**44,396**	**44,39,600**	**44,396**	**44,39,600**

(v) **Series C1 CCCPS of Rs. 100 each fully paid**

Particulars	As at 31-Mar-19		As at 31-Mar-18	
	No. of shares	Amount	No. of shares	Amount
At the beginning of the year	23,294	23,29,400	-	-
Issued during the year	1,417	14,170	23,294	23,29,400
Outstanding at the end of the year	**24,711**	**23,43,570**	**23,294**	**23,29,400**

(vii) **Series C2 CCCPS of Rs. 100 each fully paid**

Particulars	As at 31-Mar-19		As at 31-Mar-18	
	No. of shares	Amount	No. of shares	Amount
At the beginning of the year	-	-	-	-
Issued during the year	86,109	86,10,900	-	-
Outstanding at the end of the year	**86,109**	**86,10,900**	-	-

b) **Terms and rights attached to equity Shares**

The Company has one class of equity shares having a par value of Rs.10 per share. Each shareholder is eligible for one vote per share held. The dividend proposed (if any) by Board of Directors is subject to the approval of the shareholders in Annual General Meeting.

In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company after distribution of all preferential amounts, in proportion to their shareholdings.

(c) **Terms of conversion/ redemption of CCCPS of Rs. 10 each fully paid**

During the period ended 31 March 2015, the Company issued 20,683 CCCPS of Rs. 10 each fully paid-up at a premium of Rs. 1,830.68 per share. Each CCCPS holder shall, on a pari passu basis inter se, be entitle to a preference dividend on per share basis @ 0.001% cumulative dividend per year in the respect of the CCCPS. Any dividends declared or paid in any financial year over and above such dividend shall be declared or paid to the holders of the preference shares and equity then outstanding in proportion to the greatest whole number of equity shares (which, in case of preference shares, shall be on a fully diluted basis.)

The preference shares shall be automatically converted into equity shares on the earliest of (i) the latest date on which the preference shares are required to be converted into equity shares under applicable law in connection with any initial public offering of the Company, (ii) the date specified in writing by the holder of the outstanding preference shares, and (iii) upon the expiry of 19 (nineteen) years and 11 (eleven) months from the date of allotment (or by such other date as may be required under applicable Law) of the preference shares.

The CCCPS shall be converted into Equity shares at a conversion ratio of 1:1 ("Conversion Ratio"). The conversion ratio shall be adjusted in case of split or consolidation, etc.

The CCCPS shall carry voting rights pari passu with the Equity Shares. Each holder of CCCPS shall be entitled to vote on an "as-if-converted basis".

(d) **Terms of conversion/ redemption of Series A CCCPS of Rs. 100 each fully paid**

During the year ended 31 March 2016, the Company issued 37,410 Series A CCCPS of Rs. 100 each fully paid-up at a premium of Rs. 10,107.21 per share. Each Series A CCCPS holder shall be entitle to a preference dividend on per share basis @ 0.0001% cumulative dividend per year (as appropriately adjusted for any bonus share, share split, reclassification, recapitalization, consolidation or similar event affecting the series A CCCPS). Any dividends declared or paid in any financial year over and above such dividend shall be declared or paid to the holders of the preference shares and equity then outstanding in proportion to the greatest whole number of equity shares (which, in case of preference shares, shall be on a fully diluted basis.)

The preference shares shall be automatically converted into equity shares on the earliest of (i) the latest date on which the preference shares are required to be converted into equity shares under applicable law in connection with any initial public offering of the Company, (ii) the date specified in writing by the holder of the outstanding preference shares, and (iii) upon the expiry of 19 (nineteen) years and 11 (eleven) months from the date of allotment (or by such other date as may be required under applicable Law) of the preference shares.

The conversion ratio for 2,204 series A CCCPS of Rs. 100 each will be 1:1.00363 and the conversion ratio for 35,206 series A CCCPS of Rs. 100 each will be 1:0.85654. The conversion ratio shall be adjusted in case of split or consolidation, etc.

The Series A CCCPS shall carry voting rights pari passu with the Equity Shares. Each holder of Series A CCCPS shall be entitled to vote on an "as-if-converted basis".

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(e) Terms of conversion/ redemption of Series B CCCPS of Rs. 100 each fully paid

During the year ended 31 March 2017, the Company issued 44,396 Series B CCCPS of Rs. 100 each fully paid-up at a premium of Rs. 29,534.36 per share. Each Series B CCCPS holder shall be entitle to a preference dividend on per share basis @ 0.0001% cumulative dividend per year (as appropriately adjusted for any bonus share, share split, reclassification, recapitalization, consolidation or similar event affecting the series B CCCPS). Any dividends declared or paid in any financial year over and above such dividend shall be declared or paid to the holders of the preference shares and equity then outstanding in proportion to the greatest whole number of equity shares (which, in case of preference shares, shall be on a fully diluted basis).

The preference shares shall be automatically converted into equity shares on the earliest of (i) the latest date on which the preference shares are required to be converted into equity shares under applicable law in connection with any initial public offering of the Company, (ii) the date specified in writing by the holder of the outstanding preference shares, and (iii) upon the expiry of 19 (nineteen) years and 11 (eleven) months from the date of allotment (or by such other date as may be required under applicable Law) of the preference shares.

The conversion ratio for 44,396 series B CCCPS of Rs. 100 each will be 1:1. The conversion ratio shall be adjusted in case of split or consolidation, etc.

The Series B CCCPS shall carry voting rights pari passu with the Equity Shares. Each holder of Series B CCCPS shall be entitled to vote on an "as-if-converted basis"

(f) Terms of conversion/ redemption of Series C1 CCCPS of Rs. 100 each fully paid

During the year ended 31 March 2018, the Company issued 23,294 Series C1 CCCPS of Rs. 100 each fully paid-up at a premium of Rs. 29,534.36 per share. The Company further issued 1,417 Series C1 CCCPS of Rs. 100 each fully paid-up at a premium of Rs. 29,534.36 per share during the year ended 31 march 2019. Each Series C1 CCCPS holder shall be entitle to a preference dividend on per share basis @ 0.0001% cumulative dividend per year (as appropriately adjusted for any bonus share, share split, reclassification, recapitalization, consolidation or similar event affecting the series C1 CCCPS). Any dividends declared or paid in any financial year over and above such dividend shall be declared or paid to the holders of the preference shares and equity then outstanding in proportion to the greatest whole number of equity shares (which, in case of preference shares, shall be on a fully diluted basis).

The preference shares shall be automatically converted into equity shares on the earliest of (i) the latest date on which the preference shares are required to be converted into equity shares under applicable law in connection with any initial public offering of the Company, (ii) the date specified in writing by the holder of the outstanding preference shares, and (iii) upon the expiry of 19 (nineteen) years and 11 (eleven) months from the date of allotment (or by such other date as may be required under applicable Law) of the preference shares.

The conversion ratio for 24,711 series C1 CCCPS of Rs. 100 each will be 1:0.6887.

The Series C1 CCCPS shall carry voting rights pari passu with the Equity Shares. Each holder of Series C1 CCCPS shall be entitled to vote on an "as-if-converted basis"

(g) Terms of conversion/ redemption of Series C2 CCCPS of Rs. 100 each fully paid

During the year ended 31 March 2019, the Company issued 86,109 Series C2 CCCPS of Rs. 100 each fully paid-up at a premium of Rs. 59,817.6532 per share. Each Series C2 CCCPS holder shall be entitle to a preference dividend on per share basis @ 0.0001% cumulative dividend per year (as appropriately adjusted for any bonus share, share split, reclassification, recapitalization, consolidation or similar event affecting the series C2 CCCPS). Any dividends declared or paid in any financial year over and above such dividend shall be declared or paid to the holders of the preference shares and equity then outstanding in proportion to the greatest whole number of equity shares (which, in case of preference shares, shall be on a fully diluted basis).

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The preference shares shall be automatically converted into equity shares on the earliest of (i) the latest date on which the preference shares are required to be converted into equity shares under applicable law in connection with any initial public offering of the Company, (ii) the date specified in writing by the holder of the outstanding preference shares, and (iii) upon the expiry of 19 (nineteen) years and 11 (eleven) months from the date of allotment (or by such other date as may be required under applicable Law) of the preference shares.

The conversion ratio for 86,109 series C2 CCCPS of Rs. 100 each will be 1:1.

The Series C2 CCCPS shall carry voting rights pari passu with the Equity Shares. Each holder of Series C2 CCCPS shall be entitled to vote on an "as-if-converted basis".

