

S V CREDITLINE PRIVATE LIMITED**(CIN No.: U71290DL1996PTC081376)**

Director's Report**Dear Members,**

Your Directors have pleasure in presenting the Annual report of the Company together with the Audited statement of Accounts for the financial year ended March 31, 2014. It has been a reasonably successful financial year for the Company and the Company has posted healthy growth in all respect during the financial year.

FINANCIAL HIGHLIGHTS

The financial performance for the fiscal ended 31st March, 2014 is summarized below:

Particulars	(Rs. In Lakhs)	
	Year ended 31-03-2014	Year ended 31-03-2013
Total Revenue	3773.49	1664.48
Profit/(Loss) before Depreciation and Tax	846.55	87.46
Depreciation	26.21	17.97
Profit/(Loss) before Tax	820.34	69.49
Provision for Tax(including deferred tax & FBT)	20.50	-
Profit/(Loss) after Tax	799.84	69.49

OPERATIONAL HIGHLIGHTS OF THE YEAR

The operational highlights for the fiscal ended 31st March, 2013 is summarized below:

Particulars	Year ended 31-03-2014	Year ended 31-03-2013
Number of branches	61	42
Number of borrowers	189871	118217
Number of employees	529	356
Amount disbursed (Rs. in Lakhs)	32996.78	15909.36
Amount disbursed Cumulative(Rs. In Lakhs)	66530.62	33553.06
Assigned & Managed Portfolio outstanding (Rs. In Lakhs)	6627.80	2955.21
Total Portfolio Outstanding (Rs. In Lakhs)	21305.97	10009.67

BUSINESS OUTLOOK & NBFC-MFI STATUS

The Company is a leading microfinance institution in Northern India engaged in providing microcredit on joint liability basis. The company has its operations in Northern India where there is a large demand supply gap for microcredit. The Company sees lot of potential in target geography and plan to concentrate on the core geography for future expansion as well. The thrust of the company will remain on the Northern region where there are vast sections of population living under poverty and without support from formal channels of financing.

The portfolio quality of the company is amongst the best in the industry. The Company has strong relationship with a large number of lenders and has been able to raise funds even during the challenging period. The Company is hopeful of performing well in the current financial year.

S V Credit Line Private Limited**Director's Report 2013-2014****SV Creditline (P) Ltd.**

CIN : U71290DL1996PTC081376

Head Office : 5th Floor, Tower B, S A S Towers, Medicity, Sec-38, Gurgaon, Haryana -122001
 Tel.: +91-124 - 4834600, Fax.: +91 -124 - 4679099, E-mail : info@svcl.in, Website : www.svcl.in
 Regd. Office : 815, 8th Floor, Hemkunt Chamber, 89, Nehru Place, New Delhi - 110019



The year has been a landmark for the Company since its application for classification as NBFC-MFI with Reserve Bank of India (RBI) has been accepted and the RBI has granted NBFC-MFI status to the Company with effect from 22nd November, 2013.

CODE OF CONDUCT, TRANSPARENCY & CLIENT PROTECTION

The Company has fully implemented the Reserve Bank of India's Fair Practice Code and also adopted Sa-dhan's and the Microfinance Institutions Network's (MFIN) Codes of Conduct. These industry organizations aim to work with various stakeholders, including regulators to promote microfinance as a tool for achieving larger financial inclusion goals. These self regulatory organizations have defined a unified code of conduct for microfinance institutions in India, which seeks to create social benefit and promote financial inclusion by providing affordable services to un-served and underserved households. The code in addition to reiterating the regulatory guidelines, defines core values and fair practices for the sector so as to ensure that microfinance services through MFIs are provided in a manner that benefit borrowers-members. Ethical approach and dignity for borrowers-members are the key elements of the code.

The Company has also got the code of conduct assessment done by M21 Consulting, as independent agency and has secured 84% which signifies very good level of adherence and is one amongst the best in the microfinance industry.

CAPITAL BASE OF THE COMPANY

The authorized share capital of the Company as on 31st March, 2014 stands at Rs. 45,00,00,000 (Rupees Forty Five Crore) comprising of 4,50,00,000 (Four Crore Fifty Lakhs) Equity shares of Rs. 10/- each.

During the year under review, your company issued 94,59,700 Equity Shares of Rs. 10/- each at par. Accordingly the issued, subscribed and paid-up-equity share capital increased to Rs. 36,62,38,420 (Rupees Thirty Six Crore Sixty Two Lac Thirty Eight Thousand Four Hundred Twenty) as compared to Rs. 27,16,41,420 (Rupees Twenty Seven Crores Sixteen Lac Forty One Thousand Four Hundred Twenty) in the previous year. The subscribed and paid up capital of the Company includes 50% Indian stake comprising of 1,83,11,921 equity shares of Rs. 10/- each and 50% Foreign stake comprising of 1,83,11,921 equity shares of Rs. 10/- each.

SUBSIDIARY COMPANIES

The company had no subsidiary company at any time during the financial year 2013-14.

DIRECTORS

There is no change in the Board of Directors during the financial year 2013-14.

The Company at present has five directors on its Board. The name of the Board members and the number of meetings attended by the Board of Directors during the financial year 2013-14 are indicated hereunder:

Name of Directors	No. of Board Meetings held during 2012-13	No. of meetings attended
Surinder Singh Kohli	8	8
Vijay Parekh	8	5
Sunil Sachdeva	8	7
Sundeeep kalsi	8	5
Rakesh Arora	8	8

DIVIDEND

S V Credit Line Private Limited

SV Creditline (P) Ltd.

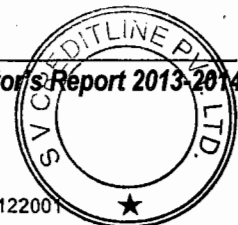
CIN : U71290DL1996PTC081376

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Director's Report 2013-2014



In order to undertake and carry on future plans, it is necessary to conserve the resources. Your directors are of opinion of retaining the profits for the year and thus have not recommended any dividend for the year ended on 31st March, 2013.

CREDIT RATING & GRADING

The Company has received credit rating BBB-(Triple B Minus) for the long term facilities of Rs. 70 Crores from CARE in financial year 2013-14.

The present Grading of the Company is MF12 by CARE.

CAPITAL ADEQUACY

The company is comfortably placed in terms of capital adequacy requirements. The capital adequacy ratio of the Company was 17.66% as of 31st March, 2014 as against the minimum capital adequacy requirement of 15% prescribed by RBI.

RBI GUIDELINES

During the period under review, the Company has complied with all applicable regulations of Reserve Bank of India. As per Non-Banking Finance Companies RBI directions 1998, the Directors hereby report did not accept any public deposits during the year and did not have any public deposits outstanding at the end of the year.

PARTICULARS OF EMPLOYEES

There was no employee attracting the provision of Section 217(2A) of the Companies Act, 1956 as amended by Companies (Amendment) Act, 1988, who are in receipt of remuneration of not less than Rs. 60,00,000/- p.a or Rs. 5,00,000/- per month or part thereon.

DIRECTORS RESPONSIBILITY STATEMENT

Pursuant to the requirement under Section 217 (2AA) of the Companies Act, 1956, your Director's confirm as under:

- a. That in the preparation of the Annual Accounts , the applicable accounting standards read with Schedule VI to the Companies Act, 1956 have been followed and there is no material departure from the same;
- b. That they have selected such accounting standard policies and applied them consistently except where otherwise stated in the notes to accounts, 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. That they have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provision of the Companies Act, 1956 for safeguarding the assets of the Company and preventing and detecting fraud and other irregularities.
- d. That they have prepared the annual accounts on a going concern basis.

RELATED PARTY TRANSACTIONS



S V Credit Line Private Limited

SV Creditline (P) Ltd.

CIN : U71200DL2007PTC081376

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Director's Report 2013-2014

The required disclosures of related party transactions as per applicable accounting standards are disclosed in the Notes to Accounts. There are no transactions of material nature with the related parties, which may have potential conflict with the interests of the company at large.

INTERNAL CONTROL SYSTEMS

The Company has proper and adequate internal controls to ensure that all activities are monitored and controlled against any unauthorized use or disposition of assets and that all the transactions are authorized, recorded, reported and monitored correctly. The Company works in computerized environment and all its operations including accounts and MIS are electronic.

The Company ensures adherence to all internal control policies and procedures as well as compliance with all regulatory guidelines.

An audit committee is in place to review and strengthen the adequacy of internal control.

Strengthening of internal audit and procedure is a continuous process.

STATUTORY AUDITOR

The Statutory Auditor of the Company, M/s B S R R & Co., Chartered Accountants, Hyderabad retires at the ensuing Annual General Meeting and have confirmed their eligibility to accept office of the Auditor, if appointed.

ENERGY CONSERVATION, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNING AND OUTGO

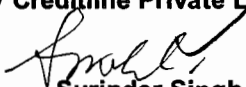
Since the Company is in Finance Sector and does not have any manufacturing activity, the information required to be disclosed under Section 217(1)(e) of the Companies Act, 1956 read with the Companies (Disclosure of particulars in the Report of Board of Directors) Rules, 1988, regarding Conservation of Energy and Technology Absorption are not applicable to the Company.

There has been no foreign exchange earnings and outflow during the year under report.

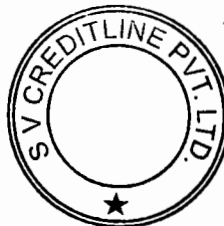
ACKNOWLEDGMENTS

Your Director wish to place on record their appreciation and acknowledge with gratitude the continued support and co-operation extended by the Shareholders, Bankers, Financial Institutions and Business Associates at all levels and look forward to their continued support. The directors also place on record their appreciation for the services rendered by the employees at all levels.

