

S.P. CHOPRA & CO.
Chartered Accountants

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INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF 'INTEC CAPITAL LIMITED'
ON STANDALONE FINANCIAL STATEMENTS

Report on the Standalone Financial Statements

We have audited the accompanying standalone financial statements of **Intec Capital Limited** (the "Company"), which comprise the Standalone Balance Sheet as at March 31, 2018, the Standalone Statement of Profit and Loss and Standalone Cash Flow Statement for the year then ended and a summary of the significant accounting policies and other explanatory information.

Management's Responsibility for the Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014 and the Companies (Accounting Standards) Amendment Rules, 2016, and the directions and guidelines issued by Reserve Bank of India relating to Systemically Important Non-Deposit taking Non Banking Financial Company ('NBFC Regulation') in this regard, to the extent applicable and in the manner so required.

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

Auditor's Responsibility

Our responsibility is to express an opinion on these standalone financial statements based on our audit.

We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.



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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the standalone financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the standalone financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the standalone financial statements.

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

Opinion

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, and the directions and guidelines issued by Reserve Bank of India as applicable to Systemically Important Non-Deposit taking Non Banking Financial Company, 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, 2018, and its loss and its cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements

1. As required by 'the Companies (Auditor's Report) Order, 2016' ("the Order"), issued by the Central Government of India in terms of sub-section (11) of Section 143 of the Act, we give in the Annexure-'A' a statement on the matters specified in paragraph 3 and 4 of the Order.
2. As required by Section 143(3) of the Act, we report that:
 - a. we have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - b. in our opinion, proper books of account as required by law have been kept by the Company so far as appears from our examination of those books.
 - c. the Standalone Balance Sheet, the Standalone Statement of Profit and Loss and the Standalone 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 Accounting Standards specified under Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014 and the Companies (Accounting Standards) Amendment Rules, 2016, to the extent they are not inconsistent with the accounting principles prescribed in the NBFC Regulation.
- e. on the basis of the written representations received from the directors as on March 31, 2018, taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2018 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 with reference to financial statements of the Company and the operating effectiveness of such controls, refer to our separate report in Annexure-'B'; and
- g. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- i. The Company has disclosed the impact of pending litigations on its financial position in its financial statements – Refer Note 24.a to the standalone financial statements;
- ii. The Company has not entered into any long-term contracts including derivative contracts.
- iii. There has been no amount, required to be transferred, to the Investor Education and Protection Fund by the Company.

For S.P. CHOPRA & CO.Chartered Accountants
Firm Regn. No. 000346N
(Pawan K. Gupta)Partner
M. No. 092529**Place : New Delhi**
Dated: May 24, 2018

ANNEXURE-'A' TO THE INDEPENDENT AUDITORS' REPORT
(Referred to in paragraph 1 under 'Report on Other Legal and Regulatory Requirements' section of the independent auditors' report of even date on the standalone financial statements of Intec Capital Limited for the year ended March 31, 2018)

- (i) In respect of its property, plant and equipments;
 - a. The Company has maintained proper records showing full particulars including quantitative details and situation of the property, plant and equipments.
 - b. As explained to us, the property, plant and equipments are physically verified by the management once in a period of three years, which in our opinion is reasonable, having regard to the size of the Company and nature of its property, plant and equipments. No material discrepancies were noticed on such physical verification.
 - c. According to the information and explanations given to us and on the basis of our examination of the records of the Company, the title deeds of immovable properties, as disclosed in Note 11 on property, plant and equipments to the standalone financial statements, are held in the name of the Company.
- (ii) As the Company is a NBFC engaged in the business of the financing, no inventories are held by it, and therefore the said clause is not applicable to the Company.
- (iii) According to the information and explanations given to us and based on our examination of the records, the Company has not granted any loans, secured or unsecured to any party covered in the Register maintained under Section 189 of the Companies Act, 2013, hence this clause is not applicable.
- (iv) In our opinion and according to the information and explanations given to us, the provisions of Sections 185 and 186 of the Companies Act, 2013, in respect of loans and advances, wherever given to the directors including entities in which they are interested, have been complied by the Company.
- (v) The Company has not accepted any deposits from the public within the meanings of Sections 73 to 76 of the Act and the rules framed thereunder to the extent notified.
- (vi) As the Company is a NBFC engaged in the business of financing, and there are no manufacturing or trading activities the said clause regarding maintenance of cost records is not applicable to the Company.
- (vii) In respect of statutory dues:
 - a. According to the information and explanations given to us and the records of the Company examined by us, in our opinion the Company is generally regular in depositing undisputed statutory dues including Provident Fund, Employees' State Insurance, Income Tax, Sales tax, Goods and Service Tax, Service Tax, Duty of Customs, Duty of Excise, Value Added Tax, Cess and other statutory dues as applicable with the appropriate authorities and no



undisputed amounts payable in respect of the aforesaid dues were outstanding as at March 31, 2018 for a period of more than six months from the date they became payable.

- b. According to the information and explanations given to us and the records of the Company examined by us, there are no statutory dues, which have not been deposited on account of any dispute.
- (viii) Based on the audit procedures and according to the information and explanations given to us, the Company has not defaulted in repayment of loans or borrowings to financial institution, banks and Government.
- (ix) The Company has not raised money by way of initial public offer or further public offer (including debt instruments) or term loans during the year, hence no comments are required under this clause.
- (x) In our opinion and according to the information and explanations given to us, no fraud by the Company or material fraud on the Company by its officers / employees has been noticed or reported during the course of our audit.
- (xi) The managerial remuneration paid / provided is within the limit and in compliance of the provisions of section 197 read with Schedule V to the Act.
- (xii) The Company is not a Nidhi Company hence the requirement of this clause is not applicable.
- (xiii) According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with section 177 and 188 of the Act where applicable. The details of such transactions have been disclosed in the standalone financial statements, as required by the AS 18 – Related Party Disclosures.
- (xiv) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year.
- (xv) In our opinion and according to the information and explanations given to us, the Company has not entered into any non-cash transactions with Directors or persons connected with them.



- (xvi) According to the information and explanations given to us, the Company is a Systemically Important Non-Deposit taking Non-Banking Financial Company, and has got it registered as such under section 45-IA of the Reserve Bank of India Act, 1934.

For S.P. CHOPRA & CO.

Chartered Accountants
Firm Regn. No. 000346N



(Pawan K. Gupta)

Partner

M. No. 092529

Place : New Delhi
Dated : May 24, 2018



ANNEXURE-'B' TO THE INDEPENDENT AUDITORS' REPORT
(Referred to in paragraph 2(f) under 'Report on Other Legal and Regulatory Requirements' section of the independent auditors' report of even date on the standalone financial statements of Intec Capital Limited for the year ended March 31, 2018)

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

We have audited the internal financial controls over financial reporting of **Intec Capital Limited** ("the Company") as of March 31, 2018 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 Board of Directors of the Company 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" (the "Guidance Note") issued by the Institute of Chartered Accountants of India ("ICAI"). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act.

Auditor's Responsibility

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

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



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

Meaning of Internal Financial Controls Over Financial Reporting

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

Inherent Limitations of Internal Financial Controls Over Financial Reporting

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

Opinion

In our opinion, to the best of our information and according to the explanations given to us, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2018, 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.

Place : New Delhi
Dated : May 24, 2018

For S.P. CHOPRA & CO.

Chartered Accountants
Firm Regn. No. 000346N

**(Pawan K. Gupta)**

Partner
M. No. 092529

INTEC CAPITAL LIMITED
STANDALONE BALANCE SHEET AS AT MARCH 31, 2018
(All amounts in Indian Rupees in lakhs)

	Note No.	As at March 31, 2018	As at March 31, 2017
Equity and Liabilities			
Shareholders' Funds			
Share Capital	3	1,836.63	1,836.63
Reserves and Surplus	4	11,969.96	14,998.36
		13,806.59	16,834.99
Non-Current Liabilities			
Long-term Borrowings	5	3,473.57	7,939.98
Other Long-term Liabilities	6	0.34	336.10
Long-term Provisions	7	603.00	939.50
		4,076.91	9,215.58
Current Liabilities			
Short-term Borrowings	8	13,321.93	19,116.53
Other Current Liabilities	9	4,399.22	9,201.58
Short-term Provisions	10	3,766.78	2,112.16
		21,487.93	30,430.27
Total		39,371.43	56,480.84
Assets			
Non-Current Assets			
Property, Plant and Equipment	11		
- Tangible		96.59	104.96
- Intangible		44.40	65.70
- Capital work in progress		6.81	-
Non Current Investments	12	34.14	34.14
Deferred Tax Assets (net)	13	1,340.81	1,000.62
Long-term Loans and Advances	14	14,437.42	28,557.09
Other Non-Current Assets	15	1,468.85	918.16
		17,429.02	30,680.67
Current Assets			
Cash and Bank Balances	16	1,302.86	1,468.34
Short-term Loans and Advances	17	20,277.29	23,705.30
Other Current Assets	18	362.26	626.53
		21,942.41	25,800.17
Total		39,371.43	56,480.84
Significant Accounting Policies	1 & 2		
Other Notes	24 to 28		

As per our report of even date attached
S. P. Chopra & Co.
Chartered Accountants
Firm Registration No. 000346N

Pawan K. Gupta
Partner
Membership No.: 092529



For and on behalf of the Board of Directors of
Intec Capital Limited

Sanjeev Goel
Managing Director
DIN No. 00028702

S.K. Goel
Director
DIN No. 00963735



Puneet Sehgal
Company Secretary
M.N.: ACS: 12557

Puhup Srivastav
Chief Financial Officer

Place: New Delhi
Date: May 24, 2018

INTEC CAPITAL LIMITED
STANDALONE STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED MARCH 31, 2018
(All amounts in Indian Rupees in lakhs)