(h) Details of the Shareholders holding more than 5% shares in the Company

Name of the shareholder	As at 31-Mar-19		As at 31-Mar-18	
	Number of shares held	% of share holding	Number of shares held	% of share holding
Equity shares of Rs. 10 each fully paid				
Raichand Lunia	20,574	41.10%	20,574	41.10%
Harshvardhan Lunia	18,395	36.75%	20,564	41.08%
Mukul Sachan	7,521	15.02%	8,228	16.44%
Lendingkart Employees Welfare Trust	2,876	5.75%	-	-
CCCPS of Rs. 10 each fully paid				
Ashish Goenka	8,560	41.43%	10,594	51.27%
Mayfield India II Limited	3,112	15.06%	3,112	15.06%
Saama Capital III Limited	3,722	18.01%	3,722	18.01%
Lendingkart Employees Welfare Trust	2,476	11.98%	-	-
India Quotient Investment Trust	1,205	5.83%	1,647	7.97%
Rhythm Ventures Limited	1,095	5.30%	1,095	5.30%
Series A CCCPS of Rs. 100 each fully paid				
Mayfield India II, Limited	20,264	54.17%	20,264	54.17%
Saama Capital III, Limited	14,029	37.50%	14,029	37.50%
Series B CCCPS of Rs. 100 each fully paid				
Bertelsmann Nederland B.V.	21,934	49.41%	21,934	49.41%
Mayfield India II, Limited	10,340	23.29%	10,340	23.29%
Saama Capital III, Limited	6,723	15.14%	6,723	15.14%
Darrin Capital Management	4,387	9.88%	4,387	9.88%
Series C1 CCCPS of Rs. 100 each fully paid				
Bertelsmann Nederland B.V.	7,677	31.07%	7,677	32.96%
Saama Capital III, Limited	2,410	9.75%	2,410	10.35%
Sistema Asia Fund Pte. Limited	6,580	26.63%	6,580	28.25%
Mayfield India II, Limited	4,650	18.82%	4,650	19.96%
UTPL Corporate Trustees Pvt. Ltd. (Trustee of Grand Anicut Trust - I)	1,417	5.73%	-	-
Series C2 CCCPS of Rs. 100 each fully paid				
Fullerton Financial Private Limited	84,976	98.68%	-	-

As per the records of the Company, including its register of shareholders/ members and other declarations received from shareholders regarding beneficial interest, the above shareholding represents both legal and beneficial ownerships of shares.

(ii) For details of shares granted for issue under the employee stock option (ESOP) plan of the Company, please refer note 37.

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(Amount in Rupees unless otherwise stated)

4 RESERVES AND SURPLUS

Particulars		As at 31-Mar-19	As at 31-Mar-18
(a) Securities premium account			
Balance as per the last financial statements		2,41,52,28,593	1,72,72,55,211
Add: Premium on issue of Series C1 CCCPS		4,18,50,188	68,79,73,382
Add: Premium on issue of Series C2 CCCPS		5,15,08,38,301	-
(Less): Expenses on issue of shares*		(32,51,99,380)	-
Closing balance	(A)	**7,28,27,17,702**	**2,41,52,28,593**
(b) Employee stock options outstanding			
Balance as per the last financial statements		47,18,323	18,23,404
Add: compensation expenses during the year		10,31,464	28,94,919
Closing balance	(B)	**57,49,787**	**47,18,323**
(c) Statutory Reserve (Reserves under section 45 IC of The Reserve Bank of India Act,1934)			
Balance as per last financial Statements		-	-
Add: Amount transferred from surplus balance in the statement of profit and loss		6,87,43,308	-
Closing balance	(C)	**6,87,43,308**	-
(d) Surplus/ (deficit) in the statement of profit and loss			
Balance as per last financial statements		(1,01,44,20,185)	(49,18,18,056)
Add: Profit/(Loss) for the year		3,24,49,313	(52,26,02,129)
Less : Transferred to Statutory Reserve [@ 20% of profit after tax as required by section 45-IC of Reserve Bank of India Act, 1934].		(6,87,43,308)	-
Net surplus/(deficit) in the statement of profit and loss	(D)	**(1,05,07,14,180)**	**(1,01,44,20,185)**
Total reserves and surplus	(A+B+C+D)	**6,30,64,96,617**	**1,40,55,26,731**

*Expenses on issue of shares includes loss on hedging of share capital inflow of Rs. 13,84,57,648

5 LONG TERM BORROWINGS

Particulars	Non-current portion		Current maturities	
	As at 31-Mar-19	As at 31-Mar-18	As at 31-Mar-19	As at 31-Mar-18
Debentures*				
Nil (31 March 2018: 50) 12.51% redeemable debentures of Rs. 10,00,000 each (secured)	-	-	-	62,50,000
Nil (31 March 2018: 75) 12.26% redeemable debentures of Rs. 10,00,000 each (secured)	-	-	-	2,18,75,025
Nil (31 March 2018: 300) 16.50% Non-convertible redeemable debentures of Rs. 10,00,000 each (secured)	-	30,00,00,000	-	-
300 (31 March 2018: 300) 13.30% redeemable debentures of Rs. 10,00,000 each (secured)	30,00,00,000	30,00,00,000	-	-
1500 (31 March 2018: Nil) 12.60% redeemable debentures of Rs. 10,00,000 each (secured) partly paid of Rs. 7,00,000 each	24,00,00,000	-	96,00,00,000	-
1500 (31 March 2018: Nil) 12.70% redeemable debentures of Rs. 10,00,000 each (secured)	69,69,69,696	-	55,75,75,757	-
2500 (31 March 2018: Nil) 12.77% redeemable debentures of Rs. 1,00,000 each (secured)	25,00,00,000	-	-	-
200 (31 March 2018: Nil) 13.75% redeemable debentures of Rs. 10,00,000 each (secured)	20,00,00,000	-	-	-
250 (31 March 2018: Nil) 13.00% redeemable debentures of Rs. 10,00,000 each (secured)	-	-	22,91,66,667	-
Term loans				
Indian rupee loan from banks (secured)**	1,28,79,69,395	1,57,90,960	23,75,44,373	2,42,09,040
Indian rupee loan from banks (unsecured)	25,00,00,007	-	-	-
Indian rupee loan from other than banks (secured)**	1,13,37,74,641	83,71,80,027	1,32,29,71,570	1,19,91,75,013
Indian rupee loan from other than banks (unsecured)	-	10,00,00,000	-	-
	4,35,87,13,739	**1,55,29,70,987**	**3,30,72,58,367**	**1,25,15,09,078**

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***The debentures are secured by:**

i) A charges by way of hypothecation of all book debts and receivables, present and future of the subsidiary company (To the extent of 1 to 1.10 times of outstanding amount of non-convertible redeemable debentures).

ii) Corporate guarantee of the Holding Company of Rs. 343.37 crores

****The term loans/ working capital demand loans/ cash credit/ overdraft are secured by:**

i) A charges by way of hypothecation of all book debts and receivables, present and future of the subsidiary company (To the extent of 1 to 1.33 times of outstanding loan amount).

ii) Corporate guarantee of the Holding Company in case of 20 lenders amounting to Rs. 529.57 crores.

iii) Guarantee by third party (to the extent of 15% to 23% of initial value of term loans, capped at 35% due to amortization).

iv) First loss default guarantee (FLDG) in the form of fixed deposits of Rs. 23.36 crores in case of three lenders.

v) First loss default guarantee (FLDG) in the form of security deposits of Rs. 1.25 crores in case of one lender.

vi) Overdraft availed from a bank secured by pledge of Rs. 40.32 crores fixed deposits.

Terms of Repayment - Debentures as at 31 March 2019

Original Maturity	1-4 years		Total
Repayment frequency	Monthly/Quarterly repayment		
Rate of interest	12%-13%	13%-14%	
Due within 1 year			
No. of instalments	55	-	
Amount	1,74,67,42,424	-	1,74,67,42,424
Due 1 to 2 years			
No. of instalments	29	-	
Amount	79,75,75,756	-	79,75,75,756
Due 2 to 3 years			
No. of instalments	7	2	
Amount	38,93,93,940	30,00,00,000	68,93,93,940
Due 3 to 4 years			
No. of instalments	-	1	
Amount	-	20,00,00,000	20,00,00,000
Total	2,93,37,12,120	50,00,00,000	3,43,37,12,120

Terms of Repayment - Debentures as at 31 March 2018

Original Maturity	1-2 years				Total
Repayment frequency	Monthly repayment			Bullet repayment	
Rate of interest	12.51%	12.26%	13.30%	16.50%	
Due within 1 year					
No. of instalments	3	7	-	-	
Amount	62,50,000	2,18,75,025	-	-	2,81,25,025
Due 1 to 2 years					
No. of instalments	-	-	2	1	
Amount	-	-	30,00,00,000	30,00,00,000	60,00,00,000
Total	62,50,000	2,18,75,025	30,00,00,000	30,00,00,000	62,81,25,025

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Terms of Repayment - Term Loans/ working capital demand loans/ commercial papers as at 31 March 2019

Original Maturity	1-6 years				Total
Repayment frequency	Monthly/Quarterly repayment			Bullet repayment	
Rate of interest	10%-14%	14%-15%	15%-16%	10%-15%	
Due within 1 year					
No. of instalments	276	30	2	18	
Amount	1,82,92,70,838	24,45,76,298	1,25,02,140	1,18,00,00,000	3,26,63,49,276
Due 1 to 2 years					
No. of instalments	193	13	-	-	
Amount	95,61,74,093	30,41,66,667	-	-	1,26,03,40,760
Due 2 to 3 years					
No. of instalments	89	12	-	-	
Amount	42,43,25,314	30,00,00,000	-	-	72,43,25,314
Due 3 to 4 years					
No. of instalments	13	11	-	-	
Amount	13,08,27,976	27,50,00,000	-	-	40,58,27,976
Due 4 to 5 years					
No. of instalments	3	-	-	-	
Amount	3,12,49,993	-	-	-	3,12,49,993
Above 5 years					
No. of instalments	-	-	-	2	
Amount	-	-	-	25,00,00,000	25,00,00,000
Total	3,37,18,48,214	1,12,37,42,965	1,25,02,140	1,43,00,00,000	5,93,80,93,319

Terms of Repayment - Term Loans/ working capital demand loans/ commercial papers as at 31 March 2018

