

**INDEPENDENT AUDITORS' REPORT
TO THE MEMBERS OF
UJJIVAN FINANCIAL SERVICES PRIVATE LIMITED**

Report on the Financial Statements

We have audited the accompanying financial statements of **UJJIVAN FINANCIAL SERVICES PRIVATE LIMITED** ("the Company"), which comprise the Balance Sheet as at March 31, 2015 the Statement of Profit and Loss and the 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 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 Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. 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 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.

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 financial statements are free from material misstatement.

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An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor's 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 financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on whether the Company has in place an adequate internal financial controls system over financial reporting and the operating effectiveness of such controls. 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 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 financial statements.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2015, and its profit 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, 2015 ("the Order") issued by the Central Government in terms of Section 143(11) of the Act, we give in the Annexure a statement on the matters specified in paragraphs 3 and 4 of the Order.
2. As required by Section 143 (3) of the Act, we report that:
 - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - (c) The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
 - (d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
 - (e) On the basis of the written representations received from the directors as on March 31, 2015 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2015 from being appointed as a director in terms of Section 164 (2) of the Act.

- (f) 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 25.1 to the financial statements
 - ii. The Company did not have any outstanding long-term contracts including derivative contracts as at March 31, 2015 for which there were any material foreseeable losses and
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

For DELOITTE HASKINS & SELLS
Chartered Accountants
(Firm's Registration No. 008072S)

S. Sundaresan

S. Sundaresan
Partner
(Membership No. 25776)

BANGALORE , JUNE 4, 2015

ANNEXURE TO THE AUDITORS' REPORT

(Referred to in paragraph under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)

Having regard to the nature of the Company's business / activities / result during the year clauses ii, v, and vi of paragraph 3 of the Order are not applicable to the company

1. In respect of its fixed assets,
 - a. The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
 - b. Fixed assets were physically verified during the year by the management in accordance with a regular programme of verification which, in our opinion, provides for physical verification of all the fixed assets at reasonable intervals. According to the information and explanations given to us, no material discrepancies were noticed on such verification.
2. The Company has not granted any loans, secured or unsecured, to companies, firms or other parties covered in the Register maintained under Section 189 of the Companies Act, 2013.
3. In our opinion and according to the information and explanations given to us, there is an adequate internal control system commensurate with the size of the Company and the nature of its business for the purchase of fixed assets and sale of services and during the course of our audit we have not observed any failure to correct major weakness in such internal control system. There was no purchase of inventory and sale of goods during the year.
4. According to the information and explanations given to us in respect of statutory dues:
 - a. The Company has been generally regular in depositing undisputed statutory dues including Provident Fund, Employees' State Insurance, Income-tax, Sales Tax, Wealth Tax, Service Tax, Customs Duty, Excise Duty, Value Added Tax, Cess and other material statutory dues applicable to it with the appropriate authorities during the year except for delays in certain months for remittance of Provident Fund and Professional tax.
 - b. There were no undisputed amounts payable in respect of Provident Fund, Employees' State Insurance, Income-tax, Sales Tax, Wealth Tax, Service Tax, Customs Duty, Excise Duty, Value Added Tax, Cess and other material statutory dues in arrears as at March 31, 2015 for a period of more than six months from the date they became payable.
 - c. There are no dues of Income-tax, Sales Tax, Wealth Tax, Service Tax, Customs Duty, Excise Duty, Value Added Tax and Cess which have not been deposited as on March 31, 2015 on account of disputes.
 - d. There are no amounts that are due to be transferred to the Investor Education and Protection Fund in accordance with the relevant provisions of the Companies Act, 1956 (1 of 1956) and Rules made thereunder.

5. The Company does not have accumulated losses at the end of the financial year and the Company has not incurred cash losses during the financial year covered by our audit and in the immediately preceding financial year.
6. In our opinion and according to the information and explanations given to us, the Company has not defaulted in the repayment of dues to financial institutions, banks and debenture holders.
7. According to the information and explanations given to us, the Company has not given guarantees for loans taken by others from banks and financial institutions.
8. In our opinion and according to the information and explanations given to us, the term loans have been applied by the Company during the year for the purposes for which they were obtained, other than temporary deployment pending application.
9. To the best of our knowledge and according to the information and explanations given to us, the management has identified fraud relating to misappropriation of funds by certain employees which is estimated at Rs.1,411,065/- of which Rs.548,913/- has been recovered on the Balance Sheet date and no fraud by the Company has been noticed or reported during the year

For DELOITTE HASKINS & SELLS
Chartered Accountants
(Firm's Registration No. 008072S)

S. Sundaresan

S. Sundaresan
Partner
(Membership No. 25776)

BANGALORE , JUNE 4, 2015

UJJIVAN FINANCIAL SERVICES PRIVATE LIMITED

BALANCE SHEET AS AT MARCH 31, 2015

(Amount in Rupees)

Particulars	Note No.	As at	
		March 31, 2015	March 31, 2014
I. EQUITY AND LIABILITIES			
(1) Share Holder's Funds:			
(a) Share Capital	3	861,329,690	655,813,630
(b) Reserves and Surplus	4	6,503,170,122	3,069,458,262
		7,364,499,812	3,725,271,892
(2) Non-Current Liabilities			
(a) Long-term borrowings	5	12,830,934,384	5,651,471,277
(b) Long-term provisions	6	59,489,303	22,963,636
		12,890,423,687	5,674,434,913
(3) Current Liabilities			
(a) Short-term borrowings	7	45,034,516	19,274,168
(b) Trade payables	8	117,838,474	50,585,501
(c) Other current liabilities	9	18,919,536,772	11,083,272,760
(d) Short-term provisions	10	425,258,790	234,176,292
		19,507,668,552	11,387,308,721
Total		39,762,592,051	20,787,015,526
II. Assets			
(1) Non-current assets			
<i>(a) Fixed assets</i>			
(i) Tangible assets	11A	142,295,830	98,082,075
(ii) Intangible assets	11B	37,169,940	29,169,333
		179,465,770	127,251,408
(b) Non-current investments	12	1,010,000	1,010,000
(c) Deferred tax assets (net)	26.6	152,784,274	68,320,423
(d) Long-term loans and advances	13	68,457,231	51,130,686
(e) Other non-current assets	14	6,055,062,268	2,461,143,551
		6,277,313,773	2,581,604,660
(2) Current assets			
(a) Receivables under financing activity	15	26,298,950,587	13,876,137,361
(b) Cash and Bank Balances	16	6,377,836,212	3,866,406,425
(c) Short-term loans and advances	17	206,621,538	106,217,035
(d) Other current assets	18	422,404,171	229,398,637
		33,305,812,508	18,078,159,458
Total		39,762,592,051	20,787,015,526
See accompanying notes forming part of the financial statements	1-31		

In terms of our report attached

For Deloitte Haskins & Sells
Chartered Accountants

S. Sundaresan

S Sundaresan
Partner

For and on behalf of the Board of Directors

Samit Ghosh

Samit Ghosh
Managing Director

Sunil Patel

Sunil Patel
Director

Sanjeev Barnwal

Sanjeev Barnwal
Company Secretary

Sudha Suresh

Sudha Suresh
Chief Financial Officer

Place: Bangalore

Date: June 04, 2015



UJJIVAN FINANCIAL SERVICES PRIVATE LIMITED

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED MARCH 31, 2015

(Amount in Rupees)

Particulars	Note No.	Year ended March 31, 2015	Year ended March 31, 2014
A. INCOME			
(a) Income from Operations	19	5,993,165,034	3,478,892,385
(b) Other Income	20	125,635,557	97,734,887
Total Income (A)		6,118,800,591	3,576,627,272
B. EXPENDITURE			
(a) Employee benefits expense	21	1,327,695,558	814,912,916
(b) Administrative and Other Expenses	22	654,271,391	360,369,530
(c) Finance cost	23	2,713,806,964	1,448,546,685
(d) Depreciation and amortisation expenses	11	67,417,317	31,467,170
(e) Provision / write off for receivables under financing activity	24	210,476,682	82,922,821
Total Expenditure (B)		4,973,667,912	2,738,219,122
Profit Before Tax (A - B)		1,145,132,679	838,408,150
Tax expenses			
(a) Current tax expenses		470,000,000	317,000,000
(b) Provision for tax of earlier year		(1,952,646)	(836,236)
(c) Deferred Tax	26.6	(80,802,636)	(28,130,625)
Profit for the Year		757,887,961	550,375,011
Earnings per Equity Share:	26.5		
(a) Basic		11.24	8.39
(b) Diluted		10.62	7.89
See accompanying notes forming part of the financial statements	1-31		

In terms of our report attached

For Deloitte Haskins & Sells
Chartered Accountants

S. Sundaresan

S Sundaresan
Partner

For and on behalf of the Board of Directors

Samit Ghosh

Samit Ghosh
Managing Director

Sunil Patel

Sunil Patel
Director

Sanjeev Barnwal

Sanjeev Barnwal
Company Secretary

Sudha Suresh

Sudha Suresh
Chief Financial Officer

Place: Bangalore
Date: June 04, 2015



UJJIVAN FINANCIAL SERVICES PRIVATE LIMITED

CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2015

(Amount in Rupees)