	Note No.	For period ended March 31, 2018	For period ended March 31, 2017
Revenue			
Revenue from Operations	19	5,338.13	9,571.91
Other Income	20	686.96	175.74
Total revenue		6,025.09	9,747.65
Expenses			
Employee Benefits Expense	21	921.08	1,056.75
Finance Costs	22	3,431.83	5,460.23
Depreciation and Amortisation	11	52.95	70.26
Other Expenses	23	4,987.82	3,022.58
Total expenses		9,393.68	9,609.82
(Loss)/Profit before tax		(3,368.59)	137.83
Tax expense			
- Current tax		340.19	108.00
- Deferred tax credit		-	(15.05)
- Earlier year/s Tax		340.19	(101.53)
(Loss) / Profit after tax		(3,028.40)	36.30
Earning per equity share	27.5		
- Basic		(16.49)	0.20
- Diluted		(16.49)	0.20
Significant Accounting Policies	1 & 2		
Other Notes	24 to 28		

As per our report of even date attached
S. P. Chopra & Co.
Chartered Accountants
Firm Registration No. 000346N

Pawan K. Gupta
Partner
Membership No.: 092529

Place: New Delhi
Date: May 24, 2018



For and on behalf of the Board of Directors of
Intec Capital Limited

Sanjeev Goel
Managing Director
DIN No. 00028702

Puneet Sehgal
Company Secretary
M.N.: ACS: 12557

S.K. Goel
Director
DIN No. 00963735

Punup Srivastav
Chief Financial Officer

INTEC CAPITAL LIMITED
STANDALONE CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2018
(All amounts in Indian Rupees in lakhs)

Particulars	Year ended March 31, 2018	Year ended March 31, 2017
Cash flow from operating activities		
(Loss) / Profit before tax	(3,368.59)	137.83
Adjustments for:		
Depreciation and amortisation	52.95	70.26
Provision for sub-standard and doubtful assets	1,463.12	813.96
Provision for standard assets	(135.61)	(147.28)
Provision for doubtful advances	1.95	-
Liabilities no longer payable written back	368.01	-
Loss on sale of fixed assets (net)	1.88	4.71
Bad Loans written off	2,568.26	912.86
Other advances / recoverables written off	15.21	5.58
Operating profit before working capital changes	967.18	1,797.92
Movement in working capital:		
Decrease/(Increase) in loans and advances	14,962.26	15,140.05
Decrease/(Increase) in current and non current assets	(23.43)	473.83
Increase/(Decrease) in current and non current liabilities	(1,602.80)	(1,289.02)
Decrease/(Increase) in other bank balances	(37.25)	194.36
Increase/(Decrease) in short-term and long-term provisions	(8.44)	(16.64)
Cash from operations	14,257.53	16,300.50
Taxes paid	(262.98)	(451.56)
Net cash from operating activities (A)	13,994.54	15,848.94
Cash flow from investing activities		
Purchase of fixed assets	(31.94)	(11.00)
Proceeds from sale of fixed assets	(0.02)	5.77
Net cash from investing activities(B)	(31.96)	(5.23)
Cash flow from/ (used in) financing activities		
Dividend paid (including tax thereon)	-	(55.33)
Repayment of commercial papers	-	(1,000.00)
Repayment/proceeds of cash credits facilities	(5,794.60)	(3,921.65)
Repayments of secured loans	(8,206.40)	(10,259.96)
Repayment of unsecured loans	(163.35)	(625.13)
Net cash from/ (used in) financing activities (C)	(14,164.35)	(15,862.07)
Net increase in cash and cash equivalents (A+B+C)	(201.76)	(18.36)
Cash and cash equivalents at the beginning of the year	296.53	314.89
Cash and cash equivalents at the end of the year	94.78	296.53
Notes:		
The above Cash Flow Statement has been prepared under the "Indirect Method" as set out in Accounting Standard (AS) - 3 'Cash Flow Statements' notified under Section 133 of the Companies Act 2013, read together with Rule 7 of the Companies (Accounts) Rules 2014, as amended.		
Cash and cash equivalents in the balance sheet comprises of Cash in hand and Cash at bank.		
- Cash on hand	15.12	39.57
- Cheques, drafts on hand	-	10.00
- In current accounts	79.66	246.96
	94.78	296.53
Significant Accounting Policies	1 & 2	
Other Notes	24 to 28	

As per our report of even date attached
S. P. Chopra & Co.
Chartered Accountants
ICAI Firm Registration No. 00034624

Pawan K. Gupta
Partner
Membership No.: 092529



For and on behalf of the Board of Directors of
Intec Capital Limited

Sanjeev Goel
Managing Director
DIN:00028702

S.K. Goel
Director
DIN:00963735

Puneet Sehgal
Company Secretary
M.N.: ACS: 12557

Puhup Srivastav
Chief Financial Officer

Place: New Delhi
Date: May 24, 2018

Intec Capital Limited
Notes to standalone financial statements for the year ended March 31, 2018
(All amounts in Indian Rupees (Rs.) in lakhs, unless otherwise stated)

1 CORPORATE INFORMATION

Intec Capital Limited ('the Company') incorporated in India on February 15, 1994, was registered with the Reserve Bank of India ('RBI') as a Non-Banking Financial Company ('NBFC') vide Certificate No. B-14.00731 dated May 4, 1998 in the name of Intec Securities Limited. Subsequently, due to change in name of the Company, the Company received a revised Certificate of Registration ('CoR') in the name of Intec Capital Limited on November 4, 2009 under Section 45-1A of the Reserve Bank of India Act, 1934. It is a Systemically Important Non-Deposit taking Non-Banking Financial Company (NBFC-ND-SI). The Company is primarily engaged in the business of providing machinery loans to Small and Medium Enterprises ('SME') customers.

2. SIGNIFICANT ACCOUNTING POLICIES

2.1 Basis of preparation of financial statements:

The financial statements have been prepared under the historical cost convention and on the accrual basis of accounting in accordance with the generally accepted accounting principles, unless otherwise specifically stated and in accordance with the Accounting Standards ('AS') notified under section 133 of the Companies Act, 2013 (the 'Act') read together with paragraph 7 of the Companies (Accounts) Rules, 2014 and the Companies (Accounting Standards) Amendment Rules, 2016, and as per the directions and guidelines issued by Reserve Bank of India to the extent applicable to Systemically Important Non-Deposit taking NBFC ('NBFC Regulation'). The notified Accounting Standards (AS) are followed by the Company insofar as they are not inconsistent with the NBFC Regulation.

2.2 Use of Estimates

The preparation of financial statements in conformity with GAAP in India requires the management to make estimates and assumptions that affect the reported amount of assets and liabilities and disclosure of contingent liabilities at the date of financial statements, and the reported amount of revenues and expenses during the reporting period. Actual results could differ from these estimates. On an ongoing basis, estimates are evaluated based on historical experience and on various other assumptions that are believed to be reasonable, the results of which forms the basis for making judgments about the carrying value of assets and liabilities. Actual results could differ from those estimates. Any revision to estimates or difference between the actual result and estimates are recognised in the period in which the results are known/ materialised.

2.3 Revenue Recognition

- (i) Interest income on loans is accounted for by applying the Internal Rate of Return (IRR), implicit in the agreement, on the diminishing balance of the financed amount over the period of the agreement so as to maintain a constant periodic rate of return on the net amount.
- (ii) Future accrual of interest is suspended for loan accounts that are contractually delinquent for more than 90 days, after setting-off of collateral amounts. Suspended income is recognized as and when collected.
- (iii) Processing fees and other servicing fees is recognized on accrual basis.
- (iv) Dividend income on investments is accounted for as and when the right to receive is established.
- (v) Profit / loss on sale of loan assets through direct assignment / securitization are recognized over the residual life of loan / pass through certificates in terms of RBI guidelines. Loss arising on account of direct assignment / securitization is recognized upfront.



Intec Capital Limited
Notes to standalone financial statements for the year ended March 31, 2018
(All amounts in Indian Rupees (Rs.) in lakhs, unless otherwise stated)

- (vi) Interest income on fixed deposits is recognized on a time proportion basis taking into account the amount outstanding and the rate applicable.
- (vii) Income on account of overdue interest and bouncing, foreclosure and penal charges, and servicing fees on assignment of loans is recognized on receipt basis, as a consistent practice considering that the same are not material transactions.

2.4 Property Plant and Equipment

- (i) Property, plant and equipment are stated at cost, net of accumulated depreciation and accumulated impairment losses, if any. The cost comprises purchase price, borrowing costs if capitalization criteria are met and directly attributable cost of bringing the asset to its working condition for the intended use. Any trade discounts and rebates are deducted in arriving at the purchase price.
- (ii) Subsequent expenditure related to an item of fixed asset is added to its book value only if it increases the future benefits from the existing asset beyond its previously assessed standard of performance. All other expenses on existing fixed assets, including day-to-day repair and maintenance expenditure and cost of replacing parts, are charged to the Statement of Profit and Loss for the period during which such expenses are incurred.
- (iii) 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 recognized in the statement of profit and loss when the asset is derecognized.

2.5 Depreciation

- (i) Depreciation on property, plant and equipment is provided on straight-line method over the useful life of the assets estimated by the management, in the manner prescribed in Schedule II of the Companies Act, 2013. Immovable assets at the leased premises including civil works, fixtures and electrical items etc. are capitalized as leasehold improvements and are amortized over the primary period of lease subject to maximum of two years.
- (ii) The useful lives in the following case is different from those prescribed in Schedule II of the Companies Act, 2013.

Asset	Useful life as per Schedule II of the Companies Act, 2013 (No. of Years)	Useful life as assessed / estimated by the Company (No. of Years)
Electrical installations	10	8

Based on usage pattern, internal assessment and technical evaluation carried out, the management believes that the useful lives as given above best represent the period over which the management expects to use these assets. Hence the useful lives of these assets is different from the lives as prescribed in Schedule II of the Companies Act, 2013.

- (iii) Depreciation on addition or on sale / discard of an asset is calculated pro-rata from / up to the date of such addition or sale/discard.