Original Maturity	1-7 years			Within 1 year	Total
Repayment frequency	Monthly/Quarterly repayment			Bullet repayment	
Rate of interest	10%-14%	14%-15%	15%-16%	15.00%	
Due within 1 year					
No. of instalments	192	77	4	1	
Amount	1,64,57,33,379	43,13,27,976	89,84,629	1,25,00,000	2,09,85,45,984
Due 1 to 2 years					
No. of instalments	74	30	-	-	
Amount	38,07,34,382	22,92,43,105	-	-	60,99,77,487
Due 2 to 3 years					
No. of instalments	40	1	-	-	
Amount	22,49,37,949	41,66,667	-	-	22,91,04,616
Due 3 to 4 years					
No. of instalments	2	-	-	-	
Amount	1,38,88,884	-	-	-	1,38,88,884
Due after 5 years					
No. of instalments	-	1	-	-	
Amount	-	10,00,00,000	-	-	10,00,00,000
Total	2,26,52,94,594	76,47,37,748	89,84,629	1,25,00,000	3,05,15,16,971

(Amount in Rupees unless otherwise stated)

6 PROVISIONS

Particulars	Short term		Long term	
	As at 31-Mar-19	As at 31-Mar-18	As at 31-Mar-19	As at 31-Mar-18
Provision for employee benefits				
Provision for gratuity benefits	6,06,388	-	1,49,49,065	92,29,941
Provision for leave benefits	84,40,189	2,50,39,140	3,27,39,543	-
Other provisions				
Contingent provision against standard assets (including securitisation and assigned assets)	2,43,07,496	1,22,27,356	2,58,92,996	50,72,359
Provision for sub-standard assets (including securitisation and assigned assets)	-	-	7,06,70,736	4,76,84,359
Provision on securitised portfolio against doubtful assets	-	-	1,22,81,584	-
Derivative liability (mark-to-market loss on forward contract)	-	2,95,02,352	-	-
	3,33,54,073	**6,67,68,848**	**15,65,33,924**	**6,19,86,659**

7 SHORT TERM BORROWINGS

Particulars	As at 31-Mar-19	As at 31-Mar-18
Loans repayable on demand*		
Overdraft from bank (secured)	1,66,10,248	17,20,53,688
Cash credit from banks (secured)	30,00,00,000	20,05,25,351
Cash credit from other than banks (secured)	15,00,00,000	15,00,00,000
Other loans and advances		
Indian rupee loan from banks (secured)*	1,12,58,33,333	66,00,00,000
Indian rupee loan from other than banks (secured)*	15,00,00,000	21,01,61,922
Indian rupee loan from other than banks (unsecured)	-	50,00,000
Commercial Paper (Unsecured)		
Face value	43,00,00,000	-
Less: Unmatured discounting charges	(76,99,638)	-
	42,23,00,362	-
	2,16,47,43,943	**1,39,77,40,961**

***The term loans/ working capital demand loans/cash credit/ overdraft are secured by:**

i) A charges by way of hypothecation of all book debts and receivables, present and future of the Company (To the extent of 1 to 1.33 times of outstanding loan amount).

ii) Corporate guarantee of the Holding Company in case of 20 lenders amounting to Rs. 529.57 crores.

iii) Guarantee by third party (to the extent of 15% to 23% of initial value of term loans, capped at 35% due to amortization).

iv) First loss default guarantee (FLDG) in the form of fixed deposits of Rs. 23.36 crores in case of three lenders.

v) First loss default guarantee (FLDG) in the form of security deposits of Rs. 1.25 crore in case of one lender.

vi) Overdraft availed from a bank secured by pledge of Rs. 40.32 crores fixed deposits.

8 OTHER CURRENT LIABILITIES

Particulars	As at 31-Mar-19	As at 31-Mar-18
Expense and other payables (refer note 30 for details of dues to Micro,Small and Medium enterprises)	16,34,46,927	8,64,31,326
Payable towards securitisation/direct assignment of loans	13,32,30,281	5,12,55,559
Payable to employees	4,66,87,440	2,72,33,749
Statutory dues payable	3,25,39,646	2,38,86,218
Interest accrued but not due on borrowings	9,51,79,327	2,62,96,831
Advances from customers	2,02,42,269	66,66,026
	49,13,25,890	**22,37,69,709**

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(Amount in Rupees unless otherwise stated)

9 TANGIBLE ASSETS

Particulars	Computers and networks	Furniture and fittings	Office equipments	Leasehold improvements	Total
Cost					
As at01-Apr-17	2,00,80,026	84,76,725	57,72,152	47,62,485	3,90,91,386
Additions	1,16,36,599	12,66,053	37,68,504	-	1,66,71,156
Disposals	91,499	62,296	86,410	-	2,40,205
As at 31-Mar-18	**3,16,25,126**	**96,80,480**	**94,54,246**	**47,62,485**	**5,55,22,337**
Additions	2,44,68,088	6,95,649	21,65,556	-	2,73,29,292
Disposals	6,76,355	35,63,868	13,79,378	47,62,485	1,03,82,086
As at 31-Mar-19	**5,54,16,859**	**68,12,261**	**1,02,40,424**	**-**	**7,24,69,544**
Depreciation					
As at01-Apr-17	85,63,212	20,96,596	23,98,458	13,52,874	1,44,11,140
Charge for the year	93,27,638	17,52,731	20,96,459	21,96,536	1,53,73,364
Disposals	71,581	22,270	67,059	-	1,60,910
As at 31-Mar-18	**1,78,19,269**	**38,27,057**	**44,27,858**	**35,49,410**	**2,96,23,594**
Charge for the year	1,20,37,557	14,08,868	25,02,972	9,55,940	1,69,05,337
Disposals	6,10,917	19,10,570	10,54,144	45,05,350	80,80,981
As at 31-Mar-19	**2,92,45,909**	**33,25,355**	**58,76,686**	**-**	**3,84,47,950**
Net Block					
As at 31-Mar-18	**1,38,05,857**	**58,53,423**	**50,26,388**	**12,13,075**	**2,58,98,743**
As at 31-Mar-19	**2,61,70,950**	**34,86,906**	**43,63,738**	**-**	**3,40,21,594**

10 INTANGIBLE ASSETS

Particulars	Computer software	Goodwill on consolidation	Total
Cost			
As at01-Apr-17	3,51,90,627	2,19,82,990	5,71,73,617
Additions	12,64,83,765	-	12,64,83,765
Disposals	-	-	-
As at 31-Mar-18	**16,16,74,392**	**2,19,82,990**	**18,36,57,382**
Additions	18,11,98,780	-	18,11,98,780
Disposals	-	-	-
As at 31-Mar-19	**34,28,73,172**	**2,19,82,990**	**36,48,56,162**
Depreciation			
As at01-Apr-17	74,86,054	85,48,940	1,60,34,994
Charge for the year	3,50,98,547	73,27,663	4,24,26,210
Disposals	-	-	-
As at 31-Mar-18	**4,25,84,601**	**1,58,76,604**	**5,84,61,204**
Charge for the year	7,80,18,949	61,06,386	8,41,25,335
Disposals	-	-	-
As at 31-Mar-19	**12,06,03,550**	**2,19,82,990**	**14,25,86,539**
Net Block			
As at 31-Mar-18	**11,90,89,791**	**61,06,386**	**12,51,96,178**
As at 31-Mar-19	**22,22,69,622**	**-**	**22,22,69,623**

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11 DEFERRED TAX ASSETS (NET)

Particulars	As at 31-Mar-19	As at 31-Mar-18
Tax effect of items constituting deferred tax assets		
Carry forward of unabsorbed losses	17,44,53,558	22,80,65,664
Provision for expenses allowed for tax purposes on payment basis under Section 43B of Income tax Act, 1961	1,65,21,286	1,05,89,146
Provision for standard and sub-standard assets	3,26,96,830	2,00,75,468
Impact of difference between tax depreciation and depreciation/amortization charged for the financial reporting of subsidiary company	13,27,253	10,52,847
Tax effect of items constituting deferred tax liabilities		
Impact of difference between tax depreciation and depreciation/amortization charged for the financial reporting of the Company	68,88,405	48,05,075
Deferred Tax Assets (Net)	**21,81,10,522**	**25,49,78,050**
Deferred tax asset recognised*	**4,37,67,436**	-

*1 In the absence of virtual certainty with convincing evidence of future taxable profits in holding company, no deferred tax asset has been created.
2. In subsidary company virtual certainty with convincing evidence of future taxable profits available to that extent deferred tax asset recognised.

