**Balance Sheet as at March 31, 2019**

<table>
<thead>
<tr>
<th>Particulars</th>
<th>Note</th>
<th>Amount in Rs.</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>I. Equity And Liabilities</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>(1) Shareholders’ funds</td>
<td></td>
<td></td>
</tr>
<tr>
<td>(i) Share Capital</td>
<td>2</td>
<td>70</td>
</tr>
<tr>
<td>(ii) Reserves and Surplus</td>
<td>3</td>
<td>(61,39,886)</td>
</tr>
<tr>
<td><strong>(2) Non-Current Liabilities</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>(3) Current liabilities</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>(i) Other Current Liabilities</td>
<td>4</td>
<td>61,49,886</td>
</tr>
<tr>
<td><strong>Total Equity and Liability</strong></td>
<td></td>
<td>10,070</td>
</tr>
<tr>
<td><strong>II. Assets</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>(1) Non-Current Assets</td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>(2) Current Assets</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>(i) Cash and Cash equivalents</td>
<td>5</td>
<td>70</td>
</tr>
<tr>
<td>(ii) Other Current Assets</td>
<td>6</td>
<td>10,000</td>
</tr>
<tr>
<td><strong>Total Assets</strong></td>
<td></td>
<td>10,070</td>
</tr>
</tbody>
</table>

Summary of significant accounting policies

As per our report on even date

For **S R Batliboi & Co. LLP**

Chartered Accountants

For and on behalf of

IndusInd Financial Inclusion Limited

Firm Registration No: 301003E/E300005

Romesh Sobti

Chairman

DIN: 00031034

Suhail Chander

Director

DIN: 06941577

Sanjay Mallik

Director

DIN: 08194530

Alok Desai

Company Secretary

Membership No: A47550

per Viren H Mehta

Partner

Membership No: 048749

Mumbai

May 20, 2019
Statement of Profit and Loss account for the Year Ended March 31, 2019

<table>
<thead>
<tr>
<th>Particulars</th>
<th>Note</th>
<th>Amount in Rs.</th>
</tr>
</thead>
<tbody>
<tr>
<td>I Revenue from Operations</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Total Revenue</td>
<td></td>
<td></td>
</tr>
<tr>
<td>II Expenses</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Other Expenses</td>
<td>7</td>
<td>61,39,886</td>
</tr>
<tr>
<td>Total Expenses</td>
<td></td>
<td>61,39,886</td>
</tr>
<tr>
<td>Profit / (Loss) before Tax</td>
<td></td>
<td>(61,39,886)</td>
</tr>
<tr>
<td>Tax Expenses</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Profit / (Loss) After Tax for the Year</td>
<td></td>
<td>(61,39,886)</td>
</tr>
<tr>
<td>Earnings Per Share ( Basic/ Diluted) ( of Rs 10 each fully paidup)</td>
<td></td>
<td>Rs (8,77,127)</td>
</tr>
<tr>
<td>Summary of significant accounting policies</td>
<td>1.2</td>
<td></td>
</tr>
<tr>
<td>The accompanying notes are an integral part of the financial statements.</td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

As per our report of even date

For S R Batliboi & Co. LLP
Chartered Accountants
Firm Registration No: 301003E/E300005

For and on behalf of
IndusInd Financial Inclusion Limited

Romesh Sobti  Suhail Chander
Chairman  Director
DIN- 00031034  DIN- 06941577

per Viren H Mehta
Partner
Membership No: 048749

Mumbai
May 20, 2019

Sanjay Mallik  Alok Desai
Director  Company Secretary
DIN- 08194530  Membership No: A47550
Cash Flow Statement for the Year Ended March 31, 2019