Intec Capital Limited
Notes to standalone financial statements for the year ended March 31, 2018
(All amounts in Indian Rupees (Rs.) in lakhs, unless otherwise stated)

2.6 Intangible Assets

Intangible assets are recognized only if it is probable that the future economic benefits that are attributable to assets will flow to the Company and the costs of the assets can be measured reliably. Intangible assets comprising computer software are carried at cost less amortization. Computer software including improvements are amortised over the management's estimate of the useful life of such intangibles. Management estimates for useful life of intangibles is 6 years.

2.7 Investment

Investments that are readily realizable and intended to be held for not more than a year from the date of acquisition are classified as current investments. All other investments are classified as long-term investments. However, that part of long-term investments which is expected to be realized within 12 months after the reporting date is also presented under 'current assets' as "current portion of long-term investments".

Long-term investments are stated at cost. Provision of diminution in the value of long-term investments is made, only if, such a decline is other than temporary in the opinion of the management. Current investments are carried at the lower of cost and quoted price / fair value. Any reductions in the carrying amount and any reversals of such reductions are charged or credited to the statement of profit and loss.

2.8 Loan

Loans are stated at the amount advanced, as reduced by the amount received / repaid and the loans assigned, up to the Balance Sheet date. Loan origination costs such as credit verification, agreement stamping, processing fee, ROC charges and valuation charges are charged to Statement of Profit and Loss.

2.9 Sale of asset portfolios by way of assignment / securitization

The Company undertakes sale of its loan portfolios by way of securitization / assignment out of its loan portfolio. The assigned / securitized portfolio is de-recognized from the books of the Company in situations where the Company relinquishes its contractual rights over the underlying loan receivables and all risks and rewards are transferred to assignee/ buyer.

2.10 Employee Benefits:

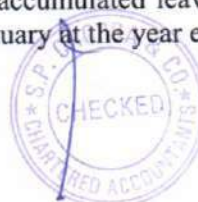
The Company has various schemes of retirement benefits, namely provident fund, gratuity and leave encashment.

(i) Short term employee benefits:

All employee benefits payable / available within twelve months of rendering the service are classified as short-term employee benefits. Benefits such as salaries, wages and bonus etc., are recognized in the Statement of Profit and loss in the period in which the employee renders the related service.

(ii) Other long term employee benefits:

Entitlements to annual leave are recognized when they accrue to employees. Leave entitlements can be availed while in service of employment subject to restriction on the maximum number of accumulation. The Company determines the liability for such accumulated leave entitlements on the basis of actuarial valuation carried out by an independent actuary at the year end.



Intec Capital Limited
Notes to standalone financial statements for the year ended March 31, 2018
(All amounts in Indian Rupees (Rs.) in lakhs, unless otherwise stated)

(iii) Defined contribution plan:

Contributions towards Provident Fund are considered as defined contribution plan and the contributions are charged to the Statement of Profit and Loss for the year when the expense is actually incurred.

(iv) Defined benefit plans:

The Company's gratuity scheme is a defined benefit plan. The plan provides for a lump sum payment to vested employees on retirement, death while in employment or on termination of employment. Vesting occurs upon completion of five years of service. The Company's contribution to gratuity fund in respect of its employees is managed by a trust, which invests the funds with Life Insurance Corporation of India ('LIC'). The present value of obligations under such defined benefit plans are based on actuarial valuation carried out by an independent actuary using the Projected Unit Credit Method, which recognizes each period of service as giving rise to additional unit of employee benefit entitlement and measures each unit separately to build up the final obligation.

The obligation is measured at the present value of estimated future cash flows. The discount rate used for determining the present value of obligation under defined benefit plans, is based on the market yields on Government securities as at the Balance Sheet date, having maturity period approximating to the terms of related obligations. Actuarial gains and losses are recognized immediately in the Statement of Profit and Loss. Gains or losses on the curtailment or settlement of any defined benefit plan are recognized when the curtailment or settlement occurs.

2.11 Provision for standard, sub-standard and doubtful assets

The Company makes provision for standard and non-performing assets (sub-standard and doubtful assets) in accordance with the Non-Banking Financial Company - Systemically Important Non-Deposit taking Company and Deposit taking Company (Reserve Bank) Directions, 2016. Further, specific provisions are also created based on the management's best estimate of the recoverability of non-performing assets i.e. sub-standard and doubtful assets. In accordance with these Directions, the Company has separately shown the said provision under short term / long term provisions (as applicable) without netting off from loans.

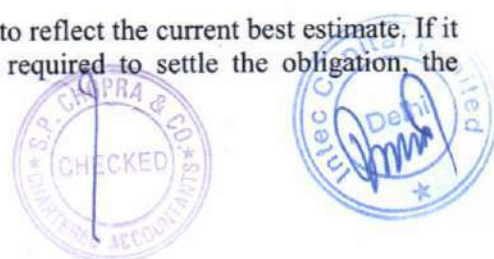
2.12 Taxation

Provision for current taxes is made after taking into consideration benefits admissible under the provisions of Income Tax Act, 1961. Deferred Tax resulting from "timing differences" between taxable and accounting income is accounted for using the tax rates and laws that have been substantially enacted as of the balance sheet date. Deferred tax assets arising from timing differences are recognized to the extent there is reasonable certainty that these would be realized in future.

2.13 Provision, contingent liabilities and contingent assets

The Company recognizes a provision when there is present obligation as a result of a past event that probably requires an outflow of resources and a reliable estimate can be made of the amount of 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. When there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made.

Provisions are reviewed at each Balance Sheet date and adjusted to reflect the current best estimate. If it is no longer probable that an outflow of resources would be required to settle the obligation, the provision is reversed.



Intec Capital Limited
Notes to standalone financial statements for the year ended March 31, 2018
(All amounts in Indian Rupees (Rs.) in lakhs, unless otherwise stated)

Contingent assets are not recognized in the financial statements. However, contingent assets are assessed continually and if it is virtually certain that an inflow of economic benefits will arise, the asset and related income are recognized in the period in which the change occurs.

2.14 Earnings per share

Basic earnings per equity share is computed by dividing net profit / loss attributable to the equity shareholders for the year by the weighted average number of equity shares outstanding for the year. Diluted earnings per share is computed using the weighted average number of equity shares and also the weighted average number of equity shares that could have been issued on the conversion of all dilutive potential equity shares except where results are anti-dilutive. The dilutive potential equity shares are adjusted for the proceeds receivable, had the shares been actually issued at the fair value.

2.15 Operating Lease

Leases where the lessor effectively retains substantially all the risks and benefits of ownership of the leased asset are classified as operating leases. Operating lease charges are recognized as an expense in the Statement of Profit and Loss on a straight line basis over the lease term.

2.16 Cash and cash equivalents

Cash and cash equivalents comprise cash at bank and in hand and short-term fixed deposits / investments with an original maturity of three month or less.

2.17 Impairment of Assets

The management periodically assesses using, external and internal sources, whether there is an indication that an asset may be impaired. An impaired loss is recognized wherever the carrying value of an asset exceeds its recoverable amount. The recoverable amount is the higher of the asset's net selling price and value in use, which means the present value of future cash flows expected to arise from the continuing use of the asset and its eventual disposal. An impairment loss for an asset is reversed, if and only if, the reversal can be related objectively to an event occurring after the impairment loss was recognized, the carrying amount of an asset is increased to its revised recoverable amount, provided that this amount does not exceed the carrying amount that would have been determined (net of any accumulated amortization or depreciation) had no impairment loss being recognized for the asset in prior year/s.

2.18 Current versus non-current classification

The Company has classified all its assets / liabilities into current / non-current portion based on the time frame of 12 months from the date of financial statements. Accordingly assets / liabilities expected to be realized / settled within 12 months from the date of financial statements are classified as current and other assets / liabilities are classified as non-current.



Intec Capital Limited
Notes to standalone financial statements for the year ended 31 March 2018

INTEC CAPITAL LIMITED

NOTES 1 TO 23 FORMING PART OF THE STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2018

3 Share Capital

(Amount in Rs. lakhs)

Particulars	As at March 31, 2018	As at March 31, 2017
Authorised share capital		
Equity Shares:		
35,000,000 (previous year : 35,000,000) equity shares of Rs. 10 each	3,500.00	3,500.00
Preference Shares:		
1,500,000 (previous year : 1,500,000) preference shares of Rs. 100 each	1,500.00	1,500.00
	5,000.00	5,000.00
Issued, subscribed and fully paid-up shares		
Equity Shares:		
18,366,250 (previous year : 18,366,250) equity shares of Rs.10 each fully paid up	1,836.63	1,836.63
Total	1,836.63	1,836.63

Note:

3.1 Reconciliation of number of Equity Shares outstanding at the beginning and at the end of the year

(Amounts in Rs. lakhs)

Particulars	As at March 31, 2018		As at March 31, 2017	
	Number of shares	Amount	Number of shares	Amount
Equity shares				
Balance at the beginning of the year	18,366,250	1,836.63	18,366,250	1,836.63
Balance as at end of the year	18,366,250	1,836.63	18,366,250	1,836.63

3.2 Rights, preferences and restrictions attached to each class of shares

The Company has only one class of Equity Share having par value of Rs. 10 per share. Each shareholder is eligible for one vote per share held. All Equity Shares are entitled to receive dividend as declared from time to time. The voting rights cannot be exercised in respect of shares on which any call or other sums presently payable have not been paid. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company in proportion of their shareholding.