12 LOANS AND ADVANCES

Particulars	Current		Non-current	
	As at 31-Mar-19	As at 31-Mar-18	As at 31-Mar-19	As at 31-Mar-18
I. Term loans and advances towards financing activities				
(a) Unsecured, Considered good*				
Term loans	6,02,27,98,260	3,04,99,71,359	6,38,34,53,079	1,25,45,67,903
(b) Unsecured, Considered doubtful**				
Term loans	-	-	13,11,86,557	9,29,36,238
(c) Receivables under loans assigned				
Unsecured, Considered good*	2,16,08,420	-	17,29,962	-
Unsecured, Considered doubtful**	-	-	7,33,785	-
(I)	**6,04,44,06,680**	**3,04,99,71,359**	**6,51,71,03,383**	**1,34,75,04,141**
II. Other Loan and Advances				
(d) Loans given as collateral towards asset securitised transactions				
Unsecured, Considered good*	3,24,65,010	69,13,827	8,80,65,990	1,35,21,779
Unsecured, Considered doubtful**	-	-	2,17,02,713	24,32,481
	3,24,65,010	**69,13,827**	**10,97,68,703**	**1,59,54,260**
(e) Security deposits				
Unsecured, considered good	13,45,740	1,63,35,100	3,94,74,726	1,94,04,726
Unsecured, considered doubtful	1,04,000	-	7,50,000	7,50,000
	14,49,740	**1,63,35,100**	**4,02,24,726**	**2,01,54,726**
Less : Provision for doubtful security deposit	(1,04,000)	-	(7,50,000)	(7,50,000)
	13,45,740	**1,63,35,100**	**3,94,74,726**	**1,94,04,726**
(f) Other loans and advances (Unsecured, considered good)				
Loan to Lendingkart employee welfare trust	34,56,42,984	-	-	-
GST receivable/Input credit receivable	8,47,77,048	3,63,57,940	-	-
Advance income tax (Tax deducted at source)	-	-	5,52,53,072	3,50,88,555
Advance income tax (MAT)	5,37,41,576	-	-	-
Prepaid expenses	1,77,61,152	1,54,84,879	-	-
Advances to employees for expenses	7,80,901	20,62,989	-	-
Advances against expenses	43,17,270	5,02,818	-	-
Other advances	15,35,048	52,18,330	-	-
	50,85,55,979	**5,96,26,956**	**5,52,53,072**	**3,50,88,555**
(II)	**54,23,66,729**	**8,28,75,883**	**20,44,96,501**	**7,04,47,541**
(I + II)	**6,58,67,73,409**	**3,13,28,47,242**	**6,72,15,99,884**	**1,41,79,51,682**

* Represents standard assets in accordance with subsidiary company assets classification policy, refer note 2.1 (j)
** Represents sub-standard assets in accordance with subsidiary company assets classification policy, refer note 2.1 (j)

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13 CASH AND BANK BALANCES

Particulars	Current		Non-current	
	As at 31-Mar-19	As at 31-Mar-18	As at 31-Mar-19	As at 31-Mar-18
Cash and cash equivalents				
(a) Cash on hand	35,230	22,826	-	-
(b) Balance with Banks				
(i) On current accounts	31,71,40,126	7,01,44,428	-	-
(ii) Deposit accounts with original maturity of less than 3 months	1,34,86,55,955	30,00,00,000	-	-
(a)	**1,66,58,51,311**	**37,01,67,254**	**-**	**-**
Other bank balances				
(c) Deposits with remaining maturity for less than 12 months*	1,19,88,82,720	60,95,16,377	-	-
(d) Deposits with remaining maturity for more than 12 months*	-	-	17,04,25,226	20,00,00,000
(b)	**1,19,88,82,720**	**60,95,16,377**	**17,04,25,226**	**20,00,00,000**
Amount disclosed under non-current assets (Note 14)	-	-	17,04,25,226	20,00,00,000
(a+b)	**2,86,47,34,031**	**97,96,83,631**	**-**	**-**

* Fixed deposit pledged against credit facilities and bank guarantee of Rs. 72.24 crores (31 March 2018 : Rs. 52.48 crores).

14 OTHER ASSETS

Particulars	Current		Non-current	
	As at 31-Mar-19	As at 31-Mar-18	As at 31-Mar-19	As at 31-Mar-18
Non-current bank balances (Note 13)	-	-	17,04,25,226	20,00,00,000
Interest accrued but not due on deposits placed with banks	1,23,94,589	70,69,576	-	-
Interest accrued and due on portfolio loans	3,17,96,062	1,30,47,965	-	-
Interest accrued but not due on portfolio loans	13,32,33,813	4,68,23,337	-	-
Interest accrued and due on deposits placed with lenders	4,315	20,83,944	-	-
Other current assets	22,48,599	65,01,920	-	-
	17,96,77,778	**7,55,26,742**	**17,04,25,226**	**20,00,00,000**

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15 REVENUE FROM OPERATIONS

Particulars	For the year ended 31- Mar-19	For the year ended 31-Mar-18
Interest on loans		
Interest income on portfolio loans	1,90,78,06,561	70,76,99,394
Income from securitisation of portfolio loans	5,78,53,333	1,38,11,532
Income from assigned loans	52,15,790	-
Other operating revenue		
Processing fees	37,18,37,067	13,15,56,936
Other charges	1,75,20,135	1,22,85,683
	2,36,02,32,886	**86,53,53,545**

16 OTHER INCOME

Particulars	For the year ended 31- Mar-19	For the year ended 31-Mar-18
Interest on fixed deposits with banks	13,46,46,685	5,22,19,079
Interest on deposit with others	1,02,056	12,00,000
Interest on income tax refund	5,85,287	-
Other income	20,56,343	2,03,456
	13,73,90,371	**5,36,22,535**

17 EMPLOYEE BENEFITS EXPENSES

Particulars	For the year ended 31- Mar-19	For the year ended 31-Mar-18
Salaries, bonus and incentives	51,52,84,361	41,92,61,565
Contribution to provident and other funds	1,30,45,807	92,08,339
Leave benefits expense	2,18,29,286	1,65,59,708
Gratuity benefits expense (refer note 28)	63,25,512	50,29,957
Employee stock option scheme	2,07,62,153	28,94,919
Staff welfare expenses	2,12,52,937	1,67,81,656
	59,85,00,056	**46,97,36,144**
(Less) : Considered for capitalisation	(17,32,27,833)	(11,93,48,820)
	42,52,72,223	**35,03,87,324**

18 FINANCE COSTS

Particulars	For the year ended 31- Mar-19	For the year ended 31-Mar-18
Interest on		
Loans from banks	19,77,23,626	2,95,38,039
Loans from other than banks	52,38,79,816	26,09,37,381
Overdraft from bank	88,89,121	71,72,554
Discount on commercial papers	2,64,21,482	-
Loan processing fees	6,26,77,951	3,31,71,821
Other finance cost	2,57,70,537	3,47,78,918
Finance cost of assignment / securitisation	94,20,496	-
	85,47,83,029	**36,55,98,713**

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19 OTHER EXPENSES

Particulars	For the year ended 31- Mar-19	For the year ended 31-Mar-18
Rent	4,72,81,632	3,25,63,638
Rates and taxes	23,81,226	18,72,719
Insurance	57,25,745	22,33,322
Professional and legal fees*	7,39,99,124	3,48,83,700
Commission and brokerage	32,40,97,026	11,61,75,395
Service charges of outsourced employees	6,30,29,941	2,73,85,255
Software expenses	7,40,04,167	4,18,90,058
License fees	33,14,063	58,19,149
Business support services	45,40,049	-
Printing and stationery	18,69,381	17,59,805
Electricity expenses	71,28,843	47,84,875
Internet and communication expenses	1,05,86,937	65,92,334
Travelling and conveyance	1,03,37,540	86,06,695
Advertisement expenses	7,15,06,607	4,93,18,482
Conference expenses	1,43,387	6,03,702
Franking and stamping expenses	3,12,72,766	1,19,54,957
Bank Charges	65,90,576	31,96,278
Courier expenses	41,87,099	15,21,152
Repairs and maintenance	57,01,334	45,04,703
Share issue expenses	41,61,625	97,52,883
Auditors remuneration (refer note 19.1 below)	39,14,495	28,60,737
Security expenses	16,95,517	7,20,628
Loss on sale and write off of property, plant and equipment (net)	19,49,556	26,87,550
Mark-to-market loss on forward contract	-	2,95,02,352
Director sitting fee	1,82,813	5,67,875
Subscription and periodical expense	1,89,078	3,17,206
Housekeeping expense	29,81,328	14,90,918
Miscellaneous expenses	32,51,093	24,41,542
	76,60,22,948	**40,60,07,910**

*Professional fees net of cost considered for capitalisation of Rs. 4,32,000 (31 March 2018: Rs. 13,44,269).

19.1 AUDITORS REMUNERATION

Particulars	For the year ended 31- Mar-19	For the year ended 31-Mar-18
As Auditor:		
Audit fee	29,74,498	21,61,997
Tax Audit fee	5,27,000	4,11,250
In other capacity:		
Certification matters	2,20,300	2,01,750
Reimbursement of expenses	1,92,697	85,740
	39,14,495	**28,60,737**

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20 PROVISIONS AND WRITE OFFS

Particulars	For the year ended 31- Mar-19	For the year ended 31-Mar-18
Contingent provision against standard assets (including securitisation and assigned assets)	3,29,00,766	1,34,04,453
Provision for non-performing assets (including securitisation and assigned assets)	2,29,86,377	1,70,59,830
Loans written offs (net of recoveries) (including assigned assets)	26,53,11,867	23,13,20,405
Provision on doubtful securitised loans	1,22,81,584	-
	33,34,80,594	**26,17,84,688**

21 EARNING PER SHARE

Particulars	For the year ended 31- Mar-19	For the year ended 31-Mar-18
Net profit/(loss) after tax for the year	3,24,49,313	(52,26,02,129)
Weighted average number of outstanding equity shares	50,060	50,060
Basic earning per share	648.21	(10,439.52)
Weighted average number of equity shares diluted	2,12,989	1,68,949
Diluted earning per share*	152.35	(10,439.52)
Nominal Value of equity shares	10	10

*During the previous year the impact of conversion of potential equity share was anti-dilutive in nature, therefore in the same has not been considered in calculation of diluted earning per share.

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22. Segment Information

Based on risk and return associated to particular segment for the purpose of AS-17 on 'Segment Reporting' notified under section 133 of the Companies Act 2013 read with rule 7 of the Companies Act Rules 2014, the Group has identified business segments as its primary segment.