Particulars	Year ended March 31, 2015	Year ended March 31, 2014
Net Profit as per Statement of Profit & Loss	1,145,132,679	838,408,150
Adjustments for		
Depreciation and amortisation expenses	67,417,317	31,467,170
Profit on Sale of investment	(44,659,163)	(29,504,843)
Bad debts written off reversed	(10,078,002)	(8,921,787)
Provision for Receivables under Financing Activities	204,504,597	81,379,233
Provision for advances	1,842,465	2,448,312
Advances written off	928,190	152,820
Fixed assets written off	852,563	52,203
Interest on fixed deposits	(68,374,237)	(34,458,567)
Loss /(Profit) on sale of Fixed Assets	432,585	4,871,664
Operating Profit before Working capital changes	1,297,998,994	885,894,355
Changes in working capital:		
(Increase) / Decrease in Receivables under Financing Activity	(12,422,813,226)	(4,402,182,587)
(Increase) / Decrease in Loans and advances	(116,656,710)	(64,947,449)
(Increase) / Decrease in Other assets	(3,780,615,695)	(541,460,718)
Increase / (Decrease) in Trade payables	67,252,973	2,600,429
Increase / (Decrease) in Other current liabilities	323,397,511	43,954,098
Increase / (Decrease) in Short-term provisions	179,424,326	68,077,272
(Increase) / Decrease in Long-term provisions	(157,900,928)	(61,101,600)
Cash flow from operations	(14,609,912,755)	(4,069,166,200)
Tax paid	(469,808,479)	(313,696,349)
Net Cash from operating activities (A)	(15,079,721,234)	(4,382,862,549)
Cash flows from Investing activities		
Investments in shares		(10,000)
Purchase of investments	(16,975,050,009)	(7,874,609,992)
Sale of investments	17,019,709,173	7,904,114,835
Purchase of Fixed Assets	(137,511,439)	(53,193,429)
Sale of Fixed Assets	1,978,171	940,279
Interest on fixed deposits	66,434,482	29,130,142
Net Cash from investing activities (B)	(24,439,622)	6,371,835
Cash flows from financing activities		
Proceeds from issue of share capital & securities premium (net)	2,940,284,001	-
Dividend and Dividend Tax Paid	(38,414,508)	(19,239,665)
Borrowings from banks / others	28,031,942,584	13,601,774,170
Repayment of Borrowings from banks / others	(13,313,852,634)	(7,076,766,093)
Net Cash from financing activities (C)	17,619,959,443	6,505,768,412
Net increase / (decrease) in cash and cash equivalents (A) + (B) + (C)	2,515,798,587	2,129,277,698
Balance of cash - Opening	3,862,037,625	1,732,759,927
Balance of cash - Closing	6,377,836,212	3,862,037,625

Notes :

- The above cash flow statement has been prepared under the "Indirect Method" as set out in Accounting Standard-3 Cash Flow Statements'.
- Cash & cash equivalents at year end includes Rs.14,110,750/- (P.Y.Rs.19,341,941/-) in balance with banks, which is used only for repayment of security deposit of customer.
- Refer note 16 for items included in cash & cash equivalents.

For Deloitte Haskins & Sells
Chartered Accountants

S. Sundaresan

S Sundaresan
Partner

Place: Bangalore
Date: June 04, 2015



For and on behalf of the Board of Directors

Samit Ghosh

Samit Ghosh
Managing Director

Sanjeev Barnwal
Sanjeev Barnwal
Company Secretary

Sunil Patel

Sunil Patel
Director

Sudha Suresh
Sudha Suresh
Chief Financial Officer



1 CORPORATE INFORMATION

Ujjivan Financial Services Private Limited is a Private Limited Company domiciled in India and incorporated under the provisions of the Companies Act, 1956. Ujjivan is a Microfinance institution serving the economically active poor in urban and semi-urban areas. Ujjivan holds a valid certificate of registration dated October 31, 2005 issued by the Reserve Bank of India. The Company has received registration as NBFC-MFI under Non-Banking Financial Company Micro Finance Institutions (NBFC - MFIs) directions on September 5th 2013. Ujjivan has its headquarters in Bangalore with regional offices in New Delhi, Kolkata and Pune. It has 423 branches in 24 states and Union Territories across India as on March 31, 2015.

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

1. Basis of preparation

The Financial statements of the company have been prepared in accordance with Generally Accepted Accounting Principles in India (Indian GAAP) to comply with accounting standard specified under Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014 and the relevant provisions of the Companies Act 2013 ('the 2013 Act') / Companies Act 1956 ('the 1956 Act') as applicable. The accounting policies adopted in the preparation of the financial statements are consistent with those followed in the previous year. The financial statements have been prepared on an accrual basis under the historical cost convention and considering the directions issued by the Reserve Bank of India (RBI) to the extent applicable to the Company.

2. Use of estimates

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

3. Cash flow statement

The Cash Flow are reported using the indirect method, whereby profit / (loss) before tax is adjusted for the effects of transactions of non cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flow from operating, investing and financing activities of the company are segregated based on available information.

Cash and cash equivalents (for the purpose of cash flow statement)

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

4. Tangible and Intangible assets

Fixed assets are stated at cost, net of accumulated depreciation. The cost of an asset comprises its purchase price (net of capital grants) and any cost directly attributable to bringing the asset to its working condition and location for its intended use. Subsequent expenditure on fixed assets after its purchase is capitalised only if such expenditure results in an increase in the future benefits from such asset beyond its previously assessed standard of performance

5. Depreciation and amortization

Depreciable amount for assets is the cost of an asset, or other amount substituted for cost, less its estimated residual value. Depreciation on tangible fixed assets has been provided on the straight-line method as per the useful life prescribed in Schedule II to the Companies Act, 2013. Leasehold improvements are amortised over the duration of the lease. The estimated useful life of the intangible assets and the amortisation period are reviewed at the end of each financial year and the amortisation period is revised to reflect the changed pattern, if any. (Refer Note 29)

6. Investments

Investments are classified into current investments and long term investments. Current investments are carried at lower of cost or fair value. Long term investments are carried individually at cost less provision made to recognize any decline, other than temporary, in the value of such investments. Cost of investments include acquisition charges such as brokerage, fees and duties



7.Receivables under Financing Activity

Receivables under financing activity include Business Loans, Family Loans, Housing Loans, Education loan, Live stock Loans, Bazaar Loans, Short term Business Loans, Individual Business Loans, Home Improvement Loan , Business Growth Loan,Agriculture Loan,Loyalty Business Loan and Loyalty Housing Loan. Loans are classified into 'Performing and Non-Performing' assets in terms of the Non Banking Financial Companies Prudential Norms (Reserve Bank) Directions, 1998 and NBFC, MFI directions (as applicable) issued by the Reserve Bank of India as amended from time to time.

8.Revenue Recognition

Revenue from Interest on loans financed by the Company is recognized on accrual basis, considering the directions issued by the Reserve Bank of India from time to time in terms of the Non Banking Financial Companies Prudential Norms (Reserve Bank) Directions, 1998. Loans are classified into 'Performing and Non-Performing' assets in terms of the said Directions.

Revenues from loan documentation and meeting charges are recognized as income on cash basis.

Revenue from interest income on fixed deposits with banks is recognized on time proportion basis taking into account the amount outstanding and the rate applicable.

Profit / premium arising at the time of securitisation of loan portfolio is amortised over the life of the underlying loan portfolio / securities and any loss arising therefrom is accounted for immediately. Income from interest strip (excess interest spread) is recognized in the statement of profit and loss account net of any losses when redeemed in cash.

9.Grants

Grants received towards acquisition of tangible and intangible assets are adjusted against the cost of the assets. Grants related to revenue are deducted from the related expenses. Grants against employee loans are included in Reserves and Surplus.

10. Employee benefits

Employee benefits includes provident fund, employee state insurance scheme, gratuity fund, compensated absences

a) Short term employee benefits including salaries, social security contributions, short term compensated absences (such as paid annual leave) where the absences are expected to occur within twelve months after the end of the period in which the employees render the related service, profit sharing and bonuses payable within twelve months after the end of the period in which the employees render the related services and non monetary benefits for current employees are estimated and measured on an undiscounted basis.

b) Defined Contribution Plan

Company's contributions to Provident Fund, Pension fund and employee state insurance scheme are considered as defined contribution plan and are charged as expense based on amount of contribution required to be made and when services are rendered by the employees.

c) Defined Benefit Plan

Liabilities for gratuity funded in terms of a scheme administered by the Life Insurance Corporation of India, are determined by Actuarial Valuation on Projected Unit Credit Method made at the end of each balance sheet date. Provision for liabilities pending remittance to the fund is carried in the Balance Sheet.

d) Long term employee benefits

Liability for compensated absences is provided based on actuarial valuation carried out at the end of the financial period using Projected Unit Credit Method and is not funded. Past service cost is recognized immediately to the extent that the benefits are already used and otherwise is amortised on straight line base over the average period until the benefits become vested. The retirement benefit obligation recognised in the balance sheet represents the present value of the defined benefits obligation as adjusted for unrecognised past service cost, as redeemed by the fair value of scheme assets.

Compensated absences which are not expected to occur within 12 months after the end of period in which the employee rendered the related services are recognised as a liability at the present value of the defined benefit obligations as at the balance sheet date.

Actuarial gains and losses are recognized immediately in the statement of Profit and Loss as income or expense in the period in which they occur. Past service cost is recognised immediately to the extent that the benefits are already vested and otherwise is amortised on a straight-line basis over the average period until the benefits become vested. The retirement benefit obligation recognised in the Balance Sheet represents the present value of the defined benefit obligation as adjusted for unrecognised past service cost, as reduced by the fair value of scheme assets. Any asset resulting from this calculation is limited to past service cost, plus the present value of available refunds and reductions in future contributions to the schemes.

11. Lease

Lease rentals under operating lease are charged to the Statement of Profit and Loss on straight line basis over the lease term.