For and on behalf of Board
For S V Creditline Private Limited


Surinder Singh Kohli
Chairman
(DIN NO.: 00169907)

Date: July 17, 2014
Place: Gurgaon



(Address: J-170, Rajouri Garden,
New Delhi, 110027, Delhi, India)

BSRR & Co

Chartered Accountants

Reliance Humsafar, IV Floor
Road No. 11, Banjara Hills
Hyderabad-500 034, India

Telephone: +91 40 3046 5000
Fax: +91 40 3046 5299

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF S V CREDITLINE PRIVATE LIMITED

Report on the Financial Statements

We have audited the accompanying financial statements of S V Creditline Private Limited, ('the Company'), which comprise the Balance Sheet as at 31 March 2014, the Statement of Profit and Loss and the Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information ('collectively referred to as the 'financial statements').

Management's Responsibility for the Financial Statements

Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position, the financial performance and the cash flows of the Company in accordance with the Accounting Standards referred to in sub-section (3C) of Section 211 of the Companies Act, 1956 ("the Act"). This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India (ICAI). Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

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

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B S R R & Co

S V CREDITLINE PRIVATE LIMITED
INDEPENDENT AUDITOR'S REPORT (continued)

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2003, as amended ("the Order") issued by the Central Government of India in terms of sub-section (4A) of Section 227 of the Act, we enclose in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the said Order.
2. As required by Section 227(3) of the Act, we report that:
 - a) we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
 - b) in our opinion proper books of account as required by law have been kept by the Company so far as 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 Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement comply with the Accounting Standards referred to in sub-section (3C) of Section 211 of the Act; and
 - e) on the basis of written representations received from the directors as on 31 March 2014, and taken on record by the Board of Directors, we report that none of the directors is disqualified as on 31 March 2014, from being appointed as a director in terms of clause (g) of sub-section (1) of Section 274 of the Act.

for B S R R & Co
Chartered Accountants
Firm Membership No: 130791W



Sriram Mahalingam
Partner
Membership No: 049642
Place: Hyderabad
Date : 09 June 2014

S V CREDITLINE PRIVATE LIMITED
ANNEXURE TO THE INDEPENDENT AUDITOR'S REPORT

Annexure referred to in our report of even date to the members of S V Creditline Private Limited ("the Company") for the year ended 31 March 2014. We report that:

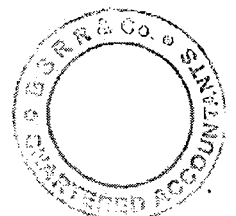
- i. (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
- (b) The Company has a regular programme of physical verification of its fixed assets by which all fixed assets are verified every year. In our opinion, the periodicity of physical verification is reasonable having regard to the size of the Company and the nature of its assets. No material discrepancies were noted on such verification.
- (c) Fixed assets disposed off during the year were not substantial, and therefore, do not affect the going concern assumption.
- ii. The Company is a Non Banking Finance Company – Micro Finance Institution ('NBFC-MFI'), engaged in the business of providing micro credit. Accordingly, it does not hold any physical inventories. Hence, paragraph 4(ii) of the Order is not applicable.
- iii. The Company has neither granted nor taken any loans, secured or unsecured, to or from companies, firms or other parties covered in the register maintained under section 301 of the Companies Act, 1956.
- iv. In our opinion and according to the information and explanations given to us, there is an adequate internal control system commensurate with the size of the Company and the nature of its business with regard to the purchase of fixed assets and with regard to services rendered by the Company. The activities of the Company do not involve purchase of inventory and the sale of goods. We have not observed any major weakness in the internal control system during the course of our audit.
- v. (a) In our opinion, and according to the information and explanations given to us, the particulars of contracts or arrangements, referred to in section 301 of the Companies Act, 1956 have been entered in the register required to be maintained under that section.
- (b) In our opinion, and according to the information and explanations given to us, the transaction made in pursuance of contracts and arrangement referred to in (a) above and exceeding the value of Rupees five lakhs with any party during the year have been made at price which are reasonable having regard to the prevailing market price at the relevant time.
- vi. The Company has not accepted any deposits from the public.
- vii. In our opinion, the Company has an internal audit system commensurate with the size and nature of its business.
- viii. The Central Government has not prescribed the maintenance of cost records under clause (d) of sub-section (1) of section 209 of the Companies Act, 1956 for any of the services rendered by the Company.
- ix. (a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has been generally regular in depositing amounts deducted/accrued in the books of account in respect of undisputed statutory dues including Provident Fund, Employees State Insurance, Service tax, and other material statutory dues with the appropriate authorities *except in respect of Income tax deducted at source where there were slight delays in few cases.* As explained to us, the Company did not have any dues on account of Investor education and Protection Fund, Sales tax, Excise duty, Wealth tax, Customs duty and cess.

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- (b) According to the information and explanations given to us, no undisputed amounts payable in respect of Provident Fund, Employees State Insurance, Income-tax, Service tax and other material statutory dues were in arrears as at 31 March 2014 for a period of more than six months from the date they became payable.
- (c) According to the information and explanations given to us, there are no dues of Income tax and Service tax which have not been deposited with the appropriate authorities on account of any dispute. As explained to us, the Company did not have any dues on account of Sales tax, Excise duty, Wealth tax, Customs duty and cess.
- x. In our opinion, the accumulated losses of the Company at the end of the financial year are less than 50% of its networth. The Company has not incurred cash losses in the current financial year and the immediately preceding financial year.
- xi. In our opinion and according to the information and explanations given to us, the Company has not defaulted in repayment of dues to its debenture holders, bankers or to any financial institutions.
- xii. The Company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
- xiii. In our opinion, and according to the information and explanations given to us, the Company is not a chit fund or a nidhi/ mutual benefit fund/ society.
- xiv. According to the information and explanations given to us, the Company is not dealing or trading in shares, securities, debentures and other investments.
- xv. According to the information and explanations given to us, the Company has not given any guarantee for loans taken by others from banks or financial institutions.
- xvi. In our opinion and according to the information and explanations given to us, the term loans taken by the Company have been applied for the purpose for which they were raised.
- xvii. According to the information and explanations given to us and on an overall examination of the balance sheet of the Company, we are of the opinion that the funds raised on short-term basis have not been used for long-term investment.
- xviii. The Company has not made any preferential allotment of shares to companies, firms and parties covered in the register maintained under section 301 of the Companies Act, 1956.
- xix. According to the information and explanations given to us the Company is in the process of creating charge in respect of debentures issued towards end of the year.
- xx. The Company has not raised any money by way of public issue.

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- xxi. According to the information and explanations given to us, we report that no material fraud on or by the Company has been noticed / reported during the year *except instances of cash embezzlements by certain employees of the Company aggregating an amount of Rs.187,507. Out of the above stated amount Rs.85,535 was recovered from certain employees and the Company is attempting to recover the balance. The services of the all above mentioned employees have been terminated. The Company expects to recover the outstanding amount of Rs.101,972 and accordingly has not been provided in the books of account.*

for **BSRR & Co**
Chartered Accountants
Firm Membership No: 130791W



Sriram Mahalingam
Partner
Membership No: 049642
Place: Hyderabad
Date : 09 June 2014

S V Creditline Private Limited
 Balance sheet as at 31 March 2014
 (All amounts in Indian rupees, except share data and where otherwise stated)

	Note	As at 31 March 2014	As at 31 March 2013
EQUITY AND LIABILITIES			
Shareholder's funds			
Share capital	2.1	366,238,420	271,641,420
Reserves and surplus	2.2	(4,822,794)	(84,806,640)
		<u>361,415,626</u>	<u>186,834,780</u>
Share application money pending allotment	2.36	20,220,400	22,518,900
Non-current liabilities			
Long-term borrowings	2.3	631,078,069	189,518,824
Long-term provisions	2.4	3,150,569	1,365,734
Other long term liabilities	2.5	9,025,337	-
		<u>643,253,975</u>	<u>190,884,558</u>
Current liabilities			
Other current liabilities	2.6	1,517,651,586	834,020,174
Short-term provisions	2.7	16,720,538	7,052,194
		<u>1,534,372,124</u>	<u>841,072,368</u>
Total		<u>2,559,262,125</u>	<u>1,241,310,606</u>
ASSETS			
Non-current assets			
Fixed assets			
(i) Tangible assets	2.8	9,040,611	6,964,390
(ii) Intangible assets		1,019,620	1,635,586
Loan portfolio	2.13	138,574,736	32,525,437
Long-term loans and advances	2.9	61,113,804	5,931,719
Other non-current assets	2.10	80,897,103	68,652,224
		<u>290,645,874</u>	<u>115,709,356</u>
Current assets			
Trade receivables	2.11	1,191,017	-
Cash and bank balances	2.12	804,753,233	346,385,854
Loan portfolio	2.13	1,353,742,515	704,921,113
Short-term loans and advances	2.14	30,640,885	20,364,942
Other current assets	2.15	78,288,601	53,929,341
		<u>2,268,616,251</u>	<u>1,125,601,250</u>
Total		<u>2,559,262,125</u>	<u>1,241,310,606</u>

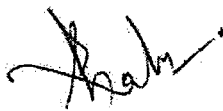
Significant accounting policies 1
 Notes to financial statements 2
 The notes referred to above form an integral part of the financial statements.