<table>
<thead>
<tr>
<th>Particulars</th>
<th>Note</th>
<th>Amount in Rs.</th>
</tr>
</thead>
<tbody>
<tr>
<td>A Cash flow from Operating Activities :</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Net Profit Before Tax</td>
<td>(61,39,886)</td>
<td></td>
</tr>
<tr>
<td>Adjustments : -</td>
<td>-</td>
<td></td>
</tr>
<tr>
<td>Operating Profit before Working Capital changes</td>
<td>(61,39,886)</td>
<td></td>
</tr>
<tr>
<td>Adjustment for Working Capital</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Increase / (Decrease) in Current Liability</td>
<td>61,49,886</td>
<td></td>
</tr>
<tr>
<td>(Increase) / Decrease in Current Assets</td>
<td>(10,000)</td>
<td></td>
</tr>
<tr>
<td>Net Cash Generated from Operating Activities</td>
<td>-</td>
<td></td>
</tr>
<tr>
<td>B Cash flow from Investing Activities</td>
<td>-</td>
<td></td>
</tr>
<tr>
<td>Net Cash Generated from Investing Activities</td>
<td>-</td>
<td></td>
</tr>
<tr>
<td>C Cash flow from Financing Activities</td>
<td>-</td>
<td></td>
</tr>
<tr>
<td>Proceeds from issue of equity shares</td>
<td>70</td>
<td></td>
</tr>
<tr>
<td>Net Cash Generated from Financing Activities</td>
<td>70</td>
<td></td>
</tr>
<tr>
<td>Net Increase / (Decrease) in Cash and Cash Equivalents</td>
<td>70</td>
<td></td>
</tr>
<tr>
<td>Cash and Cash equivalent at beginning of the year</td>
<td>70</td>
<td></td>
</tr>
<tr>
<td>Cash and Cash equivalent at end of the year</td>
<td>70</td>
<td></td>
</tr>
<tr>
<td>Summary of significant accounting policies</td>
<td>1.2</td>
<td></td>
</tr>
<tr>
<td>The accompanying notes are an integral part of the financial statements.</td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

Notes:
1. The above Cash Flow Statement has been prepared under the indirect method as set out in Accounting Standard 3 on Cash Flow Statements.
2. Figures in bracket indicate cash outflow.
3. Cash and cash equivalents comprises of Cash in Hand and Balances with Bank.

As per our report of even date

For S R Batliboi & Co. LLP
Chartered Accountants
Firm Registration No: 301003E/E300005

For and on behalf of
IndusInd Financial Inclusion Limited

Romesh Sobti
Chairman
DIN- 00031034

Suhail Chander
Director
DIN- 06941577

Sanjay Mallik
Director
DIN- 08194530

Alok Desai
Company Secretary
Membership No: A47550

per Viren H Mehta
Partner
Membership No: 048749
Mumbai
May 20, 2019
Note 1 Notes forming part of financials statement

1.1 Corporate Information

A IndusInd Financial Inclusion Limited (‘IFIL’) was incorporated in August 6, 2018 under the Companies Act, 2013 with the purpose to act as business facilitator / business correspondent authorised agent of IndusInd Bank Limited (“IBL”). The Company is a wholly owned subsidiary of IBL.

B The financial statements of the company have been prepared in accordance with the generally accepted accounting principles in India (Indian GAAP). The company has prepared these financial statements to comply in all material respects with the Accounting Standards as per Companies (Accounting Standards) Rules, 2006 (as amended) specified under section 133 of the Companies Act 2013, read with the Companies (Accounts) Rules, 2014. The financial statements have been prepared on an accrual basis and under the historical cost convention.

1.2 Significant Accounting Policies

(1) Expenses

A Expenses are accounted on accrual basis and provisions are made for all known losses and liabilities.

B Preliminary Expenses

The Company has not commenced its business. Expenditure incurred on filing / legal fees regarding formation of the Company and all expenses incurred prior to the incorporation have been treated as Preliminary Expenses and the same is being charged off to Profit and loss account in current financial year

(2) Current tax and Deferred tax:

Tax expense for the period, comprising current tax and deferred tax, are included in the determination of the net profit or loss for the period. Current tax is measured at the amount expected to be paid to the tax authorities in accordance with the taxation laws prevailing in the respective jurisdictions. Current tax assets and current tax liabilities are offset when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle the asset and the liability on a net basis. Deferred tax assets and deferred tax liabilities are offset when there is a legally enforceable right to set off assets against liabilities representing current tax and where the deferred tax assets and the deferred tax liabilities relate to taxes on income levied by the same governing taxation laws.