3.3 Detail of shareholders holding more than 5% of the aggregate shares in the Company:

Particulars	As at March 31, 2018		As at March 31, 2017	
Shareholders	Number of shares	% age of share holding	Number of shares	% age of share holding
Equity Shares				
Pantec Devices Private Limited	4,497,264	24.49	4,497,264	24.49
India Business Excellence Fund-IIA	3,646,142	19.85	3,646,142	19.85
India Business Excellence Fund-II	2,284,356	12.44	2,284,356	12.44
Pantec Consultant Private Limited	1,453,771	7.92	1,453,771	7.92
Sanjeev Goel (Including shares held in Escrow account)	1,244,464	6.77	1,244,464	6.77



Intec Capital Limited
Notes to standalone financial statements for the year ended 31 March 2018

4 Reserves and Surplus

(Amounts in Rs. lakhs)

Particulars	As at March 31, 2018	As at March 31, 2017
Securities premium account		
As per last account	8,843.84	8,843.84
Statutory reserve as per Section 45-IC of RBI Act (refer note 4.1)		
Balance as at the beginning of the year	1,415.96	1,408.70
Add: Amount transferred during the year	-	7.26
Balance as at the end of the year	1,415.96	1,415.96
Surplus in Statement of Profit and Loss		
Balance as at the beginning of the year	4,738.56	4,764.85
Less: Dividend paid for previous year	-	45.97
Less: Tax on Dividend paid	-	9.36
Less / (Add): Loss / (Profit) for the year	3,028.40	(36.30)
Surplus available for appropriation	1,710.16	4,745.82
Less: Appropriations		
-Transfer to reserve under section 45-IC of RBI Act	-	7.26
Balance as at the end of the year	1,710.16	4,738.56
Total reserves and surplus	11,969.96	14,998.36

4.1 As per Section 45-IC of the Reserve Bank of India Act, 1934 ('RBI Act'), every NBFC is required to transfer a sum not less than twenty percent of its net profit for the year to the 'Statutory Reserve as per Section 45-IC of RBI Act'. As during the year there is no profit, there is no transfer to the said reserve, (previous year Rs. 7.26 lakhs being 20% of the net profit was transferred to the said reserve).

5 Long term Borrowings

(Amounts in Rs. lakhs)

Particulars	Short Term		Long Term	
	As at March 31, 2018	As at March 31, 2017	As at March 31, 2018	As at March 31, 2017
Secured				
Term Loan:				
- from banks	2,672.81	5,826.00	3,418.30	6,998.96
- from financial institutions	744.27	871.56	55.27	799.81
Non Convertible Debentures	-	600.71	-	-
Unsecured				
Inter Corporate Deposits	4.33	26.47	-	141.21
Total	3,421.41	7,324.74	3,473.57	7,939.98
Less: Amount shown under Other Current Liabilities (refer note 9)	3,421.41	7,324.74	-	-
Total	-	-	3,473.57	7,939.98



Intec Capital Limited
Notes to standalone financial statements for the year ended 31 March 2018

5.1 Details / disclosure of the borrowings as at March 31, 2018:

Particulars	Maturity pattern				
	0-1 years	1-2 years	2-3 years	3-5 years	Total
Term Loans					
(i) Secured by hypothecation of loan receivables (also refer note- 5.2 and 5.3.1) for loans taken from banks# (Remaining installments payable- 8 to 75)	2,587.73	2,029.26	1,099.65	281.98	5,998.62
for loans taken from financial institutions# (Remaining installments payable- 5 to 13)	731.84	53.24	-	-	785.08
(ii) Secured by hypothecation of loan receivables and fixed deposits (also refer note- 5.2 and 5.3.1) for loans taken from banks# (Remaining installments payable- 5)	83.33	-	-	-	83.33
(iii) Secured by hypothecation of car for loans taken from banks and financial institutions# (Remaining installments payable-26-54) (also refer note- 5.3.1)	14.18	3.95	2.07	3.42	23.62
Total	3,417.08	2,086.45	1,101.72	285.40	6,890.65
Inter Corporate Deposits (Unsecured loans) ## (also refer note- 5.3.2)	4.33	-	-	-	4.33
Total	3,421.41	2,086.45	1,101.72	285.40	6,894.98

repayable on equitable monthly and quarterly installments

repayable at the time of maturity along with interest accrued

5.2 Loans also guaranteed by directors and other parties

- loans of Rs. 6,119.99 lakhs secured by personal guarantee of managing director and lien on Fixed deposits of Rs. 89.67 lakhs

- loan of Rs. 83.33 lakhs secured by personal guarantees of managing director and relative of managing director and corporate guarantee of Bubble Infosolutions Private Limited (company in which managing director of the Company is a director)

- loan of Rs. 663.70 lakhs secured by personal guarantee of managing director and corporate guarantee of Bubble Infosolutions Private Limited (company in which managing director of the Company is a director) and Amulet Technologies Limited (Subsidiary of the Company)

5.3 Rate of interest (range):

5.3.1 Interest rates on above secured loans range between 11.25%- 13.55% per annum

5.3.2 Interest rates on above unsecured loans range between 7%- 8.37% per annum

5.4 Details / disclosures of borrowings as at March 31, 2017:

Particulars	Maturity pattern				
	0-1 years	1-2 years	2-3 years	3-5 years	Total
Term Loans					
(i) Secured by hypothecation of loan receivables (also refer note- 5.5 and 5.6.1) for loans taken from banks# (Remaining installments payable- 2 to 41)	5,285.43	3,777.04	1,975.00	1,163.51	12,200.98
for loans taken from financial institutions# (Remaining installments payable-17 to 25)	860.00	732.46	53.24	-	1,645.70
(ii) Secured by hypothecation of loan receivables and fixed deposits (also refer note- 5.5 and 5.6.1) for loans taken from banks# (Remaining installments payable- 4 to 17)	540.91	83.07	-	-	623.98
(iii) Secured by hypothecation of car for loans taken from other parties# (Remaining installments payable-26)	11.22	12.43	2.02	-	25.67
Total	6,697.56	4,605.00	2,030.26	1,163.51	14,496.33
Non Convertible Debentures # (Remaining installments payable-5) (Rate of Interest - 12.50% per annum)	600.71	-	-	-	600.71
Inter Corporate Deposits (Unsecured loans) ## (also refer note- 5.6.2)	26.47	141.21	-	-	167.68
Total	7,324.74	4,746.21	2,030.26	1,163.51	15,264.72

repayable on equitable monthly and quarterly installments

repayable at the time of maturity along with interest accrued



Intec Capital Limited
Notes to standalone financial statements for the year ended 31 March 2018

5.5 Loans also guaranteed by directors and other parties

- loan of Rs. 12,641.34 lakhs secured by personal guarantee of managing director and lien on Fixed deposits of Rs. 48.24 lakhs
- loan of Rs. 333.33 lakhs secured by personal guarantees of managing director and relative of managing director and corporate guarantee of Bubble Infosolutions Private Limited (company in which managing director of the Company is a director)
- loan of Rs. 1,495.69 lakhs secured by personal guarantee of managing director and corporate guarantee of Bubble Infosolutions Private Limited (company in which managing director of the Company is a director) and Amulet Technologies Limited (Subsidiary of the Company)

5.6 Rate of interest :

- 5.6.1 Interest rates on above secured loans range between 11.45%- 12.30% per annum
- 5.6.2 Interest rates on above unsecured loans range between 7%- 8.37% per annum

6 Other Long-term Liabilities

(Amounts in Rs. lakhs)

Particulars	As at	As at
	March 31, 2018	March 31, 2017
Others		
Collateral amount for cases assigned/ securitised	0.34	327.01
Lease equalisation reserve	-	9.09
Total	0.34	336.10

7 Long-term Provisions

(Amounts in Rs. lakhs)

Particulars	As at	As at
	March 31, 2018	March 31, 2017
Provision for employee benefits: (refer note 27.1)		
- Provision for leave encashment	8.19	13.69
Provisions towards : (refer note 14.2)		
- Standard Assets	81.92	172.91
- Non-Performing Assets	512.89	752.90
Total	603.00	939.50

8 Short-term Borrowings

(Amounts in Rs. lakhs)

Particulars	As at	As at
	March 31, 2018	March 31, 2017
Secured		
Working Capital loans from Banks	13,321.93	19,116.53
Total	13,321.93	19,116.53

8.1 Working Capital loans from banks are secured by :

- (a) Primary Security- first pari passu charge on present and future receivables of the Company
- (b) Collateral Security-Fixed deposits of Rs. 1098.44 lakhs (previous year : Rs. 1,337.51 lakhs) lien marked to banks and Immoveable properties belonging to promoter & others
- (c) Personal guarantees of managing director and relative of managing director
- (d) Corporate guarantee of Bubble Infosolutions Private Limited (company in which managing director of the Company is a director and Amulet Technologies Limited Subsidiary of the Company)

8.2 Interest rates on above loans range between 10.60% - 13.55% per annum (previous year : 10.60% - 13.45% per annum).



Intec Capital Limited
Notes to standalone financial statements for the year ended 31 March 2018

9 Other Current Liabilities

(Amounts in Rs. lakhs)

Particulars	As at	As at
	March 31, 2018	March 31, 2017
Current maturities of Long term Borrowings (refer note 5)	3,421.41	7,324.74
Interest accrued but not due	18.78	122.30
Payables to employees	21.52	77.92
Amount payable for servicing of assigned / securitised loan portfolio	1.83	19.49
Payable to customers (borrowers)	751.16	1,405.77
Payable to other parties	80.50	115.63
Unclaimed dividend	6.94	7.92
Collateral amount for cases assigned / securitised	13.95	31.12
Lease equalisation reserve	0.25	2.58
Other statutory dues payable	46.73	21.79
Other liabilities	36.15	72.32
Total	4,399.22	9,201.58

9.1 Other liabilities comprise of payables towards miscellaneous and expenses etc.

9.2 There is no amount due and outstanding to be credited to Investor Education & Protection Fund.

9.3 There is no amount outstanding to suppliers under Micro, Small and Medium Enterprises Development Act, 2006 based on available information with the Company.