As per our report of even date attached
 for B S R R & Co
 Chartered Accountants
 Firm Registration No. 130791W

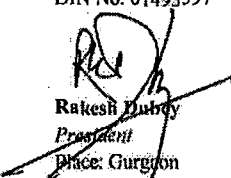
for S V Creditline Private Limited

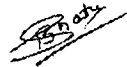



 Sriram Mahalingam
 Partner
 Membership No: 049642


 Sundeep Kalsi
 Director
 DIN No: 01493597


 Rakesh Arora
 Director
 DIN No: 00125976


 Rakesh Dubey
 President
 Place: Gurgaon
 Date: 9 June 2014


 Surinder Kumar Bhatla
 Company Secretary

Place: Hyderabad
 Date: 9 June 2014

S V Creditline Private Limited
Cashflow statement for the year ended 31 March 2014
(All amounts in Indian rupees, except share data and where otherwise stated)

	For the year ended 31 March 2014	For the year ended 31 March 2013
Cash flows from operating activities		
Profit/(loss) before taxation	82,033,974	6,948,964
Adjustments:		
Depreciation and amortisation expense	2,621,208	1,797,127
Provisions on loan portfolio	7,548,707	3,430,832
Provisions on gratuity	943,101	385,785
Loss on sale of fixed assets	87,375	110,877
Income tax paid	(2,050,128)	-
Operating cash flow before working capital changes	<u>91,184,237</u>	<u>12,673,585</u>
(Increase) in loan portfolio	(754,870,701)	(343,083,162)
(Increase) in long term loans and advances	(55,182,085)	(3,287,994)
(Increase) decrease in short term loans and advances	(10,275,943)	(7,820,577)
(Increase) in other current assets	(24,359,260)	(23,386,708)
(Increase) in non current assets	(12,244,879)	(2,604,450)
(Increase) in non current liabilities	(1,191,017)	-
Increase in current liabilities	76,053,897	57,497,959
Increase in longterm liabilities	9,025,337	-
Cash (used) from operations	<u>(681,860,414)</u>	<u>(310,011,347)</u>
Net cash used in operating activities (A)	<u>(681,860,414)</u>	<u>(310,011,347)</u>
Cash flows from investing activities		
Purchase of fixed assets	(4,231,875)	(2,085,750)
Proceeds from sale of fixed asset	63,037	58,691
Investment in long term deposits with maturity of more than three months	(75,416,370)	(79,809,896)
Net cash used in Investing activities (B)	<u>(79,585,208)</u>	<u>(81,836,955)</u>
Cash flows from financing activities		
Receipt of share application money pending allotment	(2,298,500)	22,518,900
Proceeds from issuance of share capital	94,597,000	5,004,200
Proceeds from long term borrowings, net	441,559,245	140,870,683
Proceeds from short term borrowings, net	610,538,886	448,838,522
Net cash from financing activities (C)	<u>1,144,396,631</u>	<u>617,232,305</u>
Net increase/(decrease) in cash and cash equivalents (A + B + C)	<u>382,951,009</u>	<u>225,384,004</u>
Cash and cash equivalents at the beginning of the year	265,146,674	39,762,670
Cash and cash equivalents at the end of the year (Refer note 2.12)	<u>648,097,683</u>	<u>265,146,674</u>

As per our report of even date attached
for B S R R & Co
Chartered Accountants
Firm registration no.130791W




Sriram Mahalingam
Partner
Membership No: 049642

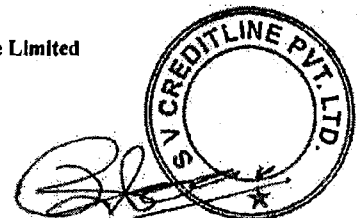
Place: Hyderabad
Date: 9 June 2014

for S V Creditline Private Limited



Sundeep Kalsi
Director
DIN No: 01493597


Rakesh Dubey
President
Place: Gurgaon
Date: 9 June 2014



Rakesh Arora
Director
DIN No: 00125976


Surinder Kumar Bhatia
Company Secretary

S V Creditline Private Limited

Notes to financial statements for the year ended 31 March 2014

(All amounts in Indian rupees, except share data and where otherwise stated)

Company overview

S V Creditline Private Limited (formerly Mantrana Finlease Private Limited) ("the Company") was incorporated on 22 August 1996 under the Companies Act, 1956. The Company was registered as a Non Deposit taking Non-Banking Financial Company under section 45IA of the RBI Act, 1934 on December 15, 2008. The Company got converted to Non-Banking Financial Company-Micro Finance Institution (NBFC-MFI) with effect from 22 November 2013.

The Company is primarily engaged in the business of microfinance activities. It offers micro finance loans to under-served poor households living in rural and urban areas.

1 Significant accounting policies

a) Basis of preparation of financial statements

The financial statements have been prepared and presented under the historical cost convention on the accrual basis of accounting in accordance with the Generally Accepted Accounting Principles (GAAP) in India and comply with the Accounting Standards ("AS") prescribed by the Companies (Accounting Standards) Rules, 2006, the relevant provisions of the Companies Act, 1956 ('the Act') and / or the Companies Act, 2013, as appropriate and the Reserve Bank of India ('RBI') guidelines to the extent applicable to a Non Deposit taking Non-Banking Finance Company and Non-Banking Financial Company-Micro Finance Institution (NBFC-MFI). The financial statements are presented in Indian Rupees rounded off to the nearest rupee.

b) Use of estimates

The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosure of contingent liabilities on the date of the financial statements. Actual results could differ from those estimates. Any revision to accounting estimates is recognized prospectively in current and future periods.

c) Current – non-current classification

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

Assets

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

- i. it is expected to be realised in, or is intended for sale or consumption in, the company's normal operating cycle;
- ii. it is held primarily for the purpose of being traded;
- iii. it is expected to be realized within 12 months after the reporting date; or
- iv. it is cash or cash equivalent unless it is restricted from being exchanged or used to settle a liability for at least 12 months after the reporting date.

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



S V Creditline Private Limited

Notes to financial statements for the year ended 31 March 2014 (continued)

(All amounts in Indian rupees, except share data and where otherwise stated)

1 Significant accounting policies (continued)

c) Current – non-current classification (continued)

Liabilities

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

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

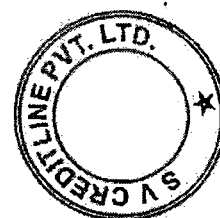
Current liabilities include the current portion of non-current financial liabilities. All other liabilities are classified as non-current.

Operating cycle

Company has ascertained its operating cycle as 12 months that is the time between the acquisition of assets for processing and their realization in cash or cash equivalents.

d) Revenue recognition

- i. Interest income on loan portfolio is recognized in the Statement of Profit and Loss on accrual basis using effective interest method except in the case of non-performing assets ("NPA's") where it is recognized, upon realization, as per the prudential norms of RBI.
- ii. Gain on securitisation of assets is recognised on the difference between the book value of the securitised assets and consideration received on the assets derecognised from books. The same is amortised over the life of the securitised loan portfolio and losses, if any, are recognised immediately in accordance with the guidelines laid down by RBI on securitization.
- iii. Income from the services rendered to the Bank towards Financial Support Services is recognized on accrual basis in accordance with the Service Provider Agreement entered into with the Bank
- iv. Loan processing fee received upfront are considered to be accrued at the time of entering into a binding agreement upon its receipt and are recognized accordingly.
- v. Interest on term deposits has been accrued on the time proportion basis, using the underlying interest rates.
- vi. Dividend income is accounted when the right to receive the dividend is established.



S V Creditline Private Limited

Notes to financial statements for the year ended 31 March 2014 (continued)

(All amounts in Indian rupees, except share data and where otherwise stated)

1 Significant accounting policies (continued)

e) Classification of loan portfolio and provisioning policy

Loan Portfolio is classified and provision is made in accordance with the Non-Banking Financial Company – Micro Finance Institutions (NBFC-MFIs) Directions issued by Reserve Bank of India as mentioned below:

Asset classification

Standard asset: Asset in respect of which, no default in repayment of principal or payment of interest is perceived and which does not disclose any problem nor carry more than normal risk attached to the business.

Non-performing asset: Asset for which, interest / principal payment has remained overdue for a period of 90 days or more.

Provisioning norms

The aggregate loan provision of the Company shall be higher of:

- i) 1% of the loan portfolio outstanding.
- ii) 50% of the aggregate loan installments which are overdue for more than 90 days and less than 180 days and 100% of the aggregate loan installments which are overdue for 180 days or more.

f) Fixed assets and depreciation

Tangible fixed asset

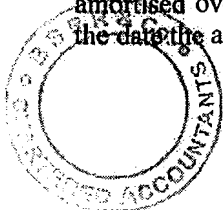
Tangible fixed assets are carried at cost of acquisition less accumulated depreciation. The cost of fixed assets comprises the purchase price, taxes, duties, freight (net of rebates and discounts) and any other directly attributable costs of bringing the assets to their working condition for their intended use. Borrowing costs directly attributable to acquisition of those fixed assets which necessarily take a substantial period of time to get ready for their intended use are capitalised.

Tangible fixed assets under construction and tangible fixed assets acquired but not ready for their intended use are disclosed as capital work-in-progress.

Depreciation on tangible fixed assets other than leasehold improvement is provided on straight-line method at the rates and in the manner prescribed in Schedule XIV to the Companies Act, 1956 on pro rata basis from the date of addition. Assets costing Rs.5,000 or less are depreciated at the rate of 100% in the year of purchase. Leasehold improvements are depreciated over the period of lease or estimated useful life, if shorter.

Intangible fixed asset

Intangible assets are recorded at the consideration paid for acquisition. Computer Software are amortised over their estimated useful life (6 years) on a straight-line basis, commencing from the date the asset is available to the Company for its use.



S V Creditline Private Limited

Notes to financial statements for the year ended 31 March 2014 (continued)

(All amounts in Indian rupees, except share data and where otherwise stated)

g) Foreign currency transaction

Foreign currency transactions are recorded at the exchange rates prevailing on the date of transaction. Differences arising out of foreign currency transactions settled during the year are recognised in the Statement of Profit and Loss.

Monetary items outstanding at the balance sheet date and denominated in foreign currencies are restated at the exchange rates prevailing at the end of the year. Differences arising on such restatement are recognized in the Statement of Profit and Loss. Non monetary assets and liabilities denominated in foreign currency and measured at historical cost are translated at the exchange rate prevalent at the date of transaction.

h) Accounting for grants

Grants received in relation to operating expenses are deducted in reporting the expense in the statement of profit and loss over the period which it is incurred.

i) Investments

Investments that are readily realizable and intended to be held for not more than a year are classified as current investments. All other investments are classified as long term investments.