Business segment comprises of financing activities and software services.

Revenue and expenses directly attributable to segments are reported under each reportable segment. Expenses which are not directly identifiable to a specific segment have been allocated on the basis of associated revenues of the segment and manpower efforts. All other expenses which are not attributable or allocable to segments have been disclosed as unallocable expenses.

Business segments

Particulars	Year ended 31 March 2019			
	Financing	Software services	Elimination	Consolidated total
Revenue				
External sales	2,36,02,32,886	-	-	2,36,02,32,886
Inter segment sales	-	2,92,55,202	(2,92,55,202)	-
Total revenue	**2,36,02,32,886**	**2,92,55,202**	**(2,92,55,202)**	**2,36,02,32,886**
Results				
Segment results	23,47,18,175	(31,70,21,911)	-	(8,23,03,736)
Unallocated expenses				(1,02,68,011)
Operating loss				**(9,25,71,747)**
Finance costs				(4,16,58,684)
Other income including finance income				15,12,64,221
Profit before tax				**1,70,33,790**
Income taxes				1,54,15,523
Net Profit for the year				**3,24,49,313**

Particulars	Year ended 31 March 2019			
	Financing	Software services	Elimination	Consolidated total
Segment assets	12,95,37,23,883	5,79,96,68,518	(5,10,29,17,360)	13,65,04,75,041
Unallocated assets				3,18,79,21,342
Total assets				**16,83,83,96,383**
Segment liabilities	10,44,82,87,325	7,98,25,443	(3,27,93,082)	10,49,53,19,686
Unallocated liabilities				6,34,30,76,697
Total liabilities				**16,83,83,96,383**

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Particulars	Year ended 31 March 2018			
	Financing	Software services	Elimination	Consolidated total
Revenue				
External sales	86,53,53,545	-	-	86,53,53,545
Inter segment sales	-	7,39,24,480	(7,39,24,480)	-
Total revenue	**86,53,53,545**	**7,39,24,480**	**(7,39,24,480)**	**86,53,53,545**
Results				
Segment results	(26,68,92,308)	(25,70,76,305)	1,53,69,863	(50,85,98,750)
Unallocated expenses				(1,70,80,546)
Operating loss				**(52,56,79,296)**
Finance costs				(5,05,45,368)
Other income including finance income				5,36,22,535
Loss before tax				**(52,26,02,129)**
Income taxes				-
Net loss for the year				**(52,26,02,129)**

Particulars	Year ended 31 March 2018			
	Financing	Software services	Elimination	Consolidated total
Segment assets	4,54,28,97,342	2,05,35,43,369	(1,84,58,29,079)	4,75,06,11,632
Unallocated assets				1,22,08,78,571
Total assets				**5,97,14,90,203**
Segment liabilities	4,07,21,71,345	8,27,31,990	(2,57,04,322)	4,12,91,99,013
Unallocated liabilities				1,84,22,91,190
Total liabilities				**5,97,14,90,203**

The Group operates in a single geographical segment i.e. domestic.

23. Related party disclosures*

a. Related parties where transactions have occurred during the year.

Key Management personnel	Mr. Harshvardhan Lunia (Chairman and Managing Director)
	Mr. Mukul Sachan (Chief Operating Officer)
Shareholder	Mr. Raichand Lunia
Director (Holding/subsidiary company)	Anand Raichand Lunia
	Mr. G.S. Sundararajan (w.e.f. 30-Jun-17 to 25-Jan-18)
	Ms. Divya Himanshu Jain
	Mr.Gaurav Mittal (w.e.f. 29-Jun-18)
Other related Party	Bertelsmann Corporate Services India Private Limited

***(As per Accounting Standards 18 issued by ICAI)**

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b. Transactions with related parties for the year ended 31 March 2019

Particulars	31-Mar-2019	31-Mar-2018
Mr. Harshvardhan Lunia		
Salary and perquisites	1,00,80,000	84,00,000
Balance payable as at Balance sheet date	-	-
Mr. Mukul Sachan		
Salary and perquisites	91,20,000	76,00,000
Balance payable as at Balance sheet date	-	-
Bertelsmann Corporate Services India Private Limited		
Reimbursement of expense for board meeting/ workshop	4,98,548	-
Balance payable as at Balance sheet date	-	-
Mr. Raichand Lunia		
Lease rent	30,000	30,000
Balance payable as at Balance sheet date	**17,500**	**28,145**
Anand Raichand Lunia		
Unsecured loans taken	-	5,00,00,000
Interest & processing fee paid on loan (Excluding goods and service tax input credit)	-	23,69,862
Loan repaid (Principal)	-	5,00,00,000
Payable as at year end	-	-
Mr. G.S. Sundararajan		
Director sitting fee		5,00,000
Balance payable as at Balance sheet date	-	-
Ms. Divya Himanshu Jain		
Director sitting fee	81,250	37,500
Payable as at year end	**12,500**	**12,500**
Mr. Gaurav Mittal		
Director sitting fee	87,500	-
Payable as at year end	**12,500**	**12,500**
Issue of Series C1 CCCPS of Rs. 100 each fully paid		
Bertelsmann Nederland B.V.	-	22,75,02,982
Saama Capital III, Limited	-	7,14,18,808
Mayfield India II, Limited	-	13,77,99,774
India Quotient 2	-	3,25,08,893
Refer note 3(f) for terms of Series C1 CCCPS.		

24. Expenditure in foreign currency (on accrual basis)

Particulars	31-Mar-2019	31-Mar-2018
Software expenses	1,90,70,664	1,19,68,515
Professional fees	28,19,682	-
Conference expenses	-	7,61,345
Advertisement expenses	36,753	-
Total	**2,19,27,099**	**1,27,29,860**

25. Derivative instruments and foreign currency exposure

Particulars	Foreign Currency	31-Mar-2019			31-Mar-2018		
		Exchange Rate	Amount in Foreign Currency	Amount in Rs.	Exchange Rate	Amount in Foreign Currency	Amount in Rs.
Liabilities							
Trade payable	USD	69.17	560	38,736	-	-	-
Unhedged payable				**38,736**			**-**
Forward contract							
Highly probable foreign currency transaction	USD	-	-	-	65.32	7,60,00,000	4,96,43,20,000
Hedges by derivative contracts	**USD**	**-**	**-**	**-**	**65.32**	**7,60,00,000**	**4,96,43,20,000**

26. Leases

Premises are obtained on operating lease. The lease term ranges from 11 months to 108 months and are renewable/ cancellable at the option of the Group. Certain lease agreements contain clause of escalation of lease payments. There are no restrictions imposed by lease arrangements. There are no subleases. Operating lease payments are recognised as an expense in the statement of profit and loss on a straight-line basis over the lease term.

Non-cancellable operating lease rentals payable (minimum lease payments) under the lease is as under:

Particulars	31-Mar-2019	31-Mar-2018
Operating lease expenses recognised in the statement of profit and loss	4,72,81,632	3,25,63,638
Minimum lease obligation		
Within one year	4,51,26,504	3,55,88,907
After one year but not more than three years	4,48,17,936	4,50,31,136
More than three years	1,17,19,260	-

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27. Employee stock option plans

The Group provides share-based payment schemes to its employees. During the year ended 31 March 2019, an employee stock option plan ("ESOP") was in existence. The relevant details of the scheme and the grant are given below.

According to the 'Lendingkart Technologies Employee Stock Option Plan 2015' (amended), the employee selected by the Board of Directors will be entitled to the stock options, subject to satisfaction of the prescribed vesting conditions, viz., continuing employment as on date of vesting, including subsidiary company. The other relevant terms of the grant are as below:

Vesting period	1 to 4 years from date of grant of options
Exercise period	**(a) Exercise while in employment:** At the time of Listing and/or Approved Sale or at any time during the continuation in employment **(b) Exercise in case of termination of employment:** All the Vested Options can be exercised by the Option Grantee either at the time of Listing/Approved Sale or within such time period equivalent to the period the Option Grantee served the Company and/or its subsidiary, whichever is earlier. Notwithstanding the above, the vested options shall be exercised by the Option Grantee subject to a maximum period of 5 years from the date of severance. All the Unvested Options as on date of resignation/ termination shall stand cancelled with effect from that date. **(c) Termination due to misconduct or due to breach of Group Policies /Terms of Employment:** All the Vested Options at the time of such termination shall stand cancelled with effect from the date of such termination. All the Unvested Options at the time of such termination shall stand cancelled with effect from the date of such termination.
Expected life	Vesting period plus Exercise period
Exercise price	Rs. 10,207 for stock options granted on 31 March 2016 ("Series A")
	Rs. 29,634 for stock options granted on 31 March 2017, 25 April 2017, 11 September 2017 & 13 December 2017 ("Series B")
	Rs. 59,918 for stock options granted on 04 February 2019 ("Series C2")

The details of activity under the ESOP Scheme 2015 are summarized below:

Series A:

Particulars	31-Mar-2019		31-Mar-2018	
	No. of options	Exercise Price (Rs.)	No. of options	Exercise Price (Rs.)
Outstanding at the beginning of the year	356	10,207	461	10,207
Granted during the year	-	-	-	-
Forfeited during the year	-	-	105	10,207
Surrendered during the year	157	10,207	-	-
Expired during the year	-	-	-	-
Outstanding at the end of the year	199	10,207	356	10,207
Exercisable at the end of the year	178	10,207	267	10,207

Series B:

Particulars	31-Mar-2019		31-Mar-2018	
	No. of options	Exercise Price (Rs.)	No. of options	Exercise Price (Rs.)
Outstanding at the beginning of the year	3,225	29,634	2,517	29,634
Granted during the year	-	-	1,506	29,634
Forfeited during the year	687	29,634	798	29,634
Surrendered during the year	320	29,634	-	-
Expired during the year	-	-	-	-
Outstanding at the end of the year	2,218	29,634	3,225	29,634
Exercisable at the end of the year	1,016	29,634	597	29,634

Series C:

Particulars	31-Mar-2019		31-Mar-2018	
	No. of options	Exercise Price (Rs.)	No. of options	Exercise Price (Rs.)
Outstanding at the beginning of the year	-	-	-	-
Granted during the year	1,380	59,918	-	-
Forfeited during the year	-	-	-	-
Surrendered during the year	-	-	-	-
Expired during the year	-	-	-	-
Outstanding at the end of the year	1,380	59,918	-	-
Exercisable at the end of the year	-	-	-	-

The average fair value of stock options are as follows:

Series of ESOP	31-Mar-19		31-Mar-18	
	Grant Date	Average fair value of stock options	Grant Date	Average fair value of stock options
Series A	31-Mar-16	7,471.29	31-Mar-16	7,207.41
Series B	31-Mar-17	2,168.19	31-Mar-17	2,077.43
Series B	25-Apr-17	2,491.20	25-Apr-17	2,284.29
Series B	11-Sep-17	2,854.66	11-Sep-17	2,610.90
Series B	13-Dec-17	2,900.32	13-Dec-17	2,768.38
Series C	04-Feb-19	9,461.87	-	-

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Black-Scholes option pricing model was used to estimate the fair value of options, considering the following inputs:

Series A:

Particulars	31-Mar-19	31-Mar-18
Grant Date	31-Mar-16	31-Mar-16
Dividend yield (%)	0%	0%
Expected volatility*	20%	20%
Risk-free interest rate	6.75%	6.75%
Share price as on the date of grant**	16,000	16,000
Exercise price	10,207	10,207
Expected life of options granted in years	Vesting period plus Exercise period	
Withdrawal rates	10%	

Series B:

Particulars	31-Mar-19				31-Mar-18			
Grant Date	31-Mar-17	25-Apr-17	11-Sep-17	13-Dec-17	31-Mar-17	25-Apr-17	11-Sep-17	13-Dec-17
Dividend yield (%)	0%	0%	0%	0%	0%	0%	0%	0%
Expected volatility*	20%	20%	20%	20%	20%	20%	20%	20%
Risk-free interest rate	6.75%	6.50%	6.35%	6.85%	6.75%	6.50%	6.35%	6.85%
Share price as on the date of grant**	23,000	23,000	23,829	23,829	23,000	23,000	23,829	23,829
Exercise price	29,634	29,634	29,634	29,634	29,634	29,634	29,634	29,634
Expected life of options granted in years	Vesting period plus Exercise period							
Withdrawal rates	10%							

Series C:

Particulars	31-Mar-19
Grant Date	04-Feb-19
Dividend yield (%)	0%
Expected volatility*	20%
Risk-free interest rate	6.80%
Share price as on the date of grant**	54,710
Exercise price	59,918
Expected life of options granted in years	Vesting period plus Exercise period
Withdrawal rates	10%

* Volatility is taken at 3 times the average volatility of Nifty Index for the previous 3 years.
** Share price is based on the weighted average of business valuation carried out by an independent firm as on 31 March 2016, 31 March 2017, 21 July 2017 and 31 March 2019.

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28. Retirement and other employee benefits

The Group has a defined benefit gratuity plan. Every employee who has completed five years or more of service is eligible for gratuity on cessation of employment and it is computed at 15 days' salary (last drawn salary) for each completed year of service.

Statement of Profit and loss

Net employee benefit expense recognised in the employee cost

Particulars	31-Mar-2019	31-Mar-2018
Current service cost	71,69,807	51,67,858
Interest cost on benefit obligation	6,88,333	2,93,636
Expected return on plan assets	-	-
Net actuarial (gain) / loss recognized in the period	(15,32,628)	(13,18,358)
Recognised Past Service Cost-Unvested	-	8,86,821
Transfer in/(out) obligation	-	-
Net benefit expense	63,25,512	50,29,957

Balance Sheet

Benefit asset/liability

Particulars	31-Mar-2019	31-Mar-2018
Present value of unfunded obligations	1,55,55,453	92,29,941
Present value of funded obligations	-	-
Fair value of plan assets	-	-
Net Liability/ (Asset)	1,55,55,453	92,29,941

Financial assumptions

Particulars	31-Mar-2019	31-Mar-2018
Discount Rate (p.a.)	7.50%	7.55%
Salary Growth Rate (p.a.)	12%	12%
Expected Rate of Return (p.a.)	Not Applicable	Not Applicable
Withdrawal Rates	18% at younger ages reducing to 6% at older ages	18% at younger ages reducing to 6% at older ages

Change in Defined Benefit Obligation

Particulars	31-Mar-2019	31-Mar-2018
Opening Defined Benefit Obligation	92,29,941	41,99,984
Transfer in/(out) obligation	-	-
Current Service cost	71,69,807	51,67,858
Interest cost	6,88,333	2,93,636
Actuarial losses (gains)	(15,32,628)	(13,18,358)
Benefits Paid	-	-
Pre-acquisition liability of subsidiary	-	-
Past Service Cost	-	8,86,821
Closing Defined Benefit Obligation	1,55,55,453	92,29,941

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Change in Plan Assets

Particulars	31-Mar-2019	31-Mar-2018
Opening Value of Plan Assets	-	-
Expenses deducted from the fund	-	-
Expected return	-	-
Actuarial gains and (losses)	-	-
Contributions by employer	-	-
Benefits paid	-	-
Closing Value of Plan Assets	-	-

The Experience adjustment on plan assets

Particulars	31-Mar-2019	31-Mar-2018	31-Mar-2017	31-Mar-2016	31-Mar-2015*
Defined benefit obligation	1,55,55,453	92,29,941	41,99,984	10,61,775	2,30,997
Plan assets			-	-	-
Surplus/ (deficit)	(1,55,55,453)	(92,29,941)	(41,99,984)	(10,61,775)	(2,30,997)
Experience adjustment of plan assets	-	-	-	-	-
Experience adjustment of plan liabilities	(15,93,698)	(19,00,261)	11,09,640	1,27,362	-

* The disclosure is from the year in which the Company was incorporated i.e. 15 December 2014.

29. Contingent liabilities and commitments:

a) Contingent Liability

Particulars	31-Mar-2019	31-Mar-2018
Arrears of dividend on Cumulative Compulsorily Convertible preference shares and taxes thereon	45.38	27.83
Credit enhancements provided by the subsidiary company towards securitisation (including corporate guarantee and loan assets retained as MRR)	24,43,05,510	6,13,26,287

b) Capital and other commitments

(i) Loans sanctioned not yet disbursed as at 31 March 2019 were Rs.36,75,27,000 (31 March 2018: Rs. 16,39,65,000).

(ii) A S Software Services Private Limited (Omnifin Software) (Excludes 50% reversal of goods and services tax input credit as at 31 March 2019 were Rs. 1,26,70,569 (31 March 2018: Nil)

c) There are no pending litigations as on 31 March 2019 (31 March 2018: Nil).

30. Based on the information available with the Group, there are no micro, small and medium enterprises to whom the Group has paid interest or any interest payable on outstanding (under the provisions of Section 16 of Micro, Small and Medium Enterprises Development Act, 2006) during the year ended 31 March 2019.

31. Disclosure as per RBI Master Direction DNBR. PD. 008/03.10.119/2016-17, dated September 01, 2016, as amended from time to time ('RBI Directions').

As per the RBI directions the subsidiary company was classified as a Systemically Important Non-Deposit taking Company during the previous financial year based on its assets size. Accordingly, disclosures applicable to Systemically Important Non-Deposit taking Company as per RBI directions are given.

A. Capital Risk Asset Ratio

Sl. No.	Items	31-Mar-19	31-Mar-18
(a)	Capital Risk Asset Ratio (%)	38.78%	31.22%
(b)	Capital Risk Asset Ratio (%) - Tier I Capital (%)	37.02%	29.20%
(c)	Capital Risk Asset Ratio (%) - Tier II Capital (%)	1.76%	2.02%
(d)	Amount of subordinated debt raised as Tier-II capital	25,00,00,000	10,00,00,000

B. Details of investments

Particulars	31-Mar-19	31-Mar-18
Current Investments:		
1. Quoted:	NIL	NIL
i. Shares:		
a. Equity		
b. Preference		
ii. Debentures and Bonds		
iii. Units of mutual funds		
iv. Government Securities		
v. Others (please specify)		
2. Unquoted:	NIL	NIL
i. Shares:		
a. Equity		
b. Preference		
ii. Debentures and Bonds		
iii. Units of mutual funds		
iv. Government Securities		
v. Others (please specify)		
Long Term investments:		
1. Quoted:	NIL	NIL
i. Shares:		
a. Equity		
b. Preference		
ii. Debentures and Bonds		
iii. Units of mutual funds		
iv. Government Securities		
v. Others (please specify)		

2. Unquoted:	NIL	NIL
i. Shares:		
a. Equity		
b. Preference		
ii. Debentures and Bonds		
iii. Units of mutual funds		
iv. Government Securities		
v. Others (please specify)		

C. Disclosure for securitisation*

a. The information on securitisation of the subsidiary company as an originator in respect of outstanding amount of assets securitised under par structure is given below:

Sl. No.	Particulars	31-Mar-19	31-Mar-18
1	No. of SPVs sponsored by the NBFC for securitisation transactions	4	2
2	Total amount of securitised assets as per books of the SPVs sponsored by the NBFC	91,17,84,294	34,64,74,787
3	Total amount of exposures retained by the NBFC to comply with MRR as on the date of Balance Sheet		
	a. Off balance sheet exposure		
	First Loss	2,16,34,847	3,84,58,200
	Others	-	-
	b. On balance sheet exposure		
	First Loss	8,04,36,950	-
	Others (Overcollateralization)	14,22,33,713	-
4	Amount of exposures to securitisation transactions other than MRR		
	a. Off balance sheet exposure		
	I. Exposure to own securitisations		
	First Loss	-	-
	Others	-	-
	II. Exposure to third party securitisations		
	First Loss	-	-
	Others	-	-
	b. On balance sheet exposure		
	I. Exposure to own securitisations		
	First Loss	-	-
	Others	-	-
	II. Exposure to third party securitisations		
	First Loss	-	-
	Others	-	-

(*The above figures are based on the information duly certified by the SPV's auditors).