Assets leased by the company in its capacity as a lessee, which substantially all the risk and rewards of ownership vest in the company are classified as finance leases. Lease arrangements where risk and rewards incidental to ownership of an assets substantially vest with the lesser are recognised operating leases.



12. Earnings per share

In determining the earnings per share, the Company considers the net profit / (loss) after tax. The number of shares used in computing basic earnings per share is the weighted average number of shares outstanding during the year. The number of shares used in computing diluted earnings per share comprises the weighted average shares considered for deriving basic earnings per share and the weighted average number of equity shares that could have been issued on the conversion of all dilutive potential equity shares. Potential equity shares are deemed to be diluted only if their conversion to equity share would decrease the net profit per share from continuing ordinary operations. Diluted potential equity shares are determined independently for the each period presented.

13. Borrowing costs

Borrowing costs attributable to qualifying assets (assets which require substantial period of time to get ready for their intended use) are capitalized as part of the cost of such assets. All other borrowing costs are charged to revenue.

14. Taxes

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

Deferred tax is recognised on timing differences, being the differences between the taxable income and the accounting income that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax is measured using the tax rates and the tax laws enacted or substantively enacted as at the reporting date. Deferred tax liabilities are recognised for all timing differences. Deferred tax assets are recognised for timing differences of items other than unabsorbed depreciation and carry forward losses only to the extent that reasonable certainty exists that sufficient future taxable income will be available against which these can be realised. However, if there are unabsorbed depreciation and carry forward of losses and items relating to capital losses, deferred tax assets are recognised only if there is virtual certainty supported by convincing evidence that there will be sufficient future taxable income available to realise the assets. Deferred tax assets and liabilities are offset if such items relate to taxes on income levied by the same governing tax laws and the Company has a legally enforceable right for such set off. Deferred tax assets are reviewed at each balance sheet date for their realisability.

15. Provisions and Contingent Liabilities

A provision is recognized when an enterprise has a present obligation as a result of past event, it is probable that an outflow of resources will be required to settle the obligation, in respect of which a reliable estimate can be made. Provisions are not discounted to its present value and are determined based on best estimate required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates.

Contingent liabilities are disclosed in notes. Contingent assets are not recognised in the financial statements

16. Employee Stock Option Plan

The Company has Employee Stock Option Plans for the benefit of its employees. Options granted in terms of the Stock option plans on or after April 1, 2005 are accounted in accordance with the Guidance Note on Accounting for Employee Share Based Payment Plans issued by the Institute of Chartered Accountants of India (ICAI). The difference between the intrinsic value of the stock option granted on or after April 1, 2005 and exercise price, if any, is expensed as "Employee Compensation" over the period of vesting.

17. Operating Cycle

Based on the nature of activities of the company and normal time between acquisition of assets their realisation of cash and cash equivalent, The company has determined operating cycle as 12 months for the purpose of classification of its assets and liabilities as current and non current.



Note 3 - Share Capital

(Amount in Rupees)

Particulars	As at March 31, 2015	As at March 31, 2014
Authorised 100,000,000 Equity Shares of Rs.10/- each (P.Y.75,000,000 Equity Shares of Rs.10/- each)	1,000,000,000	750,000,000
Issued 86,132,969 Equity Shares of Rs.10/- each (P.Y.65,581,363 Equity Shares of Rs.10/- each)	861,329,690	655,813,630
Subscribed & fully Paid up 86,132,969 Equity Shares of Rs.10/- each (P.Y.65,581,363 Equity Shares of Rs.10/- each)	861,329,690	655,813,630
Total	861,329,690	655,813,630

i) Reconciliation of the number of equity shares outstanding at the beginning and at the end of the year

	Number of shares March 31, 2015	Number of shares March 31, 2014
Number of shares outstanding at the beginning of the year	65,581,363	65,581,363
Add: Additional shares issued during the year	20,551,606	-
Number of shares outstanding at the end of the year	86,132,969	65,581,363

ii) Reconciliation of equity share capital outstanding at the beginning and at the end of the year

	Amount in Rs. March 31, 2015	Amount in Rs. March 31, 2014
Share capital outstanding at the beginning of the year	655,813,630	655,813,630
Add: Share capital issued during the year	205,516,060	-
Share capital outstanding at the end of the year	861,329,690	655,813,630

iii) Number of shares held by each shareholder holding more than 5% shares in the Company are as follows:

Class of shares / Name of the shareholder	Number of shares as at March 31, 2015	Number of shares as at March 31, 2014
Equity Shares:		
CDC Group Plc	10,932,696	-
Alena Private Limited	9,207,251	-
NewQuest Asia Investments II Limited	8,199,522	-
Elevar Equity Mauritius	6,355,684	5,535,732
Lok Capital II LLC	5,870,426	5,870,426
International Finance Corporation	10,202,406	7,894,737
Women's World Banking Capital Partners.L.P. (formerly known as WWB ISIS Fund Limited Partnership)	5,406,628	4,290,610
Mauritius Unitus Corporation	-	4,869,476
Sequoia Capital India Investments III	-	9,529,376
WCP Holdings III	-	7,017,544
Nederlandse Financierings-Maatschappij Voor Ontwikkelingslanden N.V	-	6,120,000
India Financial Inclusion Fund	-	5,896,182
Bajaj Holdings & Investment Limited	5,124,702	-

iv) The company has only one class of equity shares with voting rights (one vote per share). The distribution of dividend is in proportion to the number of equity shares held by the shareholders.



Ujjivan Financial Services Private Limited
Notes forming part of financial statements

Note 4 - Reserves & Surplus

(Amount in Rupees)

Particulars	As at March 31, 2015	As at March 31, 2014
a. Securities Premium Account		
Opening Balance	2,083,988,099	2,083,988,099
Add : Premium on shares issued during the year	2,802,211,478	-
Less : Utilised during the year for Writing off shares issue expenses	67,443,537	-
Closing Balance	4,818,756,040	2,083,988,099
b. Other Reserves - Statutory Reserve *		
Opening Balance	223,306,413	113,231,411
Add: Additions during the year	151,577,592	110,075,002
Closing Balance	374,884,005	223,306,413
c. Other Reserves - Employee Loan Grant	1,300,000	1,300,000
d. Surplus in Statement of Profit and Loss		
Opening balance	760,863,750	359,036,185
Add: Profit for the year	757,887,961	550,375,011
Less: Dividends proposed to be distributed	43,066,485	32,790,682
Less: Tax on proposed Dividend	8,767,323	5,572,776
Less: Tax on Dividend of earlier year	-	108,986
Less: Depreciation adjustment (Refer Note No. 29)	7,110,234	-
Less: Transferred to statutory reserve	151,577,592	110,075,002
Closing Balance	1,308,230,077	760,863,750
Total	6,503,170,122	3,069,458,262

* Transfer of 20% of the profit after Tax to the statutory reserves in accordance with the provisions of section 45 – IC Reserve Bank of India Act,1934.



Ujjivan Financial Services Private Limited
Notes forming part of financial statements

Note 5 - Long-term Borrowings

(Amount in Rupees)

Particulars	As at March 31, 2015	As at March 31, 2014
(a) Non Convertible Debentures		
Secured		
40 (PY. 40) 12.75% Secured Redeemable Non Convertible Debentures of Rs.10,000,000/- each redeemable at par at the end of 3 years from the date of allotment July 31, 2013 (Refer Note (i) below)	400,000,000	400,000,000
Nil (PY. 330) 12.75% Secured Redeemable Non Convertible Debentures of Rs.1,000,000/- each redeemable at par at the end of 2 years from the date of allotment August 30, 2013 (Refer Note (i) below)	-	330,000,000
600 (PY. Nil) 12.60% Secured Redeemable Non Convertible Debentures of Rs.1,000,000/- each redeemable at par at the end of 5 years from the date of allotment July 01, 2014 (Refer Note (i) below)	600,000,000	-
500 (PY. Nil) 13.65% Secured Redeemable Non Convertible Debentures of Rs. 1,000,000/- each redeemable at par at the end of 2 years from the date of allotment December 12, 2014 (Refer Note (i) below)	500,000,000	-
400 (PY.Nil) 13.25% Secured Redeemable Non Convertible Debentures of Rs. 1,000,000/- each redeemable at par Rs. 15 crs by December 26, 2016 and Rs. 25 crs by December 26, 2017 from the date of allotment December 26,2014 (Refer Note (i) below)	400,000,000	-
750 (PY.Nil) 13.00% Secured Redeemable Non Convertible Debentures of Rs. 1,000,000/- each redeemable at par Rs. 18.75 Crs by September 20, 2015, 18.75 Crs by March 20, 2016, 18.75 Crs by September 20, 2016 and Rs. 18.75 Crs by March 20, 2017 from the date of allotment March 20, 2015 (Refer Note (i) below)	375,000,000	-
	2,275,000,000	730,000,000
(b) Term loans		
Secured		
from Banks (Refer Note (ii) below)	7,774,185,538	4,294,939,597
from NBFCs (Refer Note (ii) below)	1,130,315,283	-
from other parties (Refer Note (ii) below)	1,151,433,563	591,531,680
	10,055,934,384	4,886,471,277
Unsecured		
from other parties (Refer Note (ii) below)	500,000,000	35,000,000
	500,000,000	35,000,000
	10,555,934,384	4,921,471,277
Total	12,830,934,384	5,651,471,277

i) Debentures are secured by hypothecation of book debts.