10 Short-term Provisions

(Amounts in Rs. lakhs)

Particulars	As at	As at
	March 31, 2018	March 31, 2017
Provision for employee benefits: (refer note 27.1)		
- Provision for leave encashment	1.49	5.42
Provisions towards : (refer note 14.2)		
- Standard Assets	47.35	91.97
- Non-Performing Assets	3,717.94	2,014.77
Total	3,766.78	2,112.16



Intec Capital Limited
Notes to standalone financial statements for the year ended 31 March 2018

11 Property, Plant and Equipment (refer note a below)

(Amounts in Rs. Lakhs)

Particulars	Gross block			Accumulated depreciation			Net Block	
	As at April 1, 2017	Additions	Deductions / adjustments	As at March 31, 2018	Depreciation/ amortisation	Deductions / adjustments	As at March 31, 2018	As at March 31, 2017
Tangible assets								
Vehicles	84.29	12.31	-	96.60	9.70	-	46.94	44.32
Office equipment	39.31	1.47	0.79	39.99	6.46	0.79	11.46	16.44
Data processing equipments	159.23	4.26	7.63	155.86	8.69	7.63	15.32	19.75
Furniture and fixtures	19.32	0.15	3.80	15.67	1.44	2.05	5.89	8.93
Leasehold improvements	39.93	-	-	39.93	-	-	1.79	1.79
Electric installations	9.58	0.42	0.50	9.50	1.39	0.38	2.68	3.77
Air conditioners	12.25	-	0.02	12.23	0.95	0.02	4.18	5.13
Office equipment - Mobile Land	3.39	4.21	-	7.60	0.71	-	3.51	0.01
	4.82	-	-	4.82	-	-	4.82	4.82
Current Year's Total	372.12	22.82	12.74	382.20	29.34	10.87	285.61	104.96
Previous Year's Total	399.76	6.77	34.41	372.12	48.41	23.93	104.96	157.08
Intangible assets								
Computer software	145.10	2.31	0.51	146.90	23.61	0.51	44.40	65.70
Current Year's Total	145.10	2.31	0.51	146.90	23.61	0.51	44.40	65.70
Previous Year's Total	140.87	4.23	-	145.10	21.85	-	65.70	83.32
Capital Work in Progress	-	6.81	-	6.81	-	-	6.81	-
Grand Total - Current's Year	517.22	31.94	13.25	535.92	52.95	11.38	388.11	170.66
Grand Total - Previous Year	540.63	11.00	34.41	517.22	70.26	23.93	170.66	240.40

Note - 1. Tangible assets are hypothecated as security against working capital facility (refer note 8)



Intec Capital Limited
Notes to standalone financial statements for the year ended 31 March 2018

12 Non-Current Investments

(Amounts in Rs. lakhs)

Particulars	As at March 31, 2018	As at March 31, 2017
Non-Trade Investments (valued at cost)		
In Equity Shares of:		
Subsidiary Company - Unquoted		
250,000 (previous year : 250,000) equity shares of Rs 10 each of Amulet Technologies Limited, India - Fully paid up	25.00	25.00
Other Companies - Unquoted		
89,890 (previous year : 89,890) equity shares of Rs 10 each of Pantec Devices Private Limited, India - Fully paid up	1.16	1.16
31,830 (previous year : 31,830) equity shares of Rs 10 each of Pantec Consultants Private Limited, India - Fully paid up	1.01	1.01
36,390 (previous year : 36,390) equity shares of Rs 10 each of Intec Worldwide Private Limited, India - Fully paid up	0.86	0.86
217,500 (previous year : 217,500) equity shares of Rs 10 each of Spherical Collection Agency (P) Ltd, India - Fully paid up	1.11	1.11
225,730 (previous year : 225,730) equity shares of Rs 10 each of Intec Share & Stock Brers Limited, India - Fully paid up	2.26	2.26
34,000 (previous year : 34,000) equity shares of Rs 10 each of FIMA Infotech Private Limited, India - Fully paid up	2.30	2.30
176,000 (previous year : 176,000) equity shares of Rs 10 each of Spectacle Advisory Solutions Pvt. Ltd, India - Fully paid up	0.44	0.44
Total	34.14	34.14
Aggregate amount of Quoted Investments	Nil	Nil
Market value of Quoted Investments	Nil	Nil
Aggregate amount of Unquoted Investments	34.14	34.14
Aggregate amount of impairment in value of investments	Nil	Nil

13 Deferred Tax Assets (Net)

(Amounts in Rs. lakhs)

Particulars	As at March 31, 2018	As at March 31, 2017
Deferred tax asset:		
Provision for non-performing assets	1,304.34	904.84
Provision against standard assets	40.03	87.58
Provision for doubtful advances	0.61	-
Variable incentive	1.15	-
Leave Encashment	3.00	6.32
Others	0.07	11.24
	1,349.20	1,009.98
Deferred tax liability:		
Depreciation	2.41	7.02
Others	5.98	2.34
	8.39	9.36
Net Deferred Tax Assets	1,340.81	1,000.62



Intec Capital Limited
Notes to standalone financial statements for the year ended 31 March 2018

14 Long term Loans and Advances

(Amounts in Rs. lakhs)

Particulars	As at March 31, 2018	As at March 31, 2017
Loans and advances to related parties (Unsecured, considered good)		
- Amulet Technologies Limited - Subsidiary Company	1,361.00	1,361.00
Loans		
- Secured, considered good (refer notes 14.1)	12,146.41	30,270.14
- Unsecured, considered good	2,191.00	1,774.28
- Secured, considered sub-standard (refer notes 14.1 and 14.2)	4,232.62	6,577.51
	18,570.03	38,621.93
Less: Collateral money received from borrowers	(5,536.06)	(11,504.47)
	13,033.97	27,117.46
Security deposits	24.14	33.20
Unamortised Loan Processing Charges for Term loans	18.31	45.43
Total	14,437.42	28,557.09

14.1 Secured by hypothecation of specific assets

14.2 The Company makes provision for standard and non-performing assets (sub-standard and doubtful assets) in accordance with the Non-Banking Financial Company - Systemically Important Non-Deposit taking Company and Deposit taking Company (Reserve Bank) Directions, 2016. Further, in accordance with these Directions, the Company has separately shown the said provision under Short Term and Long term Provisions (as applicable) without netting off from loans.

15 Other Non-Current Assets

(Amounts in Rs. lakhs)

Particulars	As at March 31, 2018	As at March 31, 2017
Deposits with Banks (refer note 15.1)	372.38	282.39
Interest accrued but not due on Fixed Deposit	21.39	16.68
Advance Income taxes (net of provision of tax)	692.26	429.28
Interest accrued but not due on unsecured loans	382.82	189.81
Total	1,468.85	918.16

15.1 Subject to first charge as security against the working capital facilities availed from the Banks.

16 Cash and bank balances

(Amounts in Rs. lakhs)

Particulars	As at March 31, 2018	As at March 31, 2017
Cash and cash equivalents		
- Cash on hand	15.12	39.57
- Cheques, drafts on hand	-	10.00
- In current accounts	79.66	246.96
	94.78	296.53
Other bank balances		
- Deposits with original maturity of more than 3 months and less than 12 months (refer note 16.1)	1,201.14	1,163.89
- In Unpaid dividend account	6.94	7.92
Total	1,302.86	1,468.34

16.1 Fixed deposits of Rs. 726.60 lakhs (Previous year: Rs. 1,055.12 lakhs) are subject to first charge as security against the working capital facilities, of Rs. 89.67 lakhs (Previous year: Rs. 48.24 lakhs) are subject to first charge as security against the Term Loan facilities and of Rs. 31.05 lakhs (Previous year: Rs. 60.53 lakhs) are liened with Small Industries Development Bank of India under Credit Delivery Arrangement.



Intec Capital Limited
Notes to standalone financial statements for the year ended 31 March 2018

17 Short term Loans and Advances

(Amounts in Rs. lakhs)

Particulars	As at March 31, 2018	As at March 31, 2017
Loans (refer notes 14.1 and 14.2)		
- Secured, considered good	9,241.37	17,893.69
- Secured, considered substandard and doubtful	12,062.92	7,191.39
	21,304.29	25,085.08
Less: Collateral money received from borrowers	(1,127.24)	(1,611.91)
	20,177.05	23,473.17
(Unsecured, considered good)		
Advances to employees	7.35	13.65
Prepaid expenses	24.02	42.53
Other advances (net of provision of Rs. 1.95 lakhs towards doubtful of recovery)	31.42	135.18
Unamortised Loan Processing Charges for Term loans	37.45	37.38
Advance to vendors	-	3.39
Total	20,277.29	23,705.30

18 Other Current Assets

(Amounts in Rs. lakhs)

Particulars	As at March 31, 2018	As at March 31, 2017
Interest accrued but not due on loans	228.38	500.57
Other receivables	96.16	103.42
Interest accrued but not due on Fixed Deposit	18.39	15.45
Plan Assets of employee benefits (Net of provision)		
- Gratuity (refer note 27.1)	19.33	7.09
Total	362.26	626.53

19 Revenue from Operation

(Amounts in Rs. lakhs)

Particulars	As at March 31, 2018	As at March 31, 2017
Interest on loans	5,057.90	9,108.23
Other financial services income		
Loan processing fee	1.79	121.27
Servicing fee on assignment of loans	6.51	27.55
Income on preclosure of loans	191.16	217.87
Other service fees	80.76	96.99
Total	5,338.13	9,571.91

20 Other Income

(Amounts in Rs. lakhs)

Particulars	As at March 31, 2018	As at March 31, 2017
Interest on fixed deposit with banks	107.50	147.22
Bad debts recovered	200.00	-
Liabilities no longer payable written back	368.01	-
Miscellaneous income	11.45	28.52
Total	686.96	175.74

21 Employee Benefits Expense

(Amounts in Rs. lakhs)

Particulars	As at March 31, 2018	As at March 31, 2017
Salaries and wages etc.	871.99	996.49
Contribution to provident and other funds	27.27	38.34
Staff welfare expenses	21.82	21.92
Total	921.08	1,056.75



Intec Capital Limited
Notes to standalone financial statements for the year ended 31 March 2018

22 Finance costs

(Amounts in Rs. lakhs)