Long term investments are carried at cost less any other-than-temporary diminution in value. Current investments are valued at lower of cost and fair value determined on individual investment basis.

j) Employee benefits

Defined contribution plans

The Company makes specified monthly contribution towards employee provident fund to Government administered provident fund scheme, which is a defined contribution scheme. The Company's contribution is recognized as an expense in the Statement of Profit and Loss during the period in which the employee renders the related service.

Defined benefit plan

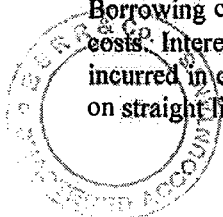
The Company provides for gratuity, a defined benefit plan covering eligible employees. Gratuity is accrued based on an actuarial valuation as at the balance sheet date, carried out by an independent actuary using the projected unit credit method. Actuarial gains/losses arising during the year are immediately recognised in the statement of profit and loss in the year in which they arise.

Other short term benefits

Expense in respect of other short term benefits is recognized on the basis of the amount paid or payable for the period during which services are rendered by the employee.

k) Borrowing costs

Borrowing costs includes interest and other cost including, amortization of ancillary borrowing costs. Interest on borrowing is expensed in the period to which they relate. Ancillary costs incurred in connection with the terms of borrowing are amortized over the tenure of borrowing on straight line basis.



S V Creditline Private Limited

Notes to financial statements for the year ended 31 March 2014 (continued)

(All amounts in Indian rupees, except share data and where otherwise stated)

l) Leases

Leases, where the lessor effectively retains substantially all the risks and benefits of ownership of the leased item, are classified as operating leases. Lease rentals in respect of assets taken on 'operating lease' are charged to the Statement of Profit and Loss on a straight line basis over the lease term.

m) Earnings per share (EPS)

Basic earnings per share are calculated by dividing the net profit or loss for the year attributable to equity shareholders by the weighted average number of equity shares outstanding during the year. For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares. Dilutive potential equity shares are deemed to have been converted as of the beginning of the year, unless they have been issued at a later date. Dilutive potential equity shares are deemed to have been converted as at the beginning of the year unless they have been issued at a later date.

n) Income Tax

Income tax expense comprises of current tax and deferred tax.

Current tax

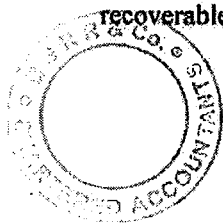
The current charge for income tax is calculated in accordance with the relevant tax regulations applicable to the Company.

Deferred tax

Deferred tax charge or benefit reflects the tax effects of timing differences between accounting income and taxable income for the year. The deferred tax charge or benefit and the corresponding deferred tax liabilities or assets are recognised using the tax rates that have been enacted or substantially enacted by the balance sheet date. Deferred tax assets are recognised only to the extent there is reasonable certainty that the assets can be realized in future; however, where there is unabsorbed depreciation or carry forward of losses, deferred tax assets are recognised only if there is a virtual certainty of realization of such assets. Deferred tax assets are reviewed at each balance sheet date and written-down or written-up to reflect the amount that is reasonably/virtually certain to be realized.

o) Impairment of assets

The Company assesses at each balance sheet date whether there is any indication that any assets forming part of its cash generating units may be impaired. If any such indication exists, the Company estimates the recoverable amount of the asset. If such recoverable amount of the asset or the recoverable amount of the cash generating unit to which the asset belongs to is less than its carrying amount, the carrying amount is reduced to its recoverable amount. The reduction is treated as an impairment loss and is recognized in the Statement of Profit and Loss. If at the balance sheet date, there is an indication that a previously assessed impairment loss no longer exists, the recoverable amount is reassessed and the asset is reflected at the reassessed recoverable amount subject to a maximum of depreciated historical cost.



S V Creditline Private Limited

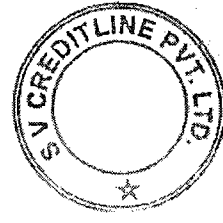
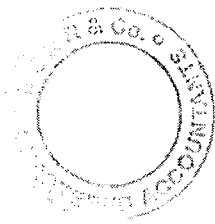
Notes to financial statements for the year ended 31 March 2014 (continued)

(All amounts in Indian rupees, except share data and where otherwise stated)

p) Provisions and contingent liabilities

The Company creates a provision when there is a present obligation as a result of an obligating event that probably requires an outflow of resources and a reliable estimate can be made of the amount for the obligation. A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. Where there is a possible obligation or a present obligation that the likelihood of outflow of resource is remote, no provision or disclosure is made.

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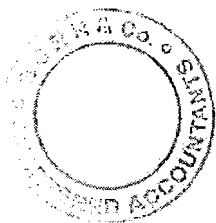


S V Creditline Private Limited

Notes to financial statements for the year ended 31 March 2014 (continued)

(All amounts in Indian rupees, except share data and where otherwise stated)

	As at 31 March 2014	As at 31 March 2013
2.1 Share capital		
Authorised:		
Equity shares		
45,000,000 (Previous year: 40,000,000) equity shares of Rs. 10 each	450,000,000	400,000,000
	<u>450,000,000</u>	<u>400,000,000</u>
Issued, subscribed and paid-up:		
Equity shares		
36,623,842 (Previous year: 27,164,142) equity shares of Rs. 10 each, fully paid up	366,238,420	271,641,420
	<u>366,238,420</u>	<u>271,641,420</u>



S V Creditline Private Limited

Notes to financial statements for the year ended 31 March 2014 (continued)

(All amounts in Indian rupees, except share data and where otherwise stated)

	As at 31 March 2014		As at 31 March 2013	
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2.1 Share capital (continued)

The reconciliation of the number of equity shares outstanding is set out below:

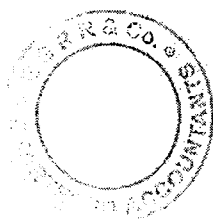
Particulars	Number of shares	Amount	Number of shares	Amount
Equity shares				
Outstanding at the beginning of the year	27,164,142	271,641,420	26,663,722	266,637,220
Issued during the year	9,459,700	94,597,000	500,420	5,004,200
Outstanding at the end of the year	36,623,842	366,238,420	27,164,142	271,641,420

The rights, preferences and restrictions attaching to each class of shares including restrictions on the distribution of dividends and the repayment of capital:

The Company has single class equity shares having a par value of Rs. 10 per equity share. Accordingly, all equity shares rank equally with regard to dividends and share in the Company's residual assets. The equity shares are entitled to receive dividend as declared from time to time. In the event of liquidation of the Company, the holders of equity shares will be entitled to receive the residual assets of the Company in proportion to the number of equity shares held.

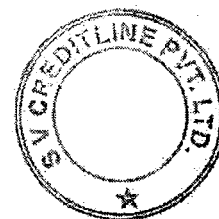
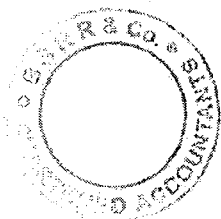
The details of shareholder holding more than 5% equity shares is set below:

Name of the shareholder	Number of shares	% of Holding	Number of shares	% of Holding
S.V Corporation Private Limited	18,311,921	50%	13,582,071	50%
Vans Pte Limited, Singapore	18,311,921	50%	13,582,071	50%
	36,623,842	100%	27,164,142	100%



S V Creditline Private Limited
Notes to financial statements for the year ended 31 March 2014 (continued)
 (All amounts in Indian rupees, except share data and where otherwise stated)

	As at 31 March 2014	As at 31 March 2013
2.2 Reserves and surplus		
Statutory reserve (created under section 45-1C of RBI Act, 1934)		
Opening balance	2,149,582	759,789
Add: Amount transferred	15,996,769	1,389,793
Less: Amount utilised	-	-
Closing balance	<u>18,146,351</u>	<u>2,149,582</u>
General reserve		
Opening balance	100,701	100,701
Add/Less: amount transferred/utilised	-	-
Closing balance	<u>100,701</u>	<u>100,701</u>
Deficit (Profit and loss balance)		
Opening balance	(87,056,923)	(92,616,094)
Add: Profit/ (loss) for the year	79,983,846	6,948,964
Less : Amount transferred to statutory reserve (Created under section 45-1C of the RBI Act, 1934)	(15,996,769)	(1,389,793)
Closing balance	<u>(23,069,846)</u>	<u>(87,056,923)</u>
Total	<u>(4,822,794)</u>	<u>(84,806,640)</u>

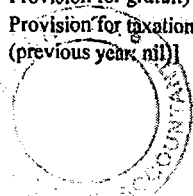


S V Creditline Private Limited

Notes to financial statements for the year ended 31 March 2014 (continued)

(All amounts in Indian rupees, except share data and where otherwise stated)