1.3 Cash and Cash equivalents

Cash and cash equivalents comprises of Cash in Hand and Balances with Bank

1.4 Earnings Per Share

Earnings per share is calculated by dividing the Net Profit or Loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the year. Diluted earnings per equity share are computed using the weighted average number of equity shares and dilutive potential equity shares outstanding as at end of the year.
## Note 2 - Share Capital

<table>
<thead>
<tr>
<th>Description</th>
<th>Amount in Rs.</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Authorised Capital</strong></td>
<td></td>
</tr>
<tr>
<td>5,00,00,000 equity shares of Rs. 10 each</td>
<td>50,00,00,000</td>
</tr>
<tr>
<td><strong>Issued, Subscribed and Paid Up Capital</strong></td>
<td></td>
</tr>
<tr>
<td>7 equity shares of Rs. 10 each, fully paid</td>
<td>70</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td>70</td>
</tr>
</tbody>
</table>

## Note 3 - Reserves and Surplus

<table>
<thead>
<tr>
<th>Description</th>
<th>Amount in Rs.</th>
</tr>
</thead>
<tbody>
<tr>
<td>Surplus i.e., balance in Statement of Profit and Loss</td>
<td>(61,39,886)</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td>(61,39,886)</td>
</tr>
</tbody>
</table>

## Note 4 - Other Liabilities

<table>
<thead>
<tr>
<th>Description</th>
<th>Amount in Rs</th>
</tr>
</thead>
<tbody>
<tr>
<td>Amount payable to IndusInd Bank Limited</td>
<td>60,49,886</td>
</tr>
<tr>
<td>Others</td>
<td>1,00,000</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td>61,49,886</td>
</tr>
</tbody>
</table>

## Note 5 - Cash and Cash equivalents

<table>
<thead>
<tr>
<th>Description</th>
<th>Amount in Rs</th>
</tr>
</thead>
<tbody>
<tr>
<td>Cash at Bank</td>
<td>70</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td>70</td>
</tr>
</tbody>
</table>

## Note 6 - Other Current Asset

<table>
<thead>
<tr>
<th>Description</th>
<th>Amount in Rs</th>
</tr>
</thead>
<tbody>
<tr>
<td>Security Deposit with NSDL</td>
<td>10,000</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td>10,000</td>
</tr>
</tbody>
</table>

## Note 7 - Other Expenditure

The Company was incorporated on August 6, 2018 and has not started any commercial operation during the year ended March 31, 2019. The expenditure incurred by the Company mainly includes the registration, stamp duty, legal and professional fee payable towards incorporation of the Company, and legal, professional and administrative expenses incurred to hold the NCLT Convened Extraordinary General Meeting.

<table>
<thead>
<tr>
<th>Description</th>
<th>Amount in Rs</th>
</tr>
</thead>
<tbody>
<tr>
<td>Statutory Auditor's Fee</td>
<td>1,00,000</td>
</tr>
<tr>
<td>Law Charges</td>
<td>48,82,566</td>
</tr>
<tr>
<td>Professional charges</td>
<td>11,34,506</td>
</tr>
<tr>
<td>Printing &amp; Stationary</td>
<td>1,000</td>
</tr>
<tr>
<td>Postage &amp; Telegram</td>
<td>1,864</td>
</tr>
<tr>
<td>Other Expense</td>
<td>19,950</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td>61,39,886</td>
</tr>
</tbody>
</table>
Note 8 Composite Scheme of Arrangement (Scheme)

On 14 August 2018, the Board of Directors approved a Composite Scheme of Arrangement (Scheme) involving merger of Bharat Financial Inclusion Limited with IndusInd Bank Limited and a transfer of the Business Correspondent undertaking to the Company on a Slump Exchange basis. Pursuant to an order of National Company Law Tribunal (NCLT), on 7 December 2018, the shareholders of the Company have approved the Scheme. The petition filed with NCLT to sanction the Scheme was heard on 23 April 2019 and the matter is reserved for final order. Accordingly, the proposed Scheme has not been given effect to in the financial statements for the year ended March 31, 2019.

Note 9

No Comparative numbers for previous year are given as this is first year of company incorporation.

As per our report of even date

For S R Batliboi & Co. LLP
Chartered Accountants
Firm Registration No: 301003E/E300005

For and on behalf of
IndusInd Financial Inclusion Limited

Romesh Sobti
Chairman
DIN- 00031034

Suhail Chander
Director
DIN- 06941577

per Viren H Mehta
Partner
Membership No: 048749

Mumbai
May 20, 2019

Sanjay Mallik
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Company Secretary
Membership No: A47550