Particulars	As at	As at
	March 31, 2018	March 31, 2017
Interest on :		
- Term loans from banks	1,088.48	1,931.10
- Term loans from financial institutions	139.64	254.23
- Non Convertible Debentures	33.47	240.80
- Working capital loans	1,933.66	2,367.87
- Inter Corporate Deposits	19.75	42.51
- Collateral Money received from borrowers	41.45	293.23
Discount on commercial paper	-	56.31
Processing fees and other bank charges	175.38	274.18
Total	3,431.83	5,460.23

23 Other expenses

(Amounts in Rs. lakhs)

Particulars	As at	As at
	March 31, 2018	March 31, 2017
Electricity and water	20.10	30.22
Rent (refer note 27.4)	74.71	159.84
Legal and professional	714.16	833.00
Remuneration to Auditors:		
- Statutory Audit Fee	5.50	9.00
- Tax Audit	1.00	0.75
- Limited Reviews	2.00	6.75
- Other Fee	0.05	4.75
- Reimbursement of Expenses	0.25	2.15
Rates and taxes	10.66	12.83
Collection charges	17.02	85.21
Repair and maintenance - others	33.94	49.45
Staff recruitment and training	2.32	22.33
Communications	26.49	41.30
Travelling and conveyance	65.75	96.11
Business Promotion Expenses	35.29	20.35
Provisions on Loans: (refer note 14.2)		
- on standard assets	(135.61)	(147.28)
- on sub-standard and doubtful assets	1,463.12	813.96
Bad loans written off	2,568.26	912.86
Other advances / recoverables written off	15.21	5.58
Provision for doubtful other advances / recoverables	1.95	-
Corporate Social Responsibilities (refer note 26)	2.50	4.83
Loss on sale of fixed assets (net)	1.88	4.71
Miscellaneous expenses	61.27	53.88
Total	4,987.82	3,022.58



Intec Capital Limited
Notes to Standalone Financial Statements for the year ended March 31, 2018
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OTHER NOTES

24. Contingent liabilities

- a. Few customers / borrowers of the Company have filed legal cases for various claims against the Company. The management has reviewed these pending litigations and proceedings and does not expect any material outflow / reimbursement.

b. Corporate Guarantee

Issued to Small Industries Development Bank of India under Credit Delivery Arrangement: Rs. 48.08 lakhs

25. Commitment

Loan approved but pending disbursement: Rs 38.54 Lakhs (Previous Year: Rs. 54.44 Lakhs).

26. Corporate Social Responsibility (CSR):

The Company has constituted a CSR committee as required under Section 135 of the Companies Act, 2013, together with relevant rules as prescribed in Companies (Corporate Social Responsibility Policy) Rules, 2014 ('CSR rules'). The CSR Committee had approved the CSR Policy and also identified the broad areas of CSR activities which it propose to carry out viz. Child Education and Women Empowerment. During the year, the Company made serious deliberations and chose the CSR programs which would be undertaken on a long term and continuous basis. Such programs will benefit communities where the Company operates or likely to operate and create goodwill for the Company. The detail of the amount spent during the period is as under:

		Amount spent during the current year ended March 31, 2018 (Rs. lakhs)	Amount pending for spending as at March 31, 2018 (Rs. lakhs)	Total Amount (Rs. lakhs)
-	Gross Amount required to be spent during the year			14.88
-	Amount spent during the year:			
	a. Construction/acquisition of any asset	-	-	-
	b. Contribution to Trusts / NGOs / Societies	2.50	-	2.50

27. Accounting Standards Disclosures

27.1 Accounting Standard 15 (Revised) - Employee Benefits

(a) **Defined Benefit plans:**

Gratuity

: Payable on separation as per the Payment of Gratuity Act, 1972 as amended @ 15 days pay, for each completed year of service to eligible employees who render continuous service of 5 years or more.



Intec Capital Limited
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The Company's liability towards Gratuity is funded / managed by a trust, which invests the funds with Life Insurance Corporation of India (LIC).

(b) Other Long Term Benefit:

Compensated Absences : Employees of the Company are entitled to accumulate their earned/privilege leave up to a maximum of 30 days which can be availed / utilized in coming year/s, while in service. During the year the amount of Rs. 9.42 lakhs (previous year: Rs. 5.46 lakhs) has been credited in the Statement of Profit and Loss towards reversal of the excess provision based on actuarial valuation.

(c) Defined Contribution plan:

Company's employees are covered by Provident Fund and Employees State Insurance Scheme/Fund, to which the Company makes a defined contribution measured as a fixed percentage of salary. During the year, amount of Rs. 29.33 lakhs (Previous Year: Rs. 47.14 lakhs) has been charged to the Statement of Profit and Loss towards employer's contribution to these schemes/funds as under:

	Year ended 31 st March, 2018 (Rs. In lakhs)	Year ended 31 st March, 2017 (Rs. In lakhs)
Employer's contribution towards Provident Fund (PF)	25.78	45.60
Employer's contribution towards Employees State Insurance (ESI)	3.55	1.54

(d) Other disclosures of Defined Benefit plan (Gratuity) as required under AS 15 are as under:-

A) Reconciliation of benefit obligations and plan assets		
	Year ended March 31, 2018	Year ended March 31, 2017
Opening defined benefit obligation	48.60	68.42
Current service cost	5.29	10.84
Interest cost	3.59	5.40
Actuarial losses/ (gains)	(16.73)	(22.50)
Benefits paid	(13.40)	(13.56)
Closing defined benefit obligation	27.35	48.60
Change in the fair value of plan assets		
Opening fair value of plan assets	55.69	65.16
Expected return on plan assets	4.73	5.54
Actuarial gains/ (losses)	(1.63)	(1.93)
Contributions paid by employer	1.29	0.47



Intec Capital Limited
Notes to Standalone Financial Statements for the year ended March 31, 2018
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Benefits paid	(13.40)	(13.56)
Closing fair value of plan assets	46.68	55.69
B) Reconciliation of present value of the obligations and the fair value of the plan assets		
Present value of funded obligations	27.35	48.60
Fair value of plan assets	46.68	55.69
Net asset to be recognised in Balance Sheet	19.33	7.09
C) Gratuity cost for the year:		
Current service cost	5.29	10.84
Interest cost	3.59	5.40
Expected return on plan assets	(4.73)	(5.54)
Net actuarial losses / (gain) recognised in year	(15.10)	(20.57)
Net gratuity cost / (income) to be recognised in Statement of Profit and Loss	(10.95)	(9.87)

Experience adjustments:

(Amount in Rs.lakhs)

Particulars	March 31, 2018	March 31, 2017	March 31, 2016	March 31, 2015	March 31, 2014
Experience gain/ (loss) adjustments on plan liabilities	4.24	24.83	16.28	15.37	16.39
Experience gain/ (loss) adjustments on plan assets	(1.63)	(1.93)	(1.51)	(0.47)	0.54

Investment details of the plan assets

100% of the plan assets are maintained with the LIC Managed funds, and in the absence of the complete details from LIC, the requisite detail of funds are not furnished.

Actuarial Assumptions:

The principal assumptions are the discount rate and salary increase. The discount rate is based upon the market yields available on Government bonds at the accounting date with a term that matches that of the Liabilities and the salary increase takes account of inflation, seniority, promotion and other relevant factors on long term basis. Principal assumptions used for actuarial valuation are:

Particulars	Year ended 31st March, 2018	Year ended 31st March, 2017
Method used	Projected unit credit method	
Discount rate	7.60%	7.40%
Salary Escalation	6.00%	10.00%
Mortality Rate	IALM (2006-08)	
Withdrawal rate	7.5%	7.5%
Rate of return on plan assets	7.71%	8.51%



Intec Capital Limited
Notes to Standalone Financial Statements for the year ended March 31, 2018
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27.2 Accounting Standard 17 - Segment Reporting:

The Company is primarily engaged only in the business of providing loans to Small and Medium Enterprises ('SME') customers and has no overseas operations / units and as such, no segment reporting is required under Accounting Standard 17 - Segment Reporting.

27.3 Accounting Standard 18 - Related Parties

A. List of Related Parties and relationships, having transactions during the year

- a) **Subsidiary Company**
Amulet Technologies Limited
- b) **Key Management Personnel**
Sanjeev Goel, Managing Director
- c) **Relative of Key Management personal**
Pranav Goel, Son of Sanjeev Goel, Managing Director
Ritika Goel, Wife of Sanjeev Goel, Managing Director, and Director (upto November 08, 2017)
- d) **Enterprises over which key Management Personnel exercises significant influence**
Bubble Info Solutions Private Limited
- e) **Enterprises over which relative of key management exercises significant influence**
Intec Infonet Private Limited
- f) **Investing party in respect of which the reporting enterprise is an associate**
Pantec Devices Private Limited

Note: Related party relationship is as identified by the Company and relied upon by the Auditors.



Intec Capital Limited

Notes to Standalone Financial Statements for the year ended March 31, 2018

(All amounts in Indian Rupees (Rs.) in lakhs, unless otherwise stated)

B. Transactions with Related Parties

Nature of Transaction	Subsidiary Company		Investing Company in which the reporting enterprise is an associate		Key Management Personnel		Relative of Key Management Personnel		Enterprises over which key Management Personnel exercises significant influence		Enterprise over which relative of key management personnel having significant influence	
	2018	2017	2018	2017	2018	2017	2018	2017	2018	2017	2018	2017
Remuneration												
	-	-	-	-	242.97	17.03	-	-	-	-	-	-
Interest on loans												
	-	-	2.25	2.25	-	-	-	-	-	-	-	-



Intec Capital Limited

Notes to Standalone Financial Statements for the year ended March 31, 2018

(All amounts in Indian Rupees (Rs.) in lakhs, unless otherwise stated)

Nature of Transaction	Subsidiary Company		Investing Company		Key Management Personnel		Relative of Key Management		Enterprises over which key Management Personnel exercises significant influence		Enterprise over which relative of key management personnel having significant influence	
	Year ended March-31		Year ended March-31		Year ended March-31		Year ended March-31		Year ended March-31		Year ended March-31	
	2018	2017	2018	2017	2018	2017	2018	2017	2018	2017	2018	2017
<u>Maintenance charges paid</u>												
-Intec Infonet Private Limited	-	-	-	-	-	-	-	-	-	-	0.64	1.82
<u>Salary</u>												
- Pranav Goel	-	-	-	-	-	-	5.52	4.91	-	-	-	-

Note – 1: Includes amount of Rs. 112.97 lakhs of earlier year 2016-17, charged to the Statement of Profit and Loss during the current year based on the approval of the Ministry of Corporate Affairs, Government of India.