(ii) Terms of repayment for borrowings including current maturities :

Secured			Amount Outstanding (Rs.) March 31, 2015	
Terms of Repayment and Interest			Current	Non Current
Rate of Interest	Maturity	Instalments		
Repayable in Monthly Instalments				
Base Rate + 1.00%	< 1 Year 2 Year	12 12	250,000,000	250,000,000
Base Rate + 1.25%	< 1 Year 2 Year	12 10	60,000,000	50,000,000
Base Rate + 1.50%	< 1 Year 2 Year	12 5	260,869,565	108,695,654
Base Rate + 1.55%	< 1 Year	2	12,500,000	-
Base Rate + 1.65%	< 1 Year 2 Year	23 5	133,750,000	27,083,331
Base Rate + 1.70%	< 1 Year 2 Year	33 22	548,333,333	297,361,112
Base Rate + 1.75%	< 1 Year 2 Year	57 21	1,174,476,151	540,315,538
Base Rate + 1.85%	< 1 Year	7	145,833,339	-
Base Rate + 1.90%	< 1 Year	12	75,000,000	-
Base Rate + 1.95%	< 1 Year	15	173,333,339	-
Base Rate + 2.00%	< 1 Year 2 Year 3 Year	74 49 10	1,344,710,130	822,916,676 180,555,561
Base Rate + 2.05%	< 1 Year	9	75,000,005	-
Base Rate + 2.25%	< 1 Year 2 Year 3 Year	107 48 6	2,452,613,876	1,049,252,000 45,446,316
Base Rate + 2.30%	< 1 Year	1	8,333,676	-
Base Rate + 2.50%	< 1 Year 2 Year 3 Year	65 22 3	767,164,454	368,266,666 46,400,000
Base Rate + 2.80%	< 1 Year	8	180,796,107	-
Base Rate + 3.00%	< 1 Year 2 Year	35 22	1,298,666,685	699,999,998

Repayable in Quarterly Instalments				
Base Rate + 1.25%	< 1 Year 2 Year	4 4	100,000,000	100,000,000
Base Rate + 1.50%	< 1 Year 2 Year	8 6	525,000,000	425,000,000
Base Rate + 1.75%	< 1 Year	9	509,987,639	-
Base Rate + 1.85%	< 1 Year 2 Year	3 4	321,428,571	428,571,429
Base Rate + 2.00%	< 1 Year 2 Year 3 Year	12 8 5	391,250,000	130,000,000 92,500,000
Base Rate + 2.05%	< 1 Year 2 Year	4 4 4	83,333,333	83,333,334 83,333,334
Base Rate + 2.10%	< 1 Year	2	50,000,000	-
Base Rate + 2.25%	< 1 Year 2 Year	14 6	1,616,071,429	589,285,714
Base Rate + 2.30%	< 1 Year 2 Year	12 5	405,000,000	158,750,000
Base Rate + 2.35%	< 1 Year 2 Year	4 3	285,714,285	214,285,714
Base Rate + 2.50%	< 1 Year 2 Year	11 8	720,499,382	774,500,000
Base Rate + 2.60%	< 1 Year	4	82,500,000	-
Base Rate + 2.75%	< 1 Year	2	20,000,000	-
Base Rate + 2.80%	< 1 Year 2 Year 3 Year	15 4 2	439,583,333	83,333,333 41,666,667
Base Rate + 3.00%	< 1 Year	4	450,000,000	-
Base Rate + 3.05%	< 1 Year 2 Year	4 4	83,333,334	83,333,161
Repayable in Bullet				
Base Rate + 1.75%	< 1 Year	1	600,000,000	-
Base Rate + 2.60%	< 1 Year	1	250,000,000	-
Total			15,895,081,966	7,774,185,538



(ii) Terms of repayment for borrowings including current maturities :

Terms of Repayment and Interest			Amount Outstanding (Rs.)	
			March 31, 2015	
Rate of Interest	Maturity	Instalments	Current	Non Current
Borrowings from NBFCs				
Repayable in Monthly Instalments				
Interest Rate - 12.25%	< 1 Year	11	119,565,217	130,434,783
	2 Year	12		
Interest Rate - 12.50%	< 1 Year	18	143,982,766	196,612,346
	2 Year	24		
	3 Year	12		
Interest Rate - 13.00%	< 1 Year	11	119,565,217	130,434,783
	2 Year	12		
Interest Rate - 13.75%	< 1 Year	24	157,354,959	63,428,484
	2 Year	10		
Repayable in Bullet				
Interest Rate - 13.75%	> 1 Year	1		500,000,000
Total			540,468,159	1,130,315,283
Borrowings from Others				
Repayable in Monthly Instalments				
Interest Rate - 11%	< 1 Year	12	20,658,120	3,353,560
	2 Year	5		
Interest Rate - 11.75%	< 1 Year	8	12,000,000	-
Interest Rate - 12.75%	< 1 Year	24	777,813,333	481,413,336
	2 Year	17		
Total			810,471,453	484,766,896
Repayable in Bullet				
Interest Rate - 10.25%	< 1 Year	2	333,333,333	333,333,333
	2 Year	2		
	3 Year	2		
Total			333,333,333	666,666,667
Grand Total			1,143,804,786	1,151,433,563
Unsecured				
Borrowings from Others				
Repayable in Monthly Instalments				
Interest Rate - 4%	< 1 Year	6	57,400,000	-
Repayable in Bullet				
Interest Rate - 15%	> 3 Year	6	-	500,000,000
Total			57,400,000	500,000,000



(ii) Terms of repayment for borrowings including current maturities :

Secured			Amount Outstanding (Rs.) March 31, 2014	
Terms of Repayment and Interest			Current	Non Current
Rate of Interest	Maturity	Instalments		
Borrowings From Banks				
Repayable in Monthly Instalments				
Base Rate + 1.25%	< 1 Year	27	213,043,478	
Base Rate + 1.40%	< 1 Year	21	241,666,667	
	2 Year	15		173,333,333
Base Rate + 1.50%	< 1 Year	36	285,714,286	
Base Rate + 1.55%	< 1 Year	12	75,000,000	
	2 Year	2		12,500,000
Base Rate + 1.65%	< 1 Year	12	75,000,000	
	2 Year	11		68,750,000
Base Rate + 1.75%	< 1 Year	36	375,000,000	
	2 Year	33		333,333,333
Base Rate + 1.85%	< 1 Year	12	250,000,000	
	2 Year	7		145,833,333
Base Rate + 1.9%	< 1 Year	12	75,000,000	
	2 Year	12		75,000,000
Base Rate + 2%	< 1 Year	11	149,456,522	
	2 Year	12		163,043,477
Base Rate + 2.05%	< 1 Year	12	100,000,000	
	2 Year	9		75,000,000
Base Rate + 2.2%	< 1 Year	5	49,922,668	
Base Rate + 2.25%	< 1 Year	104	1,637,216,667	
	2 Year	62		765,166,666
	3 Year	3		22,500,000
Base Rate + 2.30%	< 1 Year	12	100,000,000	
	2 Year	1		8,333,333
Base Rate + 2.50%	< 1 Year	53	478,066,666	
	2 Year	41		365,683,346
Base Rate + 2.70%	< 1 Year	12	100,000,000	
	2 Year	12		100,000,000
Base Rate + 2.80%	< 1 Year	12	244,192,095	
	2 Year	8		180,796,110
Base Rate + 2.85%	< 1 Year	17	187,343,704	
Base Rate + 3%	< 1 Year	23	412,666,667	
	2 Year	5		94,000,000
Base Rate + 3.25%	< 1 Year	11	77,770,888	
				-



(ii) Terms of repayment for borrowings including current maturities :

Repayable in Quarterly Instalments				
Base Rate + 1.25%	< 1 Year	4	100,000,000	-
Base Rate + 1.60%	< 1 Year	3	235,714,286	-
Base Rate + 1.75%	< 1 Year	20	1,584,999,814	510,000,000
	2 Year	9		
Base Rate + 2.00%	< 1 Year	8	258,600,000	93,750,000
	2 Year	3		
Base Rate + 2.10%	< 1 Year	15	307,857,143	132,500,000
	2 Year	6		
Base Rate + 2.25%	< 1 Year	16	309,903,793	62,500,000
	2 Year	2		
Base Rate + 2.30%	< 1 Year	4	125,000,000	125,000,000
	2 Year	4		
Base Rate + 2.50%	< 1 Year	9	305,000,000	185,000,000 60,000,000
	2 Year	8		
	3 Year	4		
Base Rate + 2.60%	< 1 Year	8	112,500,000	-
Base Rate + 2.70%	< 1 Year	4	83,333,333	83,333,333 83,333,333
	2 Year	4		
	3 Year	4		
Base Rate + 2.75%	< 1 Year	4	39,988,353	20,000,000
	2 Year	2		
Base Rate + 2.8%	< 1 Year	12	375,000,000	356,250,000
	2 Year	11		
Repayable in Bullet				
Base Rate + 1.75%	< 1 Year	1	300,000,000	-
Base Rate + 2.5%	< 1 Year	1	250,000,000	-
Total			9,514,957,030	4,294,939,597

Terms of Repayment and Interest			Amount Outstanding (Rs.) March 31, 2014	
Rate of Interest	Maturity	Instalments	Current	Non Current
Borrowings from Others				
Repayable in Monthly Instalments				
Interest Rate - 11%	< 1 Year	12	18,000,000	12,000,000
	2 Year	8		
Interest Rate - 11.75%	< 1 Year	11	8,800,000	-
Interest Rate - 12.5%	< 1 Year	2	2,083,260	-
Interest Rate - 12.75%	< 1 Year	12	444,480,000	444,480,000 111,040,000
	2 Year	12		
	3 Year	3		
Interest Rate - 13%	< 1 Year	23	440,568,120	20,658,120 3,353,560
	2 Year	12		
	3 Year	5		
Total			913,931,380	591,531,680
Unsecured				
Borrowings from Others				
Repayable in Monthly Instalments				
Interest Rate - 4%	2 Year	6	-	35,000,000
Total				35,000,000