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b. During the year the subsidiary company has transferred loans through securitisation. The information on securitisation activity of the subsidiary company as an originator is given below:

Particulars	31-Mar-19	31-Mar-18
Total number of loans securitised	2,209	1,454
Total book value of the loans securitised	1,27,93,84,077	45,73,61,735
Total book value of the loans securitised including loans placed as collateral	1,27,93,84,077	45,73,61,735
Sale consideration received for the loan asset securitised	1,15,06,72,142	43,44,93,648
Overcollateralization of the loans securitised	12,87,11,935	2,28,68,087
Excess interest spread recognised in the statement of profit and loss	3,49,31,593	1,38,11,532

Particulars	31-Mar-19	31-Mar-18
Credit enhancements provided and outstanding (Gross):		
Cash Collateral	8,04,36,950	-
Corporate Guarantee	-	3,84,58,200
Loan assets retained as MRR	12,87,11,935	2,28,68,087

D. Disclosure for direct assignment

Details of assignment transactions undertaken by the subsidiary company during the year

Particulars	31-Mar-19	31-Mar-18
No. of accounts	2,122	-
Aggregate value (net of provisions) of accounts sold	45,08,28,391	-
Aggregate consideration	45,08,28,391	-
Additional consideration realised in respect of accounts transferred in earlier years	-	-
Aggregate gain / loss over net book value	-	-

E. Details of non-performing financial assets sold

Sl. No.	Particulars	31-Mar-19	31-Mar-18
1	No. of accounts sold	940	-
2	Aggregate outstanding	-	-
3	Aggregate consideration received	1,77,12,286	-

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F. Maturity pattern of certain items of assets and liabilities

Particulars	Year ended 31-Mar-2019		
	Advances	Investments	Borrowings
Upto 1 month	64,52,21,088	-	79,20,52,602
Over 1 month to 2 months	52,27,94,782	-	1,02,98,68,578
Over 2 months upto 3 months	48,82,97,827	-	46,81,68,332
Over 3 months to 6 months	1,45,77,58,057	-	1,28,00,85,290
Over 6 months to 1 year	2,93,03,34,926	-	1,88,52,17,260
Over 1 year to 3 years	6,38,51,83,041	-	3,47,16,35,770
Over 3 years to 5 years	-	-	63,70,77,969
Over 5 years	6,59,60,171	-	25,00,00,000
Total	**12,49,55,49,892**	-	**9,81,41,05,801**

Particulars	Year ended 31-Mar-2018		
	Advances	Investments	Borrowings
Upto 1 month	52,17,34,274	-	55,17,04,360
Over 1 month to 2 months	37,69,81,095	-	27,19,93,948
Over 2 months upto 3 months	31,36,52,779	-	23,90,49,358
Over 3 months to 6 months	80,22,60,584	-	62,20,98,319
Over 6 months to 1 year	1,03,53,42,626	-	83,88,56,825
Over 1 year to 3 years	1,25,45,67,903	-	83,90,82,103
Over 3 years to 5 years	-	-	31,38,88,884
Over 5 years	4,64,68,119	-	10,00,00,000
Total	**4,35,10,07,380**	-	**3,77,66,73,797**

G. Exposures

(a) Exposure to capital market
The subsidiary company has no exposure to the capital markets directly or indirectly in the current and previous year.

(b) Exposure to Real Estate Sector
The subsidiary company has no exposure to the real estate sector directly or indirectly in the current and previous year.

H. Registration with other financial sector regulator

The subsidiary company has obtained registration as a Corporate Agent (Composite) in **February-2019** with Insurance Regulatory and Department Authority of India (IRDAI). The Registration no. is **CA0641** and is valid till **27-February-2022**.

I. No penalties imposed on the subsidiary company by the Reserve Bank of India or any other regulator during the year ended 31 March 2019 (31 March 2018: NIL).

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J. Ratings assigned by credit rating agencies and migration of ratings during the year

The overall rating of the subsidiary company by ICRA Limited is BBB+/A2. Further, the subsidiary company has obtained rating from ICRA Limited in respect of outstanding securitisation/ assignment transactions, Non-Convertible Debentures and Commercial Paper. The ratings obtained for the said transactions are provided below:

Instrument	Year ended 31-Mar-2019			
	Date of rating	Rating Agency	Current rating assigned	Valid upto
Line of Credit/ Bank lines	03-Dec-18	ICRA	[ICRA] BBB+/ A2	Till next rating
	12-Jun-18	India Ratings & Research	IND BBB+/Stable	Till next rating
Non-Convertible Debentures/ CP	03-Dec-18	ICRA	[ICRA] BBB+	Till next rating
	12-Jun-18	India Ratings & Research	IND A2	Till next rating
Securitisation/ Assignments	13-Jul-18	ICRA	[ICRA] A- (SO)	NA
	30-Jan-19	ICRA	Provisional [ICRA] A (SO)	NA
	30-Jan-19	ICRA	Provisional [ICRA] BBB+ (SO)	NA
	06-Sep-18	India Ratings & Research	IND A- (SO)	NA
	06-Sep-18	India Ratings & Research	IND BBB+ (SO)	NA
	15-Jun-18	India Ratings & Research	IND A- (SO)	NA
	08-Jun-18	ICRA	[ICRA] BBB- (SO)	NA

Instrument	Year ended 31-Mar-2018			
	Date of rating	Rating Agency	Current rating assigned	Valid upto
Line of Credit/ Bank lines	09-Oct-17	ICRA	[ICRA] BBB-	30-Jun-18
Term Loans	28-Nov-17	India Ratings & Research	IND A- (SO)	27-Nov-19
	26-Mar-18	ICRA	[ICRA] A- (SO)	31-Mar-21
Non-Convertible Debentures	11-Dec-17	ICRA	[ICRA] BBB-	21-Dec-21
	16-Mar-18	ICRA	[ICRA] A (SO)	26-Jun-18
	12-Mar-18	ICRA	[ICRA] A (SO)	09-Oct-18
Securitisation	19-Mar-18	ICRA	Provisional [ICRA] BBB- (SO)	17-Dec-19
	13-Feb-18	ICRA	[ICRA] BBB- (SO)	17-Dec-18

K. Break up of 'Provisions and Contingencies' shown under the head Expenditure in the Statement of Profit and Loss

Break up of 'Provisions and Contingencies' shown under the head Expenditure in Profit and Loss Account	31-Mar-19	31-Mar-18
Contingent provision against standard assets (including securitisation and assigned assets)	3,29,00,766	1,34,04,453
Provision for non-performing assets (including securitisation and assigned assets)	2,29,86,377	1,70,59,830
Loans written offs (net of recoveries) (including securitisation and assigned assets)	26,53,11,867	23,13,20,405
Provision on doubtful securitised loans	1,22,81,584	-

L. Concentration of Deposits, Advances, Exposures and NPAs

i. Concentration of Advances

Particulars	31-Mar-19	31-Mar-18
Total Advances to twenty largest borrowers	30,55,63,559	38,49,24,836
Percentage of Advances to twenty largest borrowers to Total Advances of the applicable NBFC	2.43%	8.75%

ii. Concentration of Exposures

Particulars	31-Mar-19	31-Mar-18
Total Exposure to twenty largest borrowers	30,55,63,559	38,49,24,836
Percentage of Exposure to twenty largest borrowers to Total Advances of the applicable NBFC	2.43%	8.75%

iii. Concentration of NPAs

Particulars	31-Mar-19	31-Mar-18
Total Exposure to top four NPA accounts	1,13,58,161	74,34,435

iv. Sector-wise NPAs

Sl. No.	Sector	Percentage of NPAs to Total Advances in that sector	
		31-Mar-19	31-Mar-18
1.	Agriculture & allied activities	-	-
2.	MSME	-	-
3.	Corporate borrowers	0.81%	1.03%
4.	Services	1.08%	2.65%
5.	Unsecured personal loans	-	-
6.	Auto loans	-	-
7.	Other personal loans	-	-
8.	Other retail loans	1.07%	2.24%