Intec Capital Limited
Notes to Standalone Financial Statements for the year ended March 31, 2018
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C. Year end balances with related parties-

	<i>(Amounts in Rs. Lakhs)</i>	
	As at March 31, 2018	As at March 31, 2017
Loans and Advances given		
Amulet Technologies Limited (Subsidiary Company)	1,361.00	1,361.00
Pantec Devices Private Limited, (Investing party)	39.41	37.39
Other Advances		
Sanjeev Goel, Managing Director	26.82	112.97

27.4 Accounting Standard 19 - Operating Leases.

The Company's significant leasing arrangements are in respect of operating leases for premises (commercial premises, offices etc.). The leasing arrangements include non-cancellable leases ranging from 0-1 year and are usually renewable by mutual consent on mutually terms. There are no sub leases.

The aggregate lease rentals payable are charged to Statement of Profit and Loss.

Particulars	For the year ended March 31, 2018 (Rs.)	For the year ended March 31, 2017 (Rs.)
Lease payments recognized in the Statement of Profit and Loss	74.71	159.84

Non-cancellable operating lease rentals payable (minimum lease payments) under these leases are as follow:-

	<i>(Amount in Rs. lakhs)</i>	
Particulars	March 31, 2018	March 31, 2017
Payable within one year	0.25	7.88
Payable between one and five years	-	-
Payable after five years	-	-
Total	0.25	7.88



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27.5 Earnings Per Share(EPS)

Particulars	Year ended 31st March, 2018	Year ended 31 st March, 2017
Net (Loss) / Profit as per Statement of Profit and Loss – (Rs. in lakhs)	(3,028.40)	36.30
Basic/Diluted weighted average number of equity shares outstanding during the year	18,366,250	18,366,250
Nominal value of Equity Share (Rs.)	10.00	10.00
Basic/Diluted Earnings per Share (Rs.)	(16.49)	0.20

28. Disclosures required as per Reserve Bank of India ‘Master Direction - Non-Banking Financial Company - Systemically Important Non-Deposit taking Company and Deposit taking Company (Reserve Bank) Directions, 2016’, to the extent as applicable to the Company.

28.1 Capital funds, risk assets/ exposure and risk asset ratio (CRAR)

Items	As at March 31, 2018	As at March 31, 2017
CRAR (%)	37.64%	31.55%
CRAR - Tier I capital (%)	37.24%	31.02%
CRAR - Tier II capital (%)	0.40%	0.53%

28.2 Investments

Particulars	March 31, 2018	March 31, 2017
I) Value of Investments		
i) Gross Value of Investments		
(a) In India	34.14	34.14
(a) Outside India	-	-
ii) Provision for Depreciation		
(a) In India	-	-
(a) Outside India	-	-
iii) Net Value of Investments		
(a) In India	34.14	34.14
(a) Outside India	-	-



Intec Capital Limited
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2) Movement of provisions held towards depreciation on investments	-	-
i) Opening balance	-	-
ii) Add: Provisions made during the year	-	-
iii) Less: Write-off/ write-back of excess provisions during the year	-	-
iv) Closing balance	-	-

28.3 Assets Liability Management Maturity pattern

Maturity pattern of certain items of assets and liabilities as at March 31, 2018									
	Upto 30/31 days (one month)	Over one month & upto 2 months	Over 2 months & upto 3 months	Over 3 months & upto 6 months	Over 6 months & upto 1 year	Over 1 year & upto 3 years	Over 3 years & upto 5 years	Over 5 years	Total
Liabilities									
Borrowings	12922.28	723.25	278.32	1299.56	1967.38	3026.12	-	-	20,216.91
Assets									
Advances #	9288.62	781.20	702.78	2013.92	3672.83	4992.19	6144.44	1254.94	28,850.92
Investments	-	-	-	-	-	-	-	34.14	34.14

Advances comprise of loans (principal portion), net of collateral money received and provision for non-performing assets.



Intec Capital Limited
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28.4 Statement on exposure to Real Estate Sector

Category		As at March 31, 2018	As at March 31, 2017
a)	Direct exposure		
(i)	Residential mortgages –	5,221.75	10,568.19
	Lending fully secured by mortgages on residential property that is or will be occupied by the borrower or that is rented		
(ii)	Commercial Real Estate –	4,727.26	9,919.53
	Lending secured by mortgages on commercial real estates (office buildings, retail space, multipurpose commercial premises, multi-family residential buildings, multi-tenanted commercial premises, industrial or warehouse space, hotels, land acquisition, development and construction etc). Exposure shall also include non-fund-based limits		
(iii)	Investments in Mortgage Backed Securities (MBS) and other securitized exposures –		
a.	Residential,	-	-
b.	Commercial Real Estate.	-	-
Total exposure to Real Estate Sector		9,949.01	20,487.72



Intec Capital Limited
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(All amounts in Indian Rupees (Rs.) in lakhs, unless otherwise stated)

28.5 Exposure to Capital Market

(Amount in Rs. lakhs)

Particulars	Year ended March 31, 2018	Year ended March 31, 2017
(i) direct investment in equity shares, convertible bonds, convertible debentures and units of equity-oriented mutual funds the corpus of which is not exclusively invested in corporate debt;	34.14	34.14
(ii) advances against shares / bonds / debentures or other securities or on clean basis to individuals for investment in shares (including IPOs / ESOPs), convertible bonds, convertible debentures, and units of equity-oriented mutual funds;	-	-
(iii) advances for any other purposes where shares or convertible bonds or convertible debentures or units of equity oriented mutual funds are taken as primary security;	-	-
(iv) advances for any other purposes to the extent secured by the collateral security of shares or convertible bonds or convertible debentures or units of equity oriented mutual funds i.e. where the primary security other than shares / convertible bonds / convertible debentures / units of equity oriented mutual funds 'does not fully cover the advances;	-	-
(v) secured and unsecured advances to stockbrokers and guarantees issued on behalf of stockbrokers and market makers;	-	-
(vi) loans sanctioned to corporates against the security of shares / bonds / debentures or other securities or on clean basis for meeting promoter's contribution to the equity of new companies in anticipation of raising resources;	-	-
(vii) bridge loans to companies against expected equity flows / issues;	-	-
(viii) all exposures to Venture Capital Funds (both registered and unregistered)		
Total	34.14	34.14

28.6 Provisions and Contingencies

(Amount in Rs. lakhs)

Break up of 'Provisions and Contingencies' shown under the head Expenditure in Statement of Profit and Loss	For the year ended March 31, 2018	For the year ended March 31, 2017
Provision towards depreciation on Investments	-	-
Provision towards NPA	1,463.12	813.96
Provision / (Reversal) made towards Income Tax (including Deferred Tax)	(340.19)	101.53
Other provisions and contingencies	-	-
Provision / (Reversal) for Standard Assets	(135.61)	(147.28)



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Notes to Standalone Financial Statements for the year ended March 31, 2018
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28.7 Concentration of Advances, Exposures and NPAs

28.7.1 Concentration of Advances

(Amount in Rs.lakhs)

Particulars	March 31, 2018	March 31, 2017
Total Advances to twenty largest borrowers	5,883.08	7,586.41
Percentage of Advances to twenty largest borrowers to Total Advances of the NBFC	14.75%	11.91%

28.7.2 Concentration of Exposure

(Amount in Rs.lakhs)

Particulars	March 31, 2018	March 31, 2017
Total Advances to twenty largest borrowers	7,476.62	7,339.83
Percentage of Advances to twenty largest borrowers to Total Exposers of the NBFC	9.18%	14.12%

28.7.3 Concentration of NPAs (Gross Exposure)

(Amount in Rs.lakhs)

Particulars	March 31, 2018	March 31, 2017
Total Exposures to top four NPA accounts	1,087.72	1,582.64

28.7.4 Sector-wise NPAs

Sector	Percentage of NPA to total Advances in that Sector (2017-18)	Percentage of NPA to total Advances in that Sector (2016-17)
Industry	16.10%	7.59%
Services	5.60%	1.81%
Total Non-Priority Sector Lending (a)	21.70%	9.40%
Industry	11.10%	6.55%
Services	1.84%	0.95%
Total Priority Sector Lending(b)	12.95%	7.50%
Total (a+b)	34.64%	16.91%

- Notes: 1. The Sector wise NPA detail has been given for the sector / category, based on the categorization and the required information available in the loan records maintained by the Company.
2. For calculating above percentages, restructured assets which are less than 90 days overdue and not recognized as NPA (as per RBI guidelines), have been included as they are reported under Substandard assets.



Intec Capital Limited
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28.7.5 Movement of NPAs

(Amount in Rs. lakhs)

Particulars	Year 2017-18	Year 2016-17
(i) Net NPAs to Net Advances (%)	29.07%	16.91%
(ii) Movement of NPAs (Gross)		
(a) Opening balance	13,768.90	9,838.25
(b) Additions during the year	5,983.93	5449.60
(c) Reductions during the year	3,457.29	1518.95
(d) Closing balance	16,295.54	13,768.90
(iii) Movement of Net NPAs		
(a) Opening balance	11,001.23	7,884.54
(b) Additions during the year	3,676.34	4329.59
(c) Reductions during the year	2,612.83	1212.90
(d) Closing balance	12,064.74	11,001.23
(iv) Movement of provisions for NPAs (excluding provisions on standard assets)		
(a) Opening balance	2,767.67	1,953.72
(b) Provisions made during the year	2,307.58	1,120.01
(c) Write-off / write-back of excess provisions	844.45	306.06
(d) Closing balance	4,230.80	2,767.67

Note:- NPA includes restructuring amounting to Rs 434.46 lakhs (Previous year Rs. 521.88 lakhs) and provision thereon Rs. 130.34 lakhs (Previous year Rs. 156.56 lakhs).