Ujjivan Financial Services Private Limited
Notes forming part of financial statements

Note 6 - Long-term Provisions

(Amount in Rupees)

Particulars	As at March 31, 2015	As at March 31, 2014
(a) Provision - Others		
(i) Provision for receivables under financing activity		
Provision for standard assets (Refer Note 25.5)	58,873,439	22,866,992
Provision for non performing assets (Refer Note 25.5)	615,864	96,644
Total	59,489,303	22,963,636

Note 7 - Short-term Borrowings

(Amount in Rupees)

Particulars	As at March 31, 2015	As at March 31, 2014
Cash Credit from Banks (refer Note (i) below)	45,034,516	19,274,168
Total	45,034,516	19,274,168

Note: i) Cash credit from banks are secured by hypothecation of book debts

Note 8 - Trade Payables

(Amount in Rupees)

Particulars	As at March 31, 2015	As at March 31, 2014
Trade payables	117,838,474	50,585,501
Total	117,838,474	50,585,501



Ujivan Financial Services Private Limited
Notes forming part of financial statements

Note- 9 Other current liabilities

(Amount in Rupees)

Particulars	As at March 31, 2015	As at March 31, 2014
(a) Current maturities of non convertible debentures (Refer Note (i) below)	705,000,000	400,000,000
(b) Provision for gratuity (net) (Refer Note 26.1)	25,470,955	14,726,517
(c) Current maturities of long-term debt (Refer Note (i) below)	17,636,754,911	10,428,888,410
(d) Interest accrued but not due on borrowings	216,468,638	98,930,433
(e) Other payables		
(i) Statutory remittances	31,617,948	16,398,443
(ii) Security deposits from customers	9,514,589	18,886,027
(iii) Unclaimed security deposits from customers	13,756,512	19,314,948
(iv) Deposit from vendors	125,000	125,000
(v) Other payables	280,828,219	86,002,982
Total	18,919,536,772	11,083,272,760

Note (i) :Current maturities of long term debts

Particulars	As at March 31, 2015	As at March 31, 2014
(a) Non Convertible Debentures *		
<u>Secured</u>		
230 debentures, 12.86% Secured Redeemable Non Convertible Debentures of Rs.1,000,000/- each redeemable at par at the end of 3 years from the date of allotment June 27, 2011	-	230,000,000
170 debentures, 12.75% Secured Redeemable Non Convertible Debentures of Rs.1,000,000/- each redeemable at par at the end of 1 year from the date of allotment August 30, 2013	-	170,000,000
330 (PY. Nil) 12.75% Secured Redeemable Non Convertible Debentures of Rs.1,000,000/- each redeemable at par at the end of 2 years from the date of allotment August 30, 2013	330,000,000	-
750 (PY.Nil) 13.00% Secured Redeemable Non Convertible Debentures of Rs. 1,000,000/-each redeemable at par Rs. 18.75 Crs by September 20, 2015, 18.75 Crs by March 20, 2016, 18.75 Crs by September 20, 2016 and Rs. 18.75 crs by March 20, 2017 from the date of allotment March 20, 2015	375,000,000	-
Total	705,000,000	400,000,000
(b) Term loans (Refer Note 5 (ii))		
From banks		
Secured	15,895,081,966	9,514,957,030
From Non Banking Financial Companies		
Secured	540,468,159	-
From other parties		
Secured	1,143,804,786	913,931,380
Unsecured	57,400,000	-
Total	17,636,754,911	10,428,888,410

*Debentures are secured by hypothecation of book debts.



Ujjivan Financial Services Private Limited
Notes forming part of financial statements

Note -10 Short-term provision

(Amount in Rupees)

Particulars	As at March 31, 2015	As at March 31, 2014
(a) Provision for employee benefits		
(i) Compensated absences	55,961,380	34,437,986
(b) Provision - Others		
(i) Provision for tax (net of advance tax Rs.927,200,486/- (as at March 31, 2014 Rs. 471,273,208/-)	20,799,514	22,560,642
(ii) Provision for proposed equity dividend	43,066,485	32,790,682
(iii) Provision for Tax on proposed equity dividend	8,767,323	5,623,826
(iv) Provision for receivables under financing activity		
Provision for standard assets (Refer Note 25.5)	279,813,055	129,254,778
Provision for non performing assets (Refer Note 25.5)	16,851,033	9,508,378
Total	425,258,790	234,176,292



(Amount in Rupees)

Ujjivan Financial Services Private Limited
Notes forming part of financial statements

Note 11 - Fixed assets

	Gross Block						Accumulated Depreciation & amortisation				Net Block	
	Balance as at April 1, 2014	Additions	Disposals	Balance as at March 31, 2015	Balance as at April 1, 2014	Depreciation / amortisation expense for the year	On disposals	Adjustment recorded against surplus balance in statement of P/L **	Balance as at March 31, 2015	Balance as at March 31, 2015	Balance as at March 31, 2014	
A												
Tangible Assets												
Computers	76,230,070 (61,635,101)	62,191,672 (14,916,555)	8,464,069 (321,586)	129,957,673 * (76,230,070) *	42,094,270 (31,402,198)	25,061,778 (10,891,992)	8,161,931 (199,920)	6,646,522	65,640,639 (42,094,270)	64,317,034 (34,135,800)	34,135,800	
Leasehold improvements	37,002,646 (32,017,635)	11,566,644 (10,706,668)	8,745,632 (5,721,657)	39,823,658 (37,002,647)	22,787,993 (20,373,277)	5,715,743 (5,359,157)	8,024,391 (2,944,441)	-	20,479,345 (22,787,993)	19,344,313 (14,214,652)	14,214,652	
Furniture and Fixtures	37,129,111 (29,379,168)	19,342,338 (8,500,297)	3,156,506 (750,354)	53,314,943 (37,129,111)	19,826,287 (15,477,281)	11,375,011 (4,767,057)	2,165,533 (418,051)	25,331	29,061,096 (19,826,287)	24,253,847 (17,302,824)	17,302,824	
Vehicles	2,415,507 (2,432,228)	6,133,009	1,697,301 (16,721)	6,851,215 * (2,415,507) *	992,545 (798,770)	792,519 (210,496)	795,518 (16,721)	-	989,546 (992,545)	5,861,669 (1,422,962)	1,422,962	
Office equipments	41,173,672 (33,312,943)	19,409,046 (11,403,669)	2,918,688 (3,542,940)	57,664,030 * (41,173,672) *	10,167,835 (7,938,464)	17,449,136 (3,139,350)	2,571,504 (909,979)	4,099,596	29,145,063 (10,167,835)	28,518,967 (31,005,837)	31,005,837	
Total (A)	193,951,006 (158,777,075)	118,642,709 (45,527,189)	24,982,196 (10,353,258)	287,611,519 (193,951,006)	95,868,930 (75,989,990)	60,394,187 (24,368,052)	21,718,877 (4,489,112)	10,771,449	145,315,689 (95,868,930)	142,295,830 (98,082,075)	98,082,075	
B												
Intangible Assets- others												
Computer software	53,224,381 (45,548,101)	15,023,737 (7,676,280)	-	68,248,118 (53,224,381)	24,055,048 (16,955,930)	7,023,130 (7,099,118)	-	-	31,078,178 (24,055,048)	37,169,940 (29,169,333)	29,169,333	
Total (B)	53,224,381 (45,548,101)	15,023,737 (7,676,280)	-	68,248,118 (53,224,381)	24,055,048 (16,955,930)	7,023,130 (7,099,118)	-	-	31,078,178 (24,055,048)	37,169,940 (29,169,333)	29,169,333	
Total (A) + (B)	247,175,387 (204,325,176)	133,666,446 (53,203,469)	24,982,196 (10,353,258)	355,859,637 (247,175,387)	119,923,978 (92,945,920)	67,417,317 (31,467,170)	21,718,877 (4,489,112)	10,771,449	176,393,867 (119,923,978)	179,465,770 (127,251,408)	127,251,408	

- * Net of grants received for purchase of computers Rs.1,433,435/- (PY - Rs. 1,550,000/-), Vehicles Rs.887,720/- (PY -Rs. 887,720/-) and Office equipments Rs.376,156/- (PY -Rs.74,290/-)
- ** In compliance with Companies Act 2013, carrying amount of the Asset shall be recognized in the opening balance of retained earnings where the remaining useful life of an asset is NIL
- All the tangible assets/ intangible assets are owned by the Company and are not on lease
- Amounts within brackets represent previous year's figures.



Ujjivan Financial Services Private Limited
Notes forming part of financial statements

Note 12 - Non-current investments

(Amount in Rupees)

Particulars	As at March 31, 2015	As at March 31, 2014
Trade Investments, at cost (Not quoted) in other entities		
Investment in equity instruments		
Alpha Micro Finance Consultants Pvt Ltd, 100,000 Equity shares (P.Y.100,000) of Rs.10/- each fully paid up	1,000,000	1,000,000
Ujjivan Social Services Foundation 1,000 Equity shares (P.Y. 1,000) of Rs.10/- each at cost fully paid up	10,000	10,000
Total	1,010,000	1,010,000
Aggregate amount of unquoted investments	1,010,000	1,010,000

Note 13 Long-term loans and advances

(Unsecured, Considered good unless otherwise stated)

(Amount in Rupees)

Particulars	As at March 31, 2015	As at March 31, 2014
(a) Capital advances	4,577,706	732,713
(b) Security Deposits	56,575,847	46,861,889
(c) Employees Loans and advances	7,303,678	3,486,011
(d) Prepaid expenses	-	50,073
Total	68,457,231	51,130,686

Note 14 Other non current assets

(Unsecured, considered good unless otherwise stated)

(Amount in Rupees)

Particulars	As at March 31, 2015	As at March 31, 2014
(a) Receivable under financing activity (long-term) unsecured (Refer Note 25.5)		
Considered good	5,887,343,934	2,296,363,583
Considered doubtful	615,864	178,394
(b) Interest accrued on long term deposits	2,211,269	3,200,858
(c) Term deposits (more than 12 months maturity) *	164,891,201	161,400,716
Total	6,055,062,268	2,461,143,551

* Under lien against loans availed by the Company.