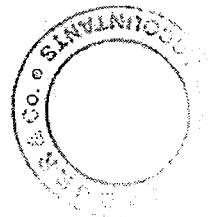
	As at 31 March 2014	As at 31 March 2013
2.3 Long-term borrowings (refer note 2.32)		
Secured		
180 (Previous year: Nil) redeemable non convertible debentures of Rs.500,000 (Previous year: Nil) each. *	48,750,120	-
Term loans		
from banks	403,325,048	138,595,231
from financial institutions	18,948,788	9,259,260
from non banking financial institutions	159,212,144	41,664,333
Vehicle loan	841,969	-
	<u>631,078,069</u>	<u>189,518,824</u>
* Company has filed requisite forms to create charge and is in the process of getting it approved.		
2.4 Long-term provisions		
Provision on loan portfolio (refer note 2.23)	1,385,747	325,254
Provision for gratuity (refer note 2.26)	1,764,822	1,040,480
	<u>3,150,569</u>	<u>1,365,734</u>
2.5 Other long term liabilities		
Unammortised income on assignment	9,025,337	-
	<u>9,025,337</u>	<u>-</u>
2.6 Other current liabilities		
Current maturities of long term debt (refer note 2.32)		
180 (previous year nil) redeemable non convertible debentures of Rs.500,000 (previous year: nil) each.	41,249,880	-
Term loans		
from banks	681,436,860	385,238,106
from financial institutions	42,592,608	22,222,220
from non banking financial institutions	588,918,828	336,556,995
Vehicle loan	358,031	-
	<u>1,354,556,207</u>	<u>744,017,321</u>
Payable on assigned portfolio	112,447,256	62,695,159
Payable on managed portfolio	1,898,210	-
Unammortised income on assignment	18,361,582	11,765,098
Interest accrued but not due on borrowings	5,368,332	3,295,990
Statutory liabilities	3,138,661	2,109,232
Employee benefits expenses payable	5,630,453	4,263,023
Expenses payable	8,144,037	4,237,980
Other liabilities	8,106,848	1,636,371
	<u>1,517,651,586</u>	<u>834,020,174</u>
2.7 Short-term provision		
Provision on loan portfolio (refer note 2.23)	13,537,426	7,049,212
Provision for gratuity (refer note 2.26)	221,741	2,982
Provision for taxation [net of advance tax of Rs. 13,648,020 (previous year, nil)]	2,961,371	-
	<u>16,720,538</u>	<u>7,052,194</u>



S V Creditline Private Limited
 Notes to financial statements for the year ended 31 March 2014 (continued)
 (All amounts in Indian rupees, except share data and where otherwise stated)

2.8 Fixed assets

Description	Gross block				Depreciation			Net block	
	Balance as at 1 April 2013	Additions	Deletions	Balance as at 31 March 2014	Balance as at 1 April 2013	For the year	Adjustment on deletions	Balance as at 31 March 2014	Balance as at 31 March 2013
Tangible assets									
Leasehold improvements	3,189,656	-	-	3,189,656	3,189,656	-	-	3,189,656	-
Vehicles	-	1,471,718	-	1,471,718	-	1,044	-	1,044	1,470,674
Computers	7,931,960	1,380,292	34,500	9,277,752	2,673,467	1,485,051	21,037	4,137,481	5,258,493
Furniture and fixture	2,475,732	563,414	-	3,039,146	2,332,621	385,565	-	2,718,186	143,111
Office equipment	2,446,041	816,451	161,000	3,101,492	883,255	133,582	24,051	992,786	1,562,786
Total (A)	16,043,389	4,231,875	195,500	20,079,764	9,078,999	2,005,242	45,088	11,039,153	6,964,390
Previous Year	15,748,374	492,200	197,185	16,043,389	7,645,591	1,461,025	27,617	9,078,999	8,102,783
Intangible assets									
Computer software	3,413,937	-	-	3,413,937	1,778,351	615,966	-	2,394,317	1,635,586
Total (B)	3,413,937	-	-	3,413,937	1,778,351	615,966	-	2,394,317	1,635,586
Previous Year	1,820,387	1,593,550	-	3,413,937	1,442,249	336,102	-	1,778,351	378,138

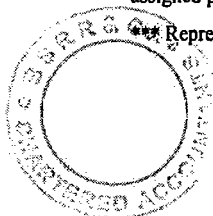


S V Creditline Private Limited
Notes to financial statements for the year ended 31 March 2014 (continued)
(All amounts in Indian rupees, except share data and where otherwise stated)

	As at 31 March 2014	As at 31 March 2013
2.9 Long-term loans and advances		
<i>Unsecured, considered good</i>		
Advance given towards purchase of fixed asset	35,000,000	-
Advances recoverable in cash or kind or for value to be received	101,571	101,571
Deposits	2,444,000	367,500
MAT Credit entitlement	15,228,263	669,000
Advance tax [net of provision for tax of Rs. Nil (previous year: Rs. 669,000)]	1,195,809	3,574,349
Unamortised processing fees	7,144,161	1,219,299
	<u>61,113,804</u>	<u>5,931,719</u>
2.10 Other non-current assets		
Long term bank deposits with maturity of more than 12 months*	49,001,681	46,784,242
Security deposits towards borrowings*	29,100,000	18,750,000
Interest accrued but not due on		
- fixed deposits with banks	2,057,445	3,009,763
- security deposits	737,977	108,219
	<u>80,897,103</u>	<u>68,652,224</u>
		4541
*Represents deposits maintained as cash collateral against term loans availed and assigned portfolio.		
2.11 Trade receivable (unsecured and considered good)		
Receivable outstanding for a period exceeding six months from the date they became due for payment	-	-
Other debts	1,191,017	-
	<u>1,191,017</u>	<u>-</u>
2.12 Cash and bank balances		
Cash and cash equivalents		
Cash in hand	13,706	26,564
Balances with banks		
- in current accounts	368,384,488	178,628,513
- in deposit accounts (with less than 3 months maturity)**	279,699,489	86,491,597
Total (A)	<u>648,097,683</u>	<u>265,146,674</u>
Other bank balances***		
- Bank deposits with maturity more than 3 months	205,657,231	128,023,422
Less: Bank deposits with maturity of more than 12 months disclosed under other non-current assets (refer note 2.9)	(49,001,681)	(46,784,242)
Total (B)	<u>156,655,550</u>	<u>81,239,180</u>
Total cash and bank balances (A+B)	<u>804,753,233</u>	<u>346,385,854</u>

** Includes deposits of Rs.38,926,502 (Previous year: Rs. 6,451,597) maintained as cash collateral against term loan availed and assigned portfolio.

*** Represents deposits maintained as cash collateral against term loans availed and assigned portfolio.



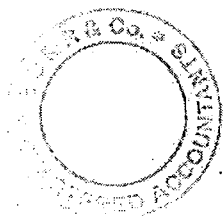
S V Creditline Private Limited

Notes to financial statements for the year ended 31 March 2014 (continued)

(All amounts in Indian rupees, except share data and where otherwise stated)

	As at 31 March 2014	As at 31 March 2013
2.13 Loan portfolio		
<i>Unsecured</i>		
Microfinance		
Gross loan portfolio	2,130,597,525	1,000,967,376
Less: Assigned portfolio (refer note 2.22)	526,799,975	295,520,826
Less: Managed portfolio	135,980,299	-
Total (A)	<u>1,467,817,251</u>	<u>705,446,550</u>
Of the above :		
Loan portfolio (considered good)	1,462,123,173	700,786,974
Loan portfolio (considered doubtful)	5,694,078	4,659,576
Other loans (B)	24,500,000	32,000,000
Of the above :		
Loan portfolio (considered good)	24,500,000	32,000,000
Loan portfolio (considered doubtful)	-	-
Total (A+B)	<u>1,492,317,251</u>	<u>737,446,550</u>
Less: Non current portion of loan portfolio.	138,574,736	32,525,437
Current portion of the loan portfolio	<u>1,353,742,515</u>	<u>704,921,113</u>
2.14 Short term loan and advances		
<i>Unsecured, considered good</i>		
Loans and advances to related parties (refer note 2.30)	115,710	-
Advances recoverable in cash or kind or for value to be received	2,903,588	1,299,911
Deposits	6,565,976	6,077,925
Prepaid expenses	303,402	2,042,741
Service tax receivable	423,511	222,392
Other receivables	5,148,586	4,055,586
Unamortised processing fees	15,180,112	6,666,387
	<u>30,640,885</u>	<u>20,364,942</u>
2.15 Other current assets		
Security deposits towards borrowings*	60,253,961	39,145,828
Security deposits towards assigned portfolio*	-	3,713,942
Interest accrued but not due		
- on loan portfolio	8,354,589	7,095,392
- on fixed deposit with banks	6,245,868	2,141,633
- on security deposits	3,434,183	1,832,546
	<u>78,288,601</u>	<u>53,929,341</u>

*Represents deposits maintained as cash collateral against term loans availed and assigned portfolio.



S V Creditline Private Limited

Notes to financial statements for the year ended 31 March 2014 (continued)

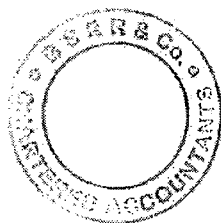
(All amounts in Indian rupees, except share data and where otherwise stated)

2.22 Securitisation of loan portfolio

During the year, the Company has securitised loan portfolio having book value of Rs. 1,047,425,364 (Previous year: Rs. 524,705,792) to financial institutions. The Company has received a total consideration of Rs. 1,098,260,731 (Previous year: Rs. 543,782,577) arising out of such sale of loans. The difference between the consideration received and the book value of the loan portfolio securitised amounting to Rs. 50,834,367 is amortised over the life of the securities.

2.23 Provision for outstanding loan portfolio

Particulars	As at 31 March 2014	As at 31 March 2013
Standard Portfolio (A)	1,486,623,173	732,786,974
Non performing assets		
Aggregate loan installments which are overdue for more than 90 days and less than 180 days.	190,243	1,471,850
Aggregate loan installments which are overdue for 180 or more.	5,503,835	3,187,726
Total (B)	5,694,078	4,659,576
Total Loan Portfolio (A) + (B)	1,492,317,251	737,446,550
Provision on loan portfolio:		
1% on total loan portfolio (C)	14,923,173	7,374,466
Aggregate of the following		
a) 50% of the aggregate loan installments which are overdue for more than 90 days and less than 180 days.	95,122	735,925
b) 100% of the aggregate loan installments which are overdue for 180 or more.	5,503,835	3,187,726
Total (D)	5,598,957	3,923,651
Higher of (C) or (D)	14,923,173	7,374,466
Opening provision	7,374,466	3,943,634
Additions/reversal, net	7,548,707	3,430,832
Closing provision	14,923,173	7,374,466



S V Creditline Private Limited

Notes to financial statements for the year ended 31 March 2014 (continued)

(All amounts in Indian rupees, except share data and where otherwise stated)

2.24 Earnings per share

Particulars	For the year ended 31 March 2014	For the year ended 31 March 2013
Net profit / (loss) attributable to equity shareholders	79,983,832	6,948,964
Number of shares at the beginning of the year	27,164,142	26,663,722
Add: Equity shares issued during the year	9,459,700	500,420
Total number of equity shares outstanding during the year	36,623,842	27,164,142
Weighted average number of equity shares outstanding during the year – Basic	32,820,850	26,666,464
Add: Weighted average number of equity shares arising out of Share application money	454,267	573,769
Weighted average number of equity shares outstanding during the year – Diluted	33,275,117	267,240,233
Earnings per share		
Basic – par value of Rs.10 each	2.44	0.26
Diluted - par value of Rs.10 each	2.40	0.26

2.25 Deferred tax, net included in the balance sheet

Particulars	As at 31 March 2014	As at 31 March 2013
Deferred tax liability		
On difference in written down value of block of fixed assets	327,616	427,548
Deferred tax asset		
On provision for gratuity*	327,616	427,548
Net deferred tax (asset) / liability	-	-

* In the absence of certainty on realisation of deferred tax assets, the deferred tax asset has been recorded to the extent there exists reversing temporary differences by way of deferred tax liability on fixed assets.