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28.8 Disclosure of Restructured accounts

(Amount in Rs. lakhs)

Sl No	Type of Restructuring		Under CDR Mechanism			Under SME Debt Restructuring Mechanism			Others			Total		
	Asset Classification Details		Standard	Sub-standard	Doubtful	Standard	Sub-standard	Doubtful	Standard	Sub-standard	Doubtful	Standard	Sub-standard	Doubtful
1	Restructured Accounts as on April 1, 2017	No. of borrowers	-	-	-	-	-	-	-	13	-	-	13	-
		Amount outstanding (net of collateral)	-	-	-	-	-	-	-	521.88	-	-	521.88	-
		Provision there on	-	-	-	-	-	-	-	156.56	-	-	156.56	-
2	Fresh restructuring during the year	No. of borrowers	-	-	-	-	-	-	-	-	-	-	-	-
		Amount outstanding (Net of collateral)	-	-	-	-	-	-	-	-	-	-	-	-
		Provision there on	-	-	-	-	-	-	-	-	-	-	-	-
3	Up gradation to restructured standard category during the year	No. of borrowers	-	-	-	-	-	-	-	-	-	-	-	-
		Amount outstanding	-	-	-	-	-	-	-	-	-	-	-	-
		Provision there on	-	-	-	-	-	-	-	-	-	-	-	-
4	Restructured standard advances which cease to attract higher provisioning and / or additional risk weight at the end of the year and hence need not be shown as restructured standard advances	No. of borrowers	-	-	-	-	-	-	-	-	-	-	-	-



[illegible]

The closing balance of restructured accounts represents amounts outstanding as at March 31, 2018 (net of repayments made as at year end).



Intec Capital Limited
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28.9 Customer Complaints

(a) No. of complaints pending at the beginning of the year	01
(b) No. of complaints received during the year	07
(c) No. of complaints redressed during the year	08
(d) No. of complaints pending at the end of the year	00

28.10 Miscellaneous

(i) Details of Single Borrower Limit (SBL) / Group Borrower Limit (GBL) exceeded

During the year, the Company has not exceeded SBL & GBL limits as prescribed under NBFC Regulation.

(ii) The Company does not deal with advances for which intangible securities such as charge over the rights, licence ,authority etc. have been taken.

(iii) Registration obtained from other financial sector regulators

The Company has not obtained any registration from any other financial sector regulators.

(iv) Disclosure of Penalties imposed by RBI and other regulators

No penalty has been imposed by the RBI or any other regulator during the year.

(v) Ratings assigned

Particulars	Year 2017-18	Year 2016-17
(b) Non-Convertible Debentures	CARE BB	CARE BBB-
(c) Other Bank Loan facilities	CARE BB	CARE BBB-/CRISIL BBB-

(vi) Remuneration of Directors (Non-executive)

(Amount in Rs. lakhs)		
Particulars	2017-18	2016-17
Sitting Fees	Rs. 2.68 Lakhs	Rs. 1.40 Lakhs
Professional Fee	-	Rs. 3.50 lakhs

(vii) The following disclosures are not required / applicable, as no such transaction / activity was conducted by the Company during the year.

- 1) Long-term contracts including derivative contracts, for which there were any material foreseeable losses.
- 2) Securitization / Reconstruction / Assignments deal.
- 3) Sale / Purchase of financial assets to Securitization / Reconstruction Company for Assets Reconstruction.
- 4) Hedged foreign currency exposure, Forward Rate Agreement / Interest Rate Swap.

(viii) Schedule to the Balance Sheet of a Non-Deposit taking Non-Banking Financial Company, as required in terms of paragraph 13 of Non-Banking Financial (Non Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2007) : Refer Annexure – I




Intec Capital Limited
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28.11 Figures for previous year have been regrouped and/or reclassified wherever considered necessary, to conform to current year's classification.

As per our report of even date attached

S. P. CHOPRA & CO
Chartered Accountants
Firm registration number: 000346N



Pawan K. Gupta
Partner
Membership No.: 092529

Place: New Delhi
Date: May 24, 2018



**For and on behalf of the Board of Directors of
Intec Capital Limited**


Sanjeev Goel
Managing Director
DIN-00028702


Puneet Sehgal
Company Secretary
Membership No.: ACS-12557




S.K. Goel
Director
DIN-00963735


Puhup Srivastav
Chief Financial Officer

Intec Capital Limited
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Annexure – 1

Schedule to the Balance Sheet of a Non-Banking Financial Company as required in terms of Paragraph 13 of Non-Banking Financial Companies (Non-deposit accepting or holding) Prudential Norms (Reserve Bank) Directions, 2007.

(Amount in Rs. lakhs)

	Particulars	As at		As at	
	Liabilities side:	March 31,2018		March 31,2017	
1	Loans and advances availed by the NBFC inclusive of interest accrued thereon but not paid:	Amount Outstanding	Amount Overdue	Amount Outstanding	Amount Overdue
	(a) Debentures:				
	Secured	-	-	600.71	-
	Unsecured	-	-	-	-
	(Other than falling within the meaning of public deposits)				
	(b) Deferred credits	-	-	-	-
	(c) Term loan	6,890.65	-	14,496.33	-
	(d) Inter corporate loans and borrowings	4.33	-	167.68	-
	(e) Commercial paper (net of un-amortized discount on issue)	-	-	-	-
	(f) Other loans :				
	Working capital demand loans from banks	404.27	-	4,188.48	-
	Cash credit/overdraft from banks	12,917.66	-	14,928.05	-
	Total	20,216.91	-	34,381.25	-

	Assets side:	Amount outstanding	Amount outstanding
	As at March 31,2018	As at March 31,2017	
2	Break-up of loans and advances including bills receivables {other than those included in (4) below}:		
	(a) Secured #	33,323.22	58,900.18
	(b) Unsecured #	3,552.00	3,135.28
	Total	36,875.22	62,035.46

Comprises of trade receivables, loans which are disclosed net of provision for non-performing assets



Intec Capital Limited
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(All amounts in Indian Rupees (Rs.) in lakhs, unless otherwise stated)

3 Break up of Leased Assets and stock on hire and other assets counting towards AFC activities	As at March 31,2018	As at March 31,2017
(i) Lease assets including lease rentals under sundry debtors:		
(a) Financial lease	-	-
(b) Operating lease	-	-
(ii) Stock on hire including hire charges, under sundry debtors:		
(a) Assets on hire	-	-
(b) Repossessed stock	-	-
(iii) Other Loans counting towards AFC activities:		
(a) Loans where assets have been repossessed	-	-
(b) Loans other than (a) above	-	-
Total	-	-

4 Break-up of investments	Amount outstanding As at March 31,2018	Amount outstanding As at March 31,2017
Current investments:		
1 Quoted:		
(i) Shares:		
(a) Equity	-	-
(b) Preference	-	-
(ii) Debentures and bonds	-	-
(iii) Units of mutual funds	-	-
(iv) Government securities	-	-
(v) Others (please specify)	-	-
2 Unquoted:		
(i) Shares:		
(a) Equity	-	-
(b) Preference	-	-
(ii) Debentures and bonds	-	-
(iii) Units of mutual funds	-	-
(iv) Government securities	-	-
(v) Others (please specify)	-	-
Long term investments:		
1 Quoted:		



Intec Capital Limited
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2	(i) Shares:		
	(a) Equity	-	-
	(b) Preference	-	-
	(ii) Debentures and bonds	-	-
	(iii) Units of mutual funds	-	-
	(iv) Government securities	-	-
	(v) Others (please specify)	-	-
	Unquoted:		
	(i) Shares:		
	(a) Equity	34.14	34.14
	(b) Preference	-	-
	(ii) Debentures and bonds	-	-
	(iii) Units of mutual funds	-	-
	(iv) Government securities	-	-
	(v) Others (please specify)	-	-
Total		34.14	34.14

5 Borrower group wise classification of all assets financed as in (2) and (3) above :						
Category	Amount net of provisions As at March 31, 2018			Amount net of provisions As at March 31, 2017		
	Secured	Unsecured	Total	Secured	Unsecured	Total
1 Related Parties:						
(a) Subsidiaries	-	1,361.00	1,361.00	-	1,361.00	1,361.00
(b) Companies in the same group	-	-	-	-	-	-
(c) Other related parties	-	39.41	39.41	-	37.39	37.39
2 Other than related parties	33,323.22	2,151.59	35,474.81	58,900.18	1,736.89	63,669.62
Total	33,323.22	3,552.00	36,875.22	58,900.18	3,135.28	62,035.46



Intec Capital Limited
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(All amounts in Indian Rupees (Rs.) in lakhs, unless otherwise stated)

6	Investor group wise classification of all investments (current and long term) in shares and securities (both quoted and unquoted):				
		As at March 31,2018		As at March 31,2017	
	Category	Market value/ Break-up or Fair value or NAV #	Book value (net of Provisions)	Market Value/ Break-up or Fair Value or NAV #	Book value (net of Provisions)
	1 Related Parties:				
	(a) Subsidiaries	25.00	25.00	25.00	25.00
	(b) Companies in the same group	-	-	-	-
	(c) Other related parties	1.16	1.16	1.16	1.16
	2 Other than related parties	7.98	7.98	7.98	7.98
	Total	34.14	34.14	34.14	34.14
7	Other information		As at March 31,2018	As at March 31,2017	
	(i) Gross Non-Performing Assets#				
	(a) Related parties		-		-
	(b) Other than related parties		16,295.54		13,768.90
	(ii) Net Non-Performing Assets ##				
	(a) Related parties		-		-
	(b) Other than related parties		12,064.74		11,001.24
	(iii) Assets acquired in satisfaction of debts (net of provisions)		-		-

These are unquoted shares and the fair value/NAV thereof is not less than their book value.

Note:- NPA includes restructuring.

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