Ujivan Financial Services Private Limited
Notes forming part of financial statements

Note-15 Trade receivables under financing activity

(Amount in Rupees)

Particulars	As at March 31, 2015	As at March 31, 2014
Unsecured		
Outstanding for a period less than six months from the date they are due for payment (Refer Note 25.5)		
Considered good	26,276,105,683	13,864,475,516
Considered doubtful	18,936,801	7,057,544
	26,295,042,484	13,871,533,060
Unsecured		
Outstanding for a period exceeding six months from the date they are due for payment (Refer Note 25.5)		
Considered good	-	-
Considered doubtful	3,908,103	4,604,301
	3,908,103	4,604,301
Total	26,298,950,587	13,876,137,361

i) Assets derecognised on account of securitization of receivables is Rs.554,464,340/- (P.Y.Nil)

Note - 16 Cash and Bank balances

(Amount in Rupees)

Particulars	As at March 31, 2015	As at March 31, 2014
I. Cash & Cash equivalents		
a) Cash in Hand	2,199,306	3,060,648
b) Cheques, drafts on hand	-	36,894
c) Balances with Banks		
(i) In Current account (Refer Note i below)	814,636,906	1,113,040,083
(ii) In deposit accounts with original maturity less than 3 months	5,561,000,000	2,745,900,000
	6,377,836,212	3,862,037,625
II. Other bank balances		
a) In earmarked deposits (Refer Note ii below)	-	4,368,800
	-	4,368,800
Total	6,377,836,212	3,866,406,425

Note

(i) Balance with banks of Rs.14,110,750/- (P.Y. Rs.19,341,941/-) which is used only for repayment of Security deposit of customers.

(ii) Under lien against loans availed by the Company.



Ujjivan Financial Services Private Limited
Notes forming part of financial statements

Note 17 Short-term loans and advances

(Amount in Rupees)

Particulars	As at March 31, 2015	As at March 31, 2014
(a) Deposits - Unsecured, considered good	439,058	147,255
(b) Loans and advances		
Unsecured, considered good	31,553,095	16,273,203
Unsecured, considered doubtful	1,574,593	974,831
	33,127,688	17,248,034
Less: Provision for doubtful loans and advances	1,574,593	974,831
	31,553,095	16,273,203
(c) Prepaid expenses	12,029,779	12,955,454
(d) Other advances *		
Unsecured, considered good	162,599,606	76,841,123
Unsecured, considered doubtful	5,780,476	4,537,773
	168,380,082	81,378,896
Less: Provision for doubtful advances	5,780,476	4,537,773
	162,599,606	76,841,123
Total	206,621,538	106,217,035

* includes insurance claim receivable, advance for expenses and amounts towards collateral for securitisation of receivables.

Note 18 Other current assets

(Amount in Rupees)

Particulars	As at March 31, 2015	As at March 31, 2014
(a) Interest accrued on		
(i) Fixed deposits	20,745,624	17,816,280
(ii) Receivables under financing activity	400,254,458	211,485,006
(b) Accrued income	1,404,089	97,351
Total	422,404,171	229,398,637



Ujjivan Financial Services Private Limited
Notes forming part of financial statements

Note 19 Income from Operations

(Amount in Rupees)

Particulars	Year ended March 31, 2015	Year ended March 31, 2014
Interest on loans	5,508,316,784	3,254,491,428
Loan processing fee	472,722,340	224,400,957
Other Financial Services	12,125,910	-
Total	5,993,165,034	3,478,892,385

Note 20 Other Income

(Amount in Rupees)

Particulars	Year ended March 31, 2015	Year ended March 31, 2014
Interest Income (Refer Note below)	68,374,237	34,510,871
Profit on sale of current investments	44,659,163	29,504,843
Fee income, other than financing activity	1,547,797	27,664,036
Miscellaneous income (Includes profit/loss on sale of assets received on grant Rs. 13,506/-)	11,054,360	6,055,137
Total	125,635,557	97,734,887

Note: Interest Income Disclosure

(Amount in Rupees)

Particulars	Year ended March 31, 2015	Year ended March 31, 2014
Interest on fixed deposits	68,374,237	34,458,567
Interest on income tax refund	-	52,304
	68,374,237	34,510,871

Note 21 Employee benefits expense

(Amount in Rupees)

Particulars	Year ended March 31, 2015	Year ended March 31, 2014
Salaries and wages (Net)	1,148,753,295	708,402,742
Contributions to provident and other funds (Refer Note 26.1)	90,768,740	49,091,232
Staff welfare expenses	88,173,523	57,418,942
Total	1,327,695,558	814,912,916



Ujivan Financial Services Private Limited
Notes forming part of financial statements

Note 22 Administrative and Other Expenses

(Amount in Rupees)

Particulars	Year ended March 31, 2015	Year ended March 31, 2014
Electricity & water charges	15,066,067	10,328,975
Rent	92,189,270	60,510,767
Donation	500,000	-
Repairs & maintenance		
Buildings	4,392,249	2,194,642
Others	18,088,563	10,637,502
Security & house keeping expenses	25,777,246	18,471,012
Office maintenance	13,972,758	8,277,734
Insurance	4,808,570	3,160,779
Rates & taxes	16,172,026	8,107,422
Audit fees (Refer Note (i) below)	2,171,901	2,093,527
Professional charges (Net of Grants received Rs. 3,500,000/- (PY. Nil))	116,018,207	39,442,433
Sitting fee	1,077,727	615,844
Postage & courier	21,293,039	13,031,405
Printing & stationery	38,901,974	19,695,225
Recruitment expenses	10,487,042	3,276,017
Telephone charges	34,891,794	22,324,203
Training & conference charges	45,418,764	15,918,004
Travelling and conveyance expenses	148,604,603	90,475,033
Expenditure on Corporate social responsibility (Refer Note 30)	14,664,484	8,810,722
Advances written off	928,190	2,452,721
Less: Provision reversed	-	2,299,901
Fixed Assets Written off	852,563	52,203
Loss on sale of fixed assets (net)	432,585	4,871,664
Provision for other advances	1,842,465	2,448,312
Miscellaneous expenses	25,719,304	15,473,285
Total	654,271,391	360,369,530

Note

Particulars	Year ended March 31, 2015	Year ended March 31, 2014
(i) Payments to the auditors comprises (net of service tax input credit)		
Audit Services	1,500,000	1,500,000
Tax audit	300,000	300,000
Other attest services	150,000	100,000
Reimbursement of expenses and levies	221,901	193,527
Total	2,171,901	2,093,527



Note 23 Finance Costs

(Amount in Rupees)

Particulars	Year ended	
	March 31, 2015	March 31, 2014
(a) Interest expense on		
(i) Borrowings	2,551,522,441	1,343,914,702
(ii) Others	461,078	296,981
(b) Loan processing fees, bank charges and other related costs	161,823,445	104,335,002
Total	2,713,806,964	1,448,546,685

Note 24 Bad debts and Provision for receivables

(Amount in Rupees)

Particulars	Year ended		Year ended	
	March 31, 2015		March 31, 2014	
Bad debts written off	16,050,087		10,465,375	
Less: Provision Reversed	(10,078,002)	5,972,085	(8,921,787)	1,543,588
Provision for receivables under financing activities		204,504,597		81,379,233
Total		210,476,682		82,922,821



Ujivan Financial Services Private Limited
Notes forming part of financial statements

25 Additional information to the financial statements

25.1 Contingent liabilities and commitments (to the extent not provided for)

(Amount in Rupees)

Particulars	As at March 31, 2015	As at March 31, 2014
(i) Contingent liabilities		
(a) Disputed taxes – Service tax	4,226,041	4,226,041
(ii) Commitments		
a) Estimated amount of contracts remaining to be executed on capital account and not provided for		
Tangible Assets	1,725,895	978,342
Intangible Assets	2,800,000	-

25.2 Earnings in foreign currency - Rs. Nil (PY.Nil)

25.3 Expenditure in foreign currency - Rs. Nil (PY.Nil)

25.4 Disclosures required under Section 22 of the Micro, Small and Medium Enterprises Development Act, 2006

There are no Micro and Small Enterprises, to whom the company owes dues, which are outstanding for more than 45 days at the Balance Sheet date. The above information regarding Micro Enterprises and Small Enterprises has been determined to the extent such parties have been identified on the basis of information available with the company. This has been relied upon by the Auditors.

25.5 Asset Classification & Provisioning:

The Company follows Prudential Norms of the Reserve Bank of India (RBI) with regard to classification in respect of all loans extended to its customers. Loans where the installment is overdue for a period of ninety days or more or on which interest amount remained overdue for a period of ninety days or more is treated as Non performing assets.