S V Creditline Private Limited**Notes to financial statements for the year ended 31 March 2014 (continued)**

(All amounts in Indian rupees, except share data and where otherwise stated)

2.26 a) Gratuity (Unfunded) amount recognition

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 is computed at 15 days salary (last salary drawn) for each completed year of service.

The following tables set out the status of the gratuity plan as required under AS 15 (Revised)

Amount recognised in Balance sheet

Particulars	As at 31 March 2014	As at 31 March 2013
Present value of obligation as at the beginning of the year	1,043,462	657,677
Current service cost	718,878	427,188
Interest cost	83,477	56,560
Actuarial (gain)/loss recognised during the year	140,746	(97,963)
Past service cost	-	-
Net (liability)	1,986,563	1,043,462

Expense recognised in Statement of Profit and Loss

Particulars	For the year ended 31 March 2014	For the year ended 31 March 2013
Current service cost	718,878	427,188
Interest cost	83,477	56,560
Net actuarial (gain)/ loss recognised in the year	140,746	(97,963)
Past Service cost	-	-
Amount included in employee benefit expenses	943,101	385,785

Movement in the liability recognised in the Balance sheet

Particulars	As at 31 March 2014	As at 31 March 2013
Opening net liability	1,043,462	657,677
Expense as above	943,101	385,785
Benefits paid directly	-	-
Contributions paid into the fund	-	-
Closing net liability	1,986,563	1,043,462



S V Creditline Private Limited

Notes to financial statements for the year ended 31 March 2014 (continued)

(All amounts in Indian rupees, except share data and where otherwise stated)

Principal actuarial assumptions

Particulars	As at 31 March 2014	As at 31 March 2013
i) Discount rate (p.a)	8.0%	8.0%
ii) Salary escalation rate (p.a)	7.5%	7.5%

Gratuity liability for the current year has been estimated based on actuarial valuation under defined benefit plan. An amount of Rs. 943,101 (Previous year: Rs. (385,785)) has been recognised in the Statement of Profit and Loss during the current year.

Discount rate: - The discount rate is based on the prevailing market yield of Indian Government securities as at the balance sheet date for the estimated term of obligations.

Salary escalation rate: - The estimate for the future salary increments considered taking into account the inflation, seniority, promotional and other relevant factors.

b) Defined contribution plans

Particulars	For the year ended 31 March 2014	For the year ended 31 March 2013
Amount recognised in Statement of Profit and Loss towards:		
- provident fund	3,521,582	2,833,951
- employee state insurance	1,143,194	910,915

2.27 Segment Reporting

a) Business Segment

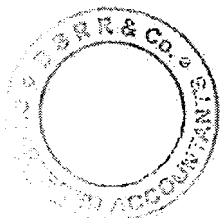
The company operates in a single reportable segment i.e. offering micro finance loans to under-served poor households living in rural and urban areas. Accordingly, there is no reportable segment to be disclosed as required by Accounting Standard 17 'Segment Reporting'.

b) Geographical segment:

During the year under report, the Company has engaged in its business primarily within India. The conditions prevailing in India being uniform, no separate geographical disclosure is considered necessary.

2.28 Operating Leases

Lease payments made under cancellable operating lease amounting to Rs. 8,024,886 (previous year Rs.10,744,550) disclosed as rent and the same have been recognised as an expense in the Statement of Profit and Loss.



S V Creditline Private Limited

Notes to financial statements for the year ended 31 March 2014 (continued)

(All amounts in Indian rupees, except share data and where otherwise stated)

2.29 Contingent liability:

a) *Guarantees given on assigned portfolio:*

S.No.	Bank/FI	31-Mar-14		31-Mar-13	
		Purchase Consideration	Contingent Liability	Purchase Consideration	Contingent Liability
1	Mas Financial Services – 07	-	-	27,701,651	3,713,942
2	IFMR Capital Finance Pvt. Ltd. Mosec-XVI	-	-	48,211,592	6,451,597
3	IFMR Capital Finance Pvt. Ltd. Mosec-XIX	-	-	29,004,024	3,256,794
4	IFMR Capital Finance Pvt. Ltd. Mosec-XX	-	-	28,713,797	3,512,006
5	IFMR Capital Finance Pvt. Ltd. Mosec-XXI	-	-	56,649,557	6,427,532
6	IFMR Capital Finance Pvt. Ltd. Mosec-XXVI	-	-	52,830,699	5,318,491
7	IFMR Capital Finance Pvt. Ltd. Mosec-XXVII	-	-	82,675,042	8,434,909
8	IFMR Capital Finance Pvt. Ltd. Mosec-XXVIII	-	-	25,718,974	2,714,055
9	IFMR Capital Finance Pvt. Ltd. Mosec-XXIX	-	-	98,738,617	11,375,392
10	IFMR Capital Finance Pvt. Ltd. Mosec-XXX	-	-	21,456,423	2,607,733
11	IFMR Capital Finance Pvt. Ltd. Mosec-XXXII	-	-	28,355,386	3,300,000
12	IFMR Capital Finance Pvt. Ltd. Mosec-Hypos	83,876,955	8,892,755	-	-
13	IFMR Capital Finance Pvt. Ltd. Mosec-Calypso	69,279,375	5,300,000	-	-
14	IFMR Capital Finance Pvt. Ltd. Mosec-Iris	74,625,572	7,834,541	-	-
15	IFMR Capital Finance Pvt. Ltd. Mosec-Charon	91,937,641	9,828,937	-	-
16	IFMR Capital Finance Pvt. Ltd. Mosec-Tethys	77,316,804	8,399,206	-	-
17	IFMR Capital Finance Pvt. Ltd. Mosec-Zelus	54,116,729	2,837,174	-	-
18	IFMR Capital Finance Pvt. Ltd. Mosec-Tamara	170,861,314	14,202,465	-	-
19	IFMR Capital Finance Pvt. Ltd. Mosec-Eos	19,439,605	1,501,681	-	-
20	IFMR Capital Finance Pvt. Ltd. Mosec-Auxo	126,875,685	11,112,766	-	-
21	IFMR Capital Finance Pvt. Ltd. Mosec-Apheleia	93,013,586	8,646,871	-	-
22	IFMR Capital Finance Pvt. Ltd. Mosec-Thallo	63,040,549	5,850,828	-	-
	Total	924,383,815	84,407,224	500,055,762	57,112,451

b) During the year Company has entered into arrangement with the Indusind Bank towards rendering of financial service and accordingly has given performance security towards loan referred by the company. Total performance security given amounting to Rs.21,098,030 (Previous year: Rs. Nil) towards the loans given based on the company's reference and outstanding as at 31 March 2014 amounting to Rs. 135,980,299 (Previous year: Rs. Nil).



S V Creditline Private Limited**Notes to financial statements for the year ended 31 March 2014 (continued)**

(All amounts in Indian rupees, except share data and where otherwise stated)

2.30 Capital commitments

Estimated amount of contracts (net of advances) remaining of to be executed on capital account and not provided for Rs.55,000,000 (Previous year: Rs. Nil)

2.31 Related party disclosure

Entities exercising significant influence over the Company:

- a. S V Corporation Private Limited
- b. Vans Pte Limited

Key Managerial Personnel

- a. Sunil Sachdeva – Director
- b. Vijay Parekh – Director

Enterprise over which key managerial personnel exercise significant Influence:

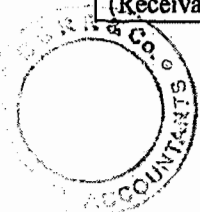
- a. SAS Servizio Pvt. Ltd.
- b. SVCL Financial Consultants Pvt. Ltd.