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M. Movement of NPAs

Sl.No.	Particulars	31-Mar-19	31-Mar-18
i	Net NPAs to net advances (%)	0.53%	1.07%
ii	**Movement of NPAs (Gross)**		
	i) Opening balance	9,29,36,238	6,12,49,061
	ii) Additions during the year	40,71,92,529	32,90,70,810
	iii) Reductions during the year	36,82,08,425	29,73,83,633
	iv) Closing balance	13,19,20,342	9,29,36,238
iii	**Movement of net NPAs**		
	i) Opening balance	4,64,68,119	3,06,24,531
	ii) Additions during the year	20,35,96,264	16,45,35,405
	iii) Reductions during the year	18,41,04,212	14,86,91,817
	iv) Closing balance	6,59,60,171	4,64,68,119
iv	**Movement of provisions for NPAs (excluding provision on standard assets)**		
	i) Opening balance	4,64,68,119	3,06,24,531
	ii) Provisions made during the year	20,35,96,264	16,45,35,405
	iii) Write-off/Write-back	18,41,04,212	14,86,91,817
	iv) Closing balance	6,59,60,171	4,64,68,119

N. Classification and provisions for loan portfolio

Asset classification	31-Mar-19	31-Mar-18
Loan outstanding		
Standard assets	12,42,95,89,721	4,30,45,39,262
Non performing assets	13,19,20,342	9,29,36,238
Loss assets	26,53,11,867	23,13,20,405
Less: Provision		
Standard assets	4,97,18,368	1,72,17,973
Non performing assets	6,59,60,171	4,64,68,119
Loss assets	26,53,11,867	23,13,20,405
Loan outstanding (net)		
Standard assets	12,37,98,71,353	4,28,73,21,289
Non performing assets	6,59,60,171	4,64,68,119
Loss assets	-	-

O. Customer Complaints

Sl.No.	Particulars	31-Mar-19	31-Mar-18
i)	No. of complaints pending at the beginning of the year	3	NIL
ii)	No. of complaints received during the year	62	33
iii)	No. of complaints redressed during the year	53	30
iv)	No. of complaints pending at the end of the year*	12	3

*Pending all 12 complaints were resolved in May 19.

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P. As required by the RBI circular no DNBS.PD.CC. No. 256 /03.10.042 / 2011-12 dated 2nd March 2012 the details of frauds noticed / reported are as below:

Particulars	31-Mar-19	31-Mar-18
Amount involved	72,63,558	1,42,68,602
Amount recovered	-	6,58,833
Amount written off / provided	72,63,558	1,36,09,769
Balance	-	-

32. The Supreme Court has recently, delivered its ruling on the composition of basic wages for the purposes of deduction and contribution to the Employees Provident and Pension funds. The Group, in the interest of its employees, awaits clarity on the complexities revolving around the application of the said order, the ambiguity reflected by the divergent views of legal experts. Basis the forgoing, liability of Provident Fund is unascertainable.

33. The subsidiary company does not have any outstanding loans against gold jewellery as at 31 March 2019 (31 March 2018: NIL).

34. **Disclosure required under Sec 186(4) of the Companies Act, 2013**

(a) Inter-corporate investment

Particulars	31-Mar-2019	31-Mar-2018
Investment in equity shares of Lendingkart Finance (Wholly Owned Subsidiary)	5,07,01,24,277	1,82,01,24,757

The equity has been utilised for the purpose of onward lending business of Lendingkart Finance Limited.

(b) Inter-corporate loans*

Particulars	31-Mar-2019	31-Mar-2018
Loan made to Lendingkart Finance Limited (Wholly Owned Subsidiary)	50,00,00,000	20,00,00,000

The loan has been utilised for the purpose of onward lending business of Lendingkart Finance Limited.

*During the year ended 31 March 2019, Inter-corporate loan to the subsidiary company of Rs. 49,99,99,692 was converted in to 14,76,101 number of equity shares of Rs. 10 each fully paid at a premium of Rs. 328.73 each and the remaining amount of Rs. 308 was paid back.

(c) Inter-corporate guarantees

The Company has provided corporate guarantees in connection with following loan facilities availed and debenture issued by the subsidiary company, Lendingkart Finance Limited :

Name of the lender	31-Mar-2019		31-Mar-2018	
	Sanctioned Amount	Outstanding amount as on 31-Mar-2019	Sanctioned Amount	Outstanding amount as on 31-Mar-2018
12.26% Non-convertible redeemable debentures (Subscribed by Hinduja Leyland Finance)	-	-	7,50,00,000	2,18,75,025
12.51% Non-convertible redeemable debentures (Subscribed by Hinduja Leyland Finance)	-	-	5,00,00,000	62,50,000
13.30% Non-convertible redeemable debentures (Subscribed by FMO)	30,00,00,000	30,00,00,000	30,00,00,000	30,00,00,000
12.60% Non-convertible redeemable debentures (Subscribed by Aditya Birla Sun Life Asset Management Company Limited)	150,00,00,000	120,00,00,000	-	-
12.70% Non-convertible redeemable debentures (Subscribed by Reliance Mutual Fund)	150,00,00,000	1,25,45,45,453	-	-
12.77% Non-convertible redeemable debentures (Subscribed by IFMR Fimpact Income Builder Fund)	25,00,00,000	25,00,00,000	-	-
13.75% Non-convertible redeemable debentures (Subscribed by IFMR Fimpact Medium Term Oppotunities Fund)	20,00,00,000	20,00,00,000	-	-
13.00% Non-convertible redeemable debentures (Subscribed by Goenka Trading Company)	25,00,00,000	22,91,66,667	-	-
Aditya Birla Finance Limited	15,00,00,000	15,00,00,000	15,00,00,000	15,00,00,000
Ambit Finvest Private Limited (formerly Volition Credit & Holding Private Limited)	50,00,00,000	25,00,00,000	3,00,00,000	1,60,05,338
APAC Financial Services Private Limited	15,00,00,000	15,00,00,000	-	-
AU Small Finance Bank Limited	45,00,00,000	38,33,33,334	30,00,00,000	15,00,00,000
Avanse Financial Services Limited	10,00,00,000	7,93,48,773	-	-
Centrum Financial Services Limited	5,00,00,000	1,25,02,140	5,00,00,000	3,75,00,000
Fincare Small Finance Bank Limited	14,00,00,000	9,82,99,289	10,00,00,000	10,00,00,000
Fintree Finance Private Limited	1,00,00,000	14,01,659	1,00,00,000	65,60,685
Hinduja Leyland Finance Limited	-	-	2,00,00,000	28,21,336
IDFC First Bank Limited (Formerly Capital First Limited)	1,82,00,00,000	1,42,72,14,479	67,00,00,000	53,24,82,546
IFMR Capital Finance Private Limited	1,40,00,00,000	82,57,68,964	60,00,00,000	42,25,56,064
IREP Credit Capital Private Limited	-	-	10,00,00,000	9,20,73,438

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Name of the lender	31-Mar-2019		31-Mar-2018	
	Sanctioned Amount	Outstanding amount as on 31-Mar-2019	Sanctioned Amount	Outstanding amount as on 31-Mar-2018
Jain Sons Finlease Limited	-	-	7,00,00,000	4,49,50,015
Kotak Bank	40,00,00,000	30,00,00,000	25,00,00,000	15,00,00,000
Manappuram Finance Limited	35,00,00,000	22,99,43,631	20,00,00,000	15,00,00,001
MAS Financial Services Limited	25,00,00,000	25,00,00,000	5,00,00,000	41,66,674
Muthoot Capital Services Limited	10,00,00,000	2,50,00,002	10,00,00,000	5,83,33,335
Shriram City Union Finance Limited	20,00,00,000	15,47,49,578	-	-
State Bank of India	25,00,00,000	25,00,00,000	25,00,00,000	20,05,25,351
Sundaram Finance Limited	-	-	5,00,00,000	2,66,84,248
Suryoday Small Finance Bank Limited	10,00,00,000	4,24,99,999	-	-
Tata Capital Financial Services Limited	32,00,00,000	15,83,33,336	33,50,00,000	23,70,85,000
Visu Leasing and Finance Private Limited	10,00,00,000	5,73,13,306	20,00,00,000	10,00,00,000
Yes Bank	45,00,00,000	45,00,00,000	50,00,00,000	30,00,00,000
Total	**11,29,00,00,000**	**8,72,94,20,610**	**4,46,00,00,000**	**3,10,98,69,056**

The corporate guarantees have been given in connection with availment of credit facilities from lenders for the purpose of onward lending business.

35. Additional disclosure required by Schedule III of the Companies Act, 2013.

Name of the entity	Net Assets (Total assets minus total liabilities)		Share in Profit or (Loss)	
	As a % of consolidated net assets	Amount	As a % of consolidated profit and loss	Amount
Parent				
Lendingkart Technologies Private Limited*	20.90%	1,32,19,93,566	(959.24)%	(31,12,67,225)
Subsidiary				
Lendingkart Finance Limited	79.10%	5,00,44,72,881	1059.24%	34,37,16,538

*Includes amortisation of Goodwill on consolidation of Rs. 61,06,386.

36. The Group has reclassified/ regrouped previous year figures to confirm to current year's classification, where applicable.

For S. R. BATLIBOI & CO. LLP
Chartered Accountants
ICAI Firm Registration number : 301003E/E300005

per Jayesh Gandhi
Partner
Membership No. : 037924

Place: Mumbai
Date: 26 August 2019

For and on behalf of the Board of Directors of
Lendingkart Technologies Private Limited

Harshvardhan Lunia
Chairman and Managing Director
DIN No.: 01189114

Sudeep Bhatia
Chief Financial Officer
Membership No.: 098112

Kumudini Aggarwal
Company Secretary
Membership No.: A19536

Place: Mumbai
Date: 26 August 2019