The Company complies with the prudential norms of the Reserve Bank of India (RBI) with regard to income recognition, asset classification and provisioning. The Company is following provisioning norms as recommended vide DNBS.CC.PD.No.250/03.10.01/2011-12 dated 2 December 2011, DNBS.PD/CC.No. 263/03.10.038/2011-12 dated 20 March 2012 and DNBS.(PD).CC. No. 347 /03.10.38/2013-14 dated 1 July 2013.

Accordingly the Company inline with guidelines laid down under the DNBS(PD)CC.No.347/30.10.038/ 2013-14 dated July01,2013 has provided 1% of the total outstanding portfolio as at March 31, 2015. The Company has made additional provision of Rs.34,284,286/- in addition to the above mentioned RBI norms

Classification of Loans and provision made for Standard / sub standard / doubtful / loss assets are as given below:

(Amount in Rupees)

Classification of Assets	As at March 31, 2015	As at March 31, 2014
Standard assets	32,163,449,617	16,160,839,100
Sub-standard assets	11,987,744	4,470,435
Doubtful assets	11,473,025	7,369,804
Total	32,186,910,386	16,172,679,339
Note: 14 Non current- Receivable under financing activity- Standard Assets	5,887,343,934	2,296,363,584
Note: 14 Non current-Receivable under financing activity- Non performing Assets	615,864	178,394
Note-15 Current-Trade receivables under financing activity- Standard Assets	26,295,042,485	13,871,533,060
Note-15 Current-Trade receivables under financing activity- Non performing Assets	3,908,103	4,604,301
Total	32,186,910,386	16,172,679,340

Provision	As at March 31, 2015	As at March 31, 2014
Standard assets	338,686,494	152,121,770
Sub-standard assets	5,993,872	2,235,218
Doubtful assets	11,473,025	7,369,804
Total	356,153,391	161,726,792
Note: 6 Long term -Provision for standard assets	58,873,439	22,866,992
Note: 6 Long term -Provision for non performing assets	615,864	96,644
Note: 10 Short term -Provision for standard assets	279,813,055	129,254,778
Note: 10 Short term -Provision for non performing assets	16,851,033	9,508,378
Total	356,153,391	161,726,792



Ujjivan Financial Services Private Limited
Notes forming part of financial statements

25.6 Disclosure Pursuant to Reserve Bank of India Notification DNBS.200/CGM (PK)-2008 dated 1st August 2008

(i) Capital to Risk asset ratio

(Amount in Rupees)

Particulars	As at March 31, 2015	As at March 31, 2014
Tier I Capital	7,161,215,820	3,626,482,136
Tier II Capital	838,686,494	152,121,770
Total	7,999,902,314	3,778,603,906
Total Risk Weighted Assets	33,005,824,940	16,624,693,434
Capital Ratios		
Tier I Capital as a percentage of Total Risk Weighted Assets (%)	21.70%	21.81%
Tier II Capital as a percentage of Total Risk Weighted Assets (%)	2.54%	0.92%
Total Capital (%)	24.24%	22.73%

(ii) Exposure to Real Estate Sector, Both Direct & Indirect

The Company does not have any direct or indirect exposure to the Real Estate Sector as at March 31, 2015

(iii) Exposure to Capital Market

The Company does not have any exposure to Capital Market as at March 31, 2015

(iii) Maturity Pattern of Assets and Liabilities

Maturity pattern of certain items of assets and liabilities as on March 31, 2015

(Amount in Rupees)

Particulars	Liabilities		Assets	
	Borrowings from Banks and others	Market Borrowings	Advances	Investments
Up to one month	1,310,313,511	-	2,775,844,593	-
Over one month to 2 months	1,046,613,118	-	2,936,982,687	-
Over 2 months up to 3 months	1,768,539,329	-	2,867,670,320	-
Over 3 months up to 6 months	5,136,730,733	-	7,891,698,383	-
Over 6 months to 1 year	9,124,592,738	-	9,826,754,605	-
Over 1 year to 3 years	11,730,934,381	-	5,882,979,737	-
Over 3 years to 5 years	1,100,000,000	-	3,355,262	-
Over 5 years	-	-	1,624,799	1,010,000
Total	31,217,723,810	-	32,186,910,386	1,010,000

Notes:

1. The above borrowing excludes interest accrued but not due.

2. The above information has been considered as per the Asset Liability Management (ALM) Report compiled by the Management and reviewed by the ALM committee.



25.7 Additional disclosure

Disclosure of frauds reported during the year vide DNBS PD.CC NO. 256 / 03.10.042 / 2012 -13 dated March 02, 2012

March 31, 2015

	Less than Rs. 1 lakh		Rs. 1 to Rs. 5 lakhs		Rs. 5 - 25 lakhs		Total	
	No. of Accounts	Value Rs. in lakhs	No. of Accounts	Value Rs. in lakhs	No. of Accounts	Value Rs. in lakhs	No. of Accounts	Value Rs. in lakhs
A) Person involved								
Staff	437	1,411,065					437	1,411,065
Customer								
Staff and customer								
Total	437	1,411,065	-	-	-	-	437	1,411,065
B) Type of fraud								
Misappropriation and criminal breach of trust	437	1,411,065					437	1,411,065
Fraudulent encashment / Manipulation of books of accounts								
Unauthorised credit facility extended								
Cheating and forgery								
Total	437	1,411,065	-	-	-	-	437	1,411,065

March 31, 2014

	Less than Rs. 1 lakh		Rs. 1 to Rs. 5 lakhs		Rs. 5 - 25 lakhs		Total	
	No. of Accounts	Value Rs. in lakhs	No. of Accounts	Value Rs. in lakhs	No. of Accounts	Value Rs. in lakhs	No. of Accounts	Value Rs. in lakhs
A) Person involved								
Staff	573	442,023					573	442,023
Customer								
Staff and customer								
Total	573	442,023	-	-	-	-	573	442,023
B) Type of fraud								
Misappropriation and criminal breach of trust	573	442,023					573	442,023
Fraudulent encashment / Manipulation of books of accounts								
Unauthorised credit facility extended								
Cheating and forgery								
Total	573	442,023	-	-	-	-	573	442,023

Note:

The above summary is prepared based on the information available with the Company and relied upon by the auditors.

25.8 Disclosure as required under DNBS (PD) CC. No. 300 / 03.10.038/2012-13 dated August 3, 2012 .

Margin Cap of the Company as on 31 March 2015 is 9.82%. This has been computed as suggested by MFIN in their representation to The Reserve Bank of India dated August 29, 2012 (Subject reference : RBI/2012-13/161 ONBS (PO) CC.No.300/03.10.038/2012-13. dated August 3, 2012).



Ujjivan Financial Services Private Limited
Notes forming part of financial statements

25.9 Disclosure as required under DNBR (PD) CC. No. 002 / 03.10.001/2014-15 dated November 10, 2014.

25.9.1 Concentration of Advances

(Amount in Rupees)

Particulars	March 31,2015	March 31,2014
Total Advances to twenty largest borrowers	11,546,325	8,101,325
Percentage of Advances to twenty largest borrowers to Total Advances	0.02%	0.03%

25.9.2 Concentration of Exposures

(Amount in Rupees)

Particulars	March 31,2015	March 31,2014
Total Exposure to twenty largest customers	11,083,898	7,206,099
Percentage of Exposures to twenty largest customers to Total Exposure on customers	0.04%	0.04%

25.9.3 Concentration of NPAs

Particulars	March 31,2015	March 31,2014
Total Exposure to top four NPA accounts	562,799	200,739

25.9.4 Sector-wise NPAs

(Amount in Percentage)

Particulars	March 31,2015	March 31,2014
Agriculture & allied activities	0.04%	0.27%
MSME	-	-
Corporate borrowers	-	-
Services	-	-
Unsecured personal loans	0.06%	0.06%
Auto loans	-	-
Other personal loans	0.23%	0.21%

25.9.5 Movement of NPAs

Particulars	As at March 31, 2015	As at March 31, 2014
(i) Net NPAs to Net Advances (%)	0.02%	0.01%
Movement of NPAs (Gross)		
(a) Opening balance	11,840,239	9,489,052
(b) Additions during the year	35,872,502	19,186,405
(c) Reductions during the year	24,251,972	16,835,218
(d) Closing balance	23,460,769	11,840,239
Movement of Net NPAs		
(a) Opening balance	2,235,217	8,513,392
(b) Additions during the year	17,936,251	1,127,870
(c) Reductions during the year	14,177,596	7,406,045
(d) Closing balance	5,993,872	2,235,217
Movement of provisions for NPAs (excluding provisions on standard assets)		
(a) Opening balance	9,605,022	975,660
(b) Provisions made during the year	17,936,251	18,058,535
(c) Write-off / write-back of excess provisions	10,074,376	9,429,173
(d) Closing balance	17,466,897	9,605,022

25.9.6 During the year there are no instances of Single Borrower Limit (SGL) / Group Borrower Limit (GBL) exceeding the sanctioned limit or outstanding or entire outstanding whichever is higher.

25.9.7 During the year company has not given any advances with intangible collateral such as charge over the rights, licenses, authority etc.



25.9.8 Registration obtained from other financial sector regulators

During the year the company has not obtained any registrations from other financial regulators.

25.9.9 Penalties imposed by RBI and other regulators

During the year there is no penalties imposed by RBI and other regulators.