Related party transactions

Name of the related party	Nature of transaction	For the year ended 31 March 2014	For the year ended 31 March 2013
S V Corporation Private Limited	Equity shares issued	4,729,850	2,502,100
Vans Pte Limited	Equity shares issued	4,729,850	2,502,100
Vans Pte Limited	Receipt of Share Application money	24,779,614	25,021,000
S V Corporation Private Limited	Receipt of Share Application money	72,518,900	-
SAS Servizio Private Limited	Rent paid	1,858,150	8,919,120
SVCL Financial Consultants Private Limited	Advance	115,710	-

Balances outstanding:

Name of the party	As at 31 March 2014	As at 31 March 2013
S V Corporation Private Limited - Share Application money pending allotment	20,220,400	-
Vans Pte Limited - Share Application money pending allotment	-	22,518,900
SAS Servizio Private Limited - Rent deposit (Receivable)	6,000,000	6,000,000
SVCL Financial Consultants Private Limited (Receivable)	115,710	-



SV Creditline Private Limited

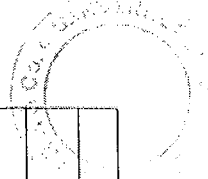
Notes to financial statements for the year ended 31 March 2014 (continued)

(All amounts in Indian rupees, except share data and where otherwise stated)

2.32 Terms of the borrowings

Following are the details of certain pertinent terms and conditions of the borrowings for the year ended 31 March 2014 and 31 March 2013:

Funder	Facility	Amount outstanding		Amount outstanding		Next repayment date		Frequency of repayment/ Remaining installments	
		2013-14	2012-13	2013-14	2012-13	2013-14	2012-13	2013-14	2012-13
		Current maturity	Long term maturity	Current maturity	Long term maturity				
Redeemable non convertible debentures ('NCD')*									
Hinduja Leyland Finance Limited - (A)	NCD	41,249,880	48,750,120	-	-	15-May-14		Monthly/24	
Secured term loan ('TL') from Banks #									
Development Credit Bank Limited	Term Loan - I	-	-	23,333,340	-		30-Apr-13	Monthly/9	
	Term Loan - II	-	-	45,833,334	-		30-Apr-13	Monthly/11	
	Term Loan - III	5,000,000	-	27,500,000	2,500,000	30-Apr-14	31-May-13	Monthly/2	Monthly/12
	Term Loan - IV	10,000,000	-	-	-	30-Apr-14		Monthly/6	
	Term Loan - V	37,500,000	-	-	-	30-Apr-14		Monthly/9	
	Term Loan - VI	36,666,667	3,333,333	-	-	31-May-14		Monthly/12	
Punjab National Bank	Term Loan - I	49,999,996	-	50,000,004	49,999,996	30-Apr-14	30-Apr-13	Monthly/12	Monthly/24
	Term Loan - II	12,500,001	24,999,999	-	-	31-Jul-14	-	Monthly/27	-
Central Bank of India	Term Loan - I	8,333,333	-	33,333,333	8,333,333	16-Jun-14	16-Jun-13	Quarterly/1	Quarterly/5
	Term Loan - II	16,666,667	83,333,333	-	-	31-Dec-14	-	Quarterly/12	-
IDBI Bank Limited	Term Loan - I	8,333,333	-	41,666,667	8,333,333	1-Apr-14	31-May-13	Monthly/2	Monthly/12
	Term Loan - II	47,619,050	52,380,950	-	-	1-Jun-14	-	Monthly/21	-
Union Bank of India	Term Loan - I	-	-	19,999,999	2,999,998	9-Apr-14	24-Apr-13	Monthly/15	
	Term Loan - II	40,000,000	46,666,667	-	-			Monthly/26	
Indusind Bank	Term Loan - I	-	-	60,000,000	-		19-Apr-13		Monthly/9
	Term Loan - II	35,000,000	-	-	-	1-Apr-14			
	Term Loan - III	23,913,043	26,086,957	-	-	11-May-14			Monthly/23
Paras Bank	Term Loan I	43,333,333	56,666,667	-	-	9-Apr-14			Monthly/30

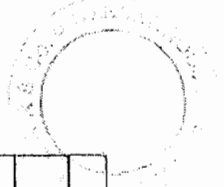


S V Creditline Private Limited

Notes to financial statements for the year ended 31 March 2014 (continued)

(All amounts in Indian rupees, except share data and where otherwise stated)

Funder	Facility	Amount outstanding 2013-14		Amount outstanding 2012-13		Next repayment date		Frequency of repayment/ Remaining installments	
		Current maturity	Long term maturity	Current maturity	Long term maturity	2013-14	2012-13	2013-14	2012-13
The Ratnakar Bank Limited	Term Loan - I	21,428,571	-	28,571,429	21,428,571	21-Jun-14	2012-13	Quarterly/3	Quarterly/7
	Term Loan - II	25,000,000	-	25,000,000	25,000,000	28-Jun-14	2012-13	Quarterly/4	Quarterly/8
	Term Loan - III	28,571,429	21,428,571	-	-	11-May-14		Quarterly/7	
	Term Loan - IV	50,000,000	50,000,000	-	-	20-Jun-14		Quarterly/8	
Axis Bank Limited	Term Loan I	20,000,000	-	30,000,000	20,000,000	22-Jun-14	31-May-13	Quarterly/2	Quarterly/5
	Term Loan II	28,571,437	21,428,571	-	-	24-Jun-14		Quarterly/3	
ING Vysya Bank	Term Loan I	83,000,000	17,000,000	-	-	30-Jun-14		Monthly/12	
Kotak Mahindra Bank Limited	Term Loan I	50,000,000	-	-	-	12-Apr-14		Monthly/12	
Total - (B)		681,436,860	403,325,048	385,238,106	138,595,231				
Secured term loan ('TL') from financial institutions #									
SIDBI	Term Loan - I	9,259,260	-	22,222,220	9,259,260	10-Apr-14	10-Apr-13	Monthly/5	Monthly/17
	Term Loan - II	33,333,348	8,333,315	-	-	10-Apr-14		Monthly/15	
	Term Loan - III		10,615,473	-	-	10-Sep-15		Monthly/6	
Total - (C)		42,592,608	18,948,788	22,222,220	9,259,260				
Secured term loan ('TL') from non banking financial institutions #									
Reliance Capital Limited	Term Loan - I	-	-	21,757,589	-		1-Apr-13		Monthly/5
	Term Loan - II	-	-	25,000,000	-		1-Apr-13		Monthly/12
	Term Loan - III	17,529,204	-	-	-	1-Apr-14		Monthly/4	
	Term Loan - IV	57,318,576	-	-	-	1-Apr-14		Monthly/9	
	Term Loan - V	75,000,000	-	-	-	1-Apr-14		Monthly/12	

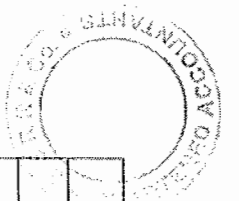


S V Creditline Private Limited

Notes to financial statements for the year ended 31 March 2014 (continued)

(All amounts in Indian rupees, except share data and where otherwise stated)

Funder	Facility	Amount outstanding		Amount outstanding		Next repayment date	Frequency of repayment/ Remaining instalments		
		2013-14		2012-13			2013-14	2012-13	
		Current maturity	Long term maturity	Current maturity	Long term maturity				
MAS Financial Services Limited	Term Loan – I	-	-	8,333,332	-	2013-14	2012-13	2013-14	2012-13
	Term Loan – II	-	-	8,333,330	-	2013-14	2012-13	2013-14	2012-13
	Term Loan – III	-	-	20,833,330	-	2013-14	2012-13	2013-14	2012-13
	Term Loan – IV	-	-	25,000,000	-	2013-14	2012-13	2013-14	2012-13
	Term Loan – V	-	-	17,500,000	-	2013-14	2012-13	2013-14	2012-13
	Term Loan – VI	-	-	13,333,330	-	2013-14	2012-13	2013-14	2012-13
	Term Loan – VII	-	-	22,500,000	-	2013-14	2012-13	2013-14	2012-13
	Term Loan – VIII	5,000,000	-	25,000,000	5,000,000	2013-14	2012-13	2013-14	2012-13
	Term Loan – IX	8,333,339	-	41,666,667	8,333,333	2013-14	2012-13	2013-14	2012-13
	Term Loan – X	7,500,000	-	22,500,000	7,500,000	2013-14	2012-13	2013-14	2012-13
	Term Loan – XI	16,666,667	-	-	-	2013-14	2012-13	2013-14	2012-13
	Term Loan – XII	19,444,444	-	-	-	2013-14	2012-13	2013-14	2012-13
	Term Loan – XIII	21,388,894	-	-	-	2013-14	2012-13	2013-14	2012-13
	Term Loan – XIV	18,333,337	-	-	-	2013-14	2012-13	2013-14	2012-13
	Term Loan – XV	33,333,336	2,777,774	-	-	2013-14	2012-13	2013-14	2012-13
	Term Loan – XVI	33,333,336	5,555,552	-	-	2013-14	2012-13	2013-14	2012-13
	Term Loan – XVII	33,333,336	8,333,330	-	-	2013-14	2012-13	2013-14	2012-13
	Term Loan – XVIII	30,555,558	19,444,442	-	-	2013-14	2012-13	2013-14	2012-13
	Term Loan – XIX	27,777,780	22,222,220	-	-	2013-14	2012-13	2013-14	2012-13
	Term Loan – XX	27,777,780	22,222,220	-	-	2013-14	2012-13	2013-14	2012-13

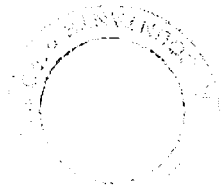


SV Creditline Private Limited

Notes to financial statements for the year ended 31 March 2014 (continued)

(All amounts in Indian rupees, except share data and where otherwise stated)

Funder	Facility	Amount outstanding		Amount outstanding		Next repayment date	Frequency of repayment/ Remaining installments	
		2013-14		2012-13			2013-14	2012-13
		Current maturity	Long term maturity	Current maturity	Long term maturity			
IFMR Capital Finance Private Limited	Term Loan - I	-	-	8,705,701	-	17-Apr-13	Monthly/5	Monthly/5
	Term Loan - II	-	-	10,384,136	-	29-Apr-13	Monthly/6	Monthly/6
	Term Loan - III	-	-	15,288,133	-	5-Apr-13	Monthly/9	Monthly/9
	Term Loan - IV	-	-	27,642,339	-	8-Apr-13	Monthly/11	Monthly/11
	Term Loan - V	13,034,793	-	-	-	14-Apr-14	Monthly/5	-
	Term Loan - VI	15,536,666	-	-	-	18-Apr-14	Monthly/6	-
	Term Loan - VII	10,367,582	-	-	-	30-Apr-14	Monthly/6	-
	Term Loan - VIII	6,010,018	-	-	-	18-Apr-14	Monthly/7	-
	Term Loan - IX	13,648,970	-	-	-	28-Apr-14	Monthly/8	-
	Term Loan - X	5,755,781	4,928,209	-	-	28-Apr-14	Monthly/21	-
	Term Loan - XI	5,210,710	4,993,147	-	-	30-Apr-14	Monthly/22	-
	Term Loan - XII	4,669,239	4,962,742	-	-	10-Apr-14	Monthly/23	-
Ananya Finance	Term Loan - I	32,059,482	17,940,508	-	-	1-May-14	Monthly/18	-
Maanaveeya	Term Loan - I	-	-	6,111,108	-	30-Apr-13	Monthly/11	Monthly/11
	Term Loan - II	16,668,000	4,163,000	16,668,000	20,831,000	12-Apr-13	Quarterly/5	Quarterly/9
	Term Loan - III	33,332,000	41,669,000	-	-	21-Jun-14	Quarterly/9	-
Total - (D)	588,918,828	159,212,144	336,556,995	41,664,333				
Vehicle loan (E) +								
HDFC Bank	Vehicle loan	358,031	841,969	-	-	7 April 2014	Monthly/36	-
Total (A+B+C+D+E)		1,354,556,207	631,078,069	744,017,321	189,518,824			



S V Creditline Private Limited**Notes to financial statements for the year ended 31 March 2014 (continued)**

(All amounts in Indian rupees, except share data and where otherwise stated)

2.32 Terms of the borrowing (continued)

*Redeemable non-convertible debentures have an exclusive first ranking charge by way of hypothecation over pool of loans. Subsequent to balance sheet date, the company listed the privately placed debt securities in Bombay Stock Exchange with effect from 9 May 2014.

All term loans are secured against exclusive charge on the standard assets portfolio receivables pertaining to micro credit loans and cash collateral as per the respective agreements.

+ Vehicle loan is secured by hypothecation of vehicle financed by the bank.

Interest rates on the above Redeemable non convertible debentures, term loan and vehicle loan are as follows:-

Rate of Interest	31 March 2014	31 March 2013
4%	10,615,473	-
≥12% - ≤15%	1,430,117,861	569,813,821
>15% - ≤18%	544,900,942	363,722,324
Total	1,985,634,276	933,536,145

2.33 Auditors remuneration (excluding service tax)

Particulars	For the year ended 31 March 2014	For the year ended 31 March 2013
Audit fees	796,350	530,900
Other services	467,445	84,944
Out of pocket expenses	75,000	75,000
Total	1,338,795	690,844

2.34 Information on instances of fraud:

Nature of fraud	For the year ended 31 March 2014			For the year ended 31 March 2013		
	Amount of fraud	Recovery	Amount written off	Amount of fraud	Recovery	Amount written off
Misappropriation of cash by employees	187,507	85,535	-	379,479	279,911	-
Total	187,507	85,535	-	379,479	279,911	-



S V Creditline Private Limited

Notes to financial statements for the year ended 31 March 2014 (continued)

(All amounts in Indian rupees, except share data and where otherwise stated)

2.35 As required in terms of Paragraph 10 of Non-Banking Financial (Non Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2007.

a) Capital to Risk Asset ratio (CRAR):

Particulars	2013-14	2012-13
CRAR%	17.66	16.72
CRAR -Tier I Capital %	17.66	16.72
CRAR-Tier II Capital %	0.00	0.00

b) Exposure to Real Estate Sector, both direct and indirect are as follows:

The Company does not have any direct or indirect exposure to real estate sector.



S V Creditline Private Limited

Notes to financial statements for the year ended 31 March 2014 (continued)
(All amounts in Indian rupees, except share data and where otherwise stated)

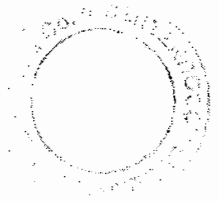
c) Maturity pattern of certain items of assets and liabilities

Maturity pattern of certain items of assets and liabilities as on 31 March 2014

Particulars	Upto 1 month	1 to 2 month	2 to 3 months	3 to 6 months	6 months to 1 year	1 to 3 years	3 to 5 years	Over 5 years	Total
Liabilities									
Borrowings from banks	35,861,737	45,178,753	95,800,438	187,640,972	317,312,991	387,500,347	16,666,670	-	1,085,961,908
Market borrowings	62,573,948	67,775,715	75,331,070	186,421,961	280,658,622	226,911,052	-	-	899,672,368
Assets									
Advances	130,554,804	136,443,746	131,071,089	413,908,374	541,764,502	138,574,736	-	-	1,492,317,251
Investment	-	-	-	-	-	-	-	-	-

Maturity pattern of certain items of assets and liabilities as on 31 March 2013

Particulars	Upto 1 month	1 to 2 month	2 to 3 months	3 to 6 months	6 months to 1 year	1 to 3 years	3 to 5 years	Over 5 years	Total
Liabilities									
Borrowings from banks	21,851,851	38,518,517	50,244,708	117,281,749	157,341,281	138,595,231	-	-	523,833,337
Market borrowings	- 39,064,348	35,094,699	37,737,141	113,873,947	133,009,080	50,923,593	-	-	409,702,808
Assets									
Advances	74,246,965	79,216,412	67,922,579	221,549,666	256,812,654	32,525,437	5,172,837	-	737,446,550
Investment	-	-	-	-	-	-	-	-	-



S V Creditline Private Limited**Notes to financial statements for the year ended 31 March 2014 (continued)**

(All amounts in Indian rupees, except share data and where otherwise stated)

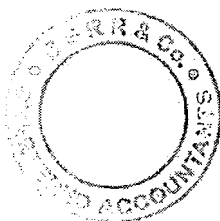
2.36 Share application money pending allotment

On 9 January 2014, the company has received application money amounting to Rs. 25,220,400 for preferential allotment of equity shares capital to S V Corporation Private Limited. Out of total application money received Rs. 5,000,000 was refunded as 28 March 2014 and against the balance share application money of Rs. 20,220,400 the Company is expected to make allotment of 2,022,040 equity shares of Rs. 10 each.

2.37 Amounts payable to Micro, Small and Medium enterprises

The Ministry of Micro, Small and Medium Enterprises has issued an Office Memorandum dated 26 August 2008 which recommends that the Micro and Small Enterprises should mention in their correspondence with its customers the Entrepreneurs Memorandum Number as allotted after filing of the Memorandum. Accordingly, the disclosure in respect of the amounts payable to such enterprises as at 31 March 2014 has been made in the financial statements based on information received and available with the Company. Further in the view of the management, the impact of interest, if any, that may be payable in accordance with the provisions of the Micro, Small and Medium Enterprises Development Act, 2006 is not expected to be material. The Company has not received any claim for interest from any supplier under the said Act.

Particulars	For the year ended 31 March 2014	For the year ended 31 March 2013
The principal amount and the interest due thereon remaining unpaid to any supplier as at the end of each accounting year.	Nil	Nil
The amount of interest paid by the company along with the amounts of the payment made to the supplier beyond the appointed day during the year.	Nil	Nil
The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under this act.	Nil	Nil
The amount of interest accrued and remaining unpaid at the end of the year; and	Nil	Nil
The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest due as above are actually paid to the small enterprise.	Nil	Nil



S V Creditline Private Limited

Notes to financial statements for the year ended 31 March 2014 (continued)

(All amounts in Indian rupees, except share data and where otherwise stated)

2.38 Disclosures on securitisation transactions

S. No	Particulars	Number / Amount in Rs.	
		31 March 2014	31 March 2013
1	Number of SPVs sponsored by the Company for securitisation / bilateral transactions	13	12
2	Total amount of securitised assets as per books of the SPVs/assignees sponsored by the Company	1,047,425,364	524,705,792
3	Total amount of exposures retained by the NBFC to comply with MRR as on the date of balance sheet		
	a) Off-balance sheet exposures		
	* First loss	-	-
	* Others	-	-
	b) On-balance sheet exposures		
	* First loss	84,407,224	62,312,451
	* Others	-	-
4	Amount of exposures to securitisation transactions other than MRR		
	a) Off-balance sheet exposures		
	i) Exposure to own securitizations		
	* First loss	-	-
	* loss	-	-
	ii) Exposure to third party securitizations		
	* First loss	-	-
	* Others	-	-
	b) On-balance sheet exposures		
	i) Exposure to own securitizations		
	* First loss	-	-
	* Others	-	-
	ii) Exposure to third party securitizations		
	* First loss	-	-
	* Others	-	-



S V Creditline Private Limited

Notes to financial statements for the year ended 31 March 2014 (continued)

(All amounts in Indian rupees, except share data and where otherwise stated)

2.39 Margin

In pricing of credit (the loan portfolio), the Company has maintained margin cap of 12% over and above its average finance cost as per the RBI Master Circular- Introduction of New Category of NBFCs - 'Non Banking Financial Company-Micro Finance Institutions' (NBFC-MFIs) – Directions RBI/2013-14/49 DNBS.(PD) CC.No. 347 /03.10.38/2013-14 dated 1 July 2013.

2.40 Qualifying Asset

The Company has maintained the qualifying asset percentage as at 31 March 2014, as specified in the RBI Master Circular- Introduction of New Category of NBFCs - 'Non Banking Financial Company-Micro Finance Institutions' (NBFC-MFIs) – Directions RBI/2013-14/49 DNBS.(PD) CC.No. 347 /03.10.38/2013-14 dated 1 July 2013.

2.41 Previous year's figures have been regrouped / reclassified, where necessary, to conform to current year's classification.

As per our report of even date attached
for **B S R R & Co**
Chartered Accountants
Firm Registration No.130791W

for **S V Creditline Private Limited**



Sriram Mahalingam
Partner
Membership No: 049642

Sundeep Kalsi
Director
DIN No: 01493597

Rakesh Arora
Director
DIN No: 00125976

Rakesh Dubey
President

Place: Gurgaon
Date: 9 June 2014

Surinder Kumar Bhatia
Company Secretary

Place: Hyderabad
Date: 9 June 2014