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

Particulars	Rating Assigned
1. MFI Grading	CRISIL MFR 1
2. Long Term Bank Facilities /Non convertible Debentures	Long Term Borrowing Rs. 3000 Crs - CARE A NCD_40 Crs CARE A NCD_50 Crs CARE A NCD_60 Crs CARE A NCD_50 Crs ICRA A- NCD_40 Crs ICRA A- NCD_75 Crs ICRA A-
3. Securitization Transactions	1.Orthosie PTC Series A1 - ICRA BBB+(SO) PTC Series A2 - ICRA BB (SO) 2. Orion PTC Series A1 - ICRA A-(SO) PTC Series A2 - ICRA BBB-(SO) PTC Series A3 - ICRA BB-(SO) 3. Optima PTC Series A – ICRA-(SO)

25.9.11 Disclosure of Complaints

No. of complaints pending at the beginning of the year	13
No. of complaints received during the year	1,433
No. of complaints redressed during the year	1,435
No. of complaints pending at the end of the year	11

25.9.12 Provisions and Contingencies (shown under the head Expenditure in Profit and Loss Account)

(Amount in Rupees)

Particulars	March 31,2015	March 31,2014
Provisions for depreciation on Investment	-	-
Provision towards NPA	17,936,251	18,058,535
Provision for Standard Assets	186,568,346	63,320,698
Provision made towards Income tax	470,000,000	317,000,000
Doubtful Advances	1,842,465	2,448,312

25.9.13 Investments

(Amount in Rupees)

Particulars	March 31,2015	March 31,2014
Value of Investments		
(i) Gross Value of Investments		
(a) In India	1,010,000	1,010,000
(b) Outside India,	-	-
(ii) Provisions for Depreciation		
(a) In India	-	-
(b) Outside India,	-	-
(iii) Net Value of Investments		
(a) In India	1,010,000	1,010,000
(b) Outside India.	-	-
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	-	-
(iv) Closing balance	-	-

25.9.14 Derivatives:

The Company has no transactions / exposure in derivatives in the current year and previous year.



Note 26 Disclosures under Accounting Standards

26.1 Employee Benefits:

The details of employee benefits are as given below:

I Defined Contribution Plans

During the half year, the Company has recognized the following amounts in the statement of profit and loss

(Amount in Rupees)

Particulars	for the year ended March 31, 2015	for the year ended March 31, 2014
Employers' Contribution to Provident & Pension Fund	60,211,165	34,364,715

II Defined Benefit Plan

Contribution to Gratuity Fund:

Details of defined benefit plan of gratuity are given below:

(Amount in Rupees)

Particulars	March 31, 2015	March 31, 2014
Components of employer expense		
Current Service cost	20,212,119	14,360,578
Interest cost	4,052,181	3,441,219
Expected return on plan assets	(5,074,490)	(2,023,547)
Actuarial Losses/(Gains)	11,367,765	(169,088)
Total expense/(income) recognized in the Statement of Profit & Loss	30,557,575	15,609,162
Actual Contribution and Benefit Payments for the Year ended		
Actual benefit payments	(3,850,213)	(2,231,507)
Actual Contributions	19,813,137	18,505,129
Change in Defined Benefit Obligation (DBO) during the year ended		
Present Value of DBO at the beginning of the year	54,278,862	38,848,414
Current service cost	20,212,119	14,360,578
Interest cost	4,052,181	3,441,219
Actuarial (gains)/losses	6,293,275	(139,842)
Benefits paid	(3,850,213)	(2,231,507)
Present Value of DBO at the end of the year	80,986,224	54,278,862

Particulars	As at March 31, 2015	As at March 31, 2014
Net asset/(liability) recognized in balance sheet as at		
Fair value of plan assets	55,515,269	39,552,345
Present Value of Defined Benefit Obligation	(80,986,224)	(54,278,862)
Excess of plan assets over present value of obligation	-	-
Net (liability) recognized in balance sheet	(25,470,955)	(14,726,517)
Present Value of DBO at the end of the period /year		
Current Liability	(25,470,955)	(14,726,517)
Non current liability	-	-
Change in Fair Value of Assets during the year ended		
Plan assets at the beginning of the year	39,552,345	21,225,930
Expected return on plan assets	5,074,490	2,023,547
Actuarial gain/(loss)	(5,074,490)	29,246
Actual Company Contributions	19,813,137	18,505,129
Benefit Paid	(3,850,213)	(2,231,507)
Plan assets at the end of the year	55,515,269	39,552,345
Actuarial Assumptions		
Discount Rate	7.74%	9.12%
Expected Return on plan assets	8.00%	8.00%
Rate of increase in compensation	10.00%	10.00%
Attrition rate	17.32%	17.24%
Retirement age	60	60

The estimates of future salary increases considered in actuarial valuation take account of inflation, seniority, promotion and other relevant factors such as supply and demand factors in the employment market.

Information of investment details of plan assets are not available hence not disclosed



Note 26 Disclosures under Accounting Standards

Details relating to experience adjustment and expected future cashflow is given below

(Amount in Rupees)

Particulars	As at March 31, 2015	As at March 31, 2014	As at March 31, 2013
Defined Benefit Obligation at end of the year	80,986,224	54,278,862	38,848,414
Plan Assets at end of the year	55,515,269	39,552,345	21,225,930
Funded Status - Assets/ (Liabilities)	(25,470,955)	(14,726,517)	(17,622,484)
Experience Gain/(Loss) adjustments on plan liabilities	6,293,275	(340,486)	(340,486)
Experience Gain/(Loss) adjustments on plan Assets	5,074,490	29,246	299,427
Actuarial Gain/(Loss) due to change on assumptions	34,575,013	103,246	103,246

In absence of details relating to experience adjustment for the periods prior to March 12 and expected future cash flow the same are not furnished.

III Other Long term employee benefits – Compensated absences

(Amount in Rupees)

Particulars	for the year ended March 31, 2015	for the year ended March 31, 2014
Charge in statement of Profit & Loss	27,808,935	11,781,504
Liability as at the period end	55,961,380	34,437,986
Actuarial Assumptions		
Discount Rate	7.74%	9.12%
Rate of increase in compensation	10.00%	10.00%
Attrition rate	17.32%	17.24%
Retirement age	60	60

26.2 Segment Reporting

The company's business segment is micro finance services and the principal geographical segment is India. Accordingly no separate disclosure is required to be made under accounting standard 17, Segment Reporting

26.3 Related Party Disclosure

A. List of Related Parties are Given below:

Key Management Personnel

Mr. Samit Ghosh , Managing Director
Mrs. Sudha Suresh, Chief Financial Officer
Mrs. Suhasini Ashok, Company Secretary (upto August 31, 2014)
Mr. Sanjeev Barnwal, Company Secretary (with effect from September 1, 2014)
Parinaam Foundation
Ujivan Social Services Foundation

Enterprises owned by Key Management Personnel

B. Transactions with Related Parties during the year

(Amount in Rupees)

Particulars	Key Management Personnel	
	March 31, 2015	March 31, 2014
Remuneration:		
Mr. Samit Ghosh	7,255,064	5,078,149
Mrs. Sudha Suresh	4,355,182	3,627,972
Mrs. Suhasini Ashok (upto August 31, 2014)	542,816	784,924
Mr. Sanjeev Barnwal (with effect from September 1, 2014)	1,178,236	-

Enterprises owned by Key Management Personnel

(Amount in Rupees)

Particulars	March 31, 2015	March 31, 2014
A. Parinaam Foundation		
Recovery of expense	7,278,705	6,245,502
Donations	500,000	-
B. Ujivan Social Services Foundation		
Investment in shares	-	10,000

C. Outstanding balance with related parties

Outstanding Balance	March 31, 2015	March 31, 2014
Due to Mr. Samit Ghosh	357,000	244,072
Due to Mrs. Sudha Suresh	210,000	182,592
Due to Mrs. Suhasini Ashok	26,273	9,284
Due to Mr. Sanjeev Barnwal	24,471	-



Ujjivan Financial Services Private Limited

Notes forming part of financial statements

Note 26 Disclosures under Accounting Standards

26.4 Details of leasing arrangements

The Company has taken on operating lease certain facilities and office premises for a period ranging from 11 months to 120 months which are non-cancellable for the period as reflected in the respective agreements. These lease agreements provide for increase in the lease payments by 10% to 15% over the period as mentioned in the agreements. The total minimum lease payments for the current period, in respect of operating leases, included under rent, aggregates to Rs.92,189,270/- (P.Y.Rs.60,510,767/-)

The future lease payments in respect of the above are as follows:

(Amount in Rupees)

Particulars	March 31, 2015	March 31, 2014
Not later than one year	43,061,728	32,241,672
Later than one year but not later than five years	58,774,804	77,286,668
Later than 5 years	-	-

26.5 Earnings per share

Particulars	As at March 31, 2015	As at March 31, 2014
Net profit / (loss) after tax (Rs.)	757,887,961	550,375,011
Weighted average shares outstanding – Basic (Nos.)	67,427,464	65,581,363
Weighted average shares outstanding – Diluted (Nos.)	71,375,884	69,719,450
Earnings / (loss) per share – Basic (Rs.)	11.24	8.39
Earnings / (loss) per share – Diluted (Rs.)	10.62	7.89

Other ratios are indicated below

Particulars	As at March 31, 2015	As at March 31, 2014
Debt Service Ratio	0.07	0.10
Interest Coverage Ratio	1.45	1.62
Debt Equity Ratio	4.46	4.71

26.6 Deferred Tax

In accordance with Accounting Standard -22 "Accounting for Taxes on Income", the company has recognized Rs.80,802,636/- (P.Y. Rs.28,130,625/-) as deferred tax credit as detailed below:

(Amount in Rupees)

Particulars	Deferred Tax (Assets) / Liabilities as on April 1, 2014	Current period (credit) / charge *	Deferred Tax (Assets) / Liabilities as on March 31, 2015
Difference between book and tax depreciation *	5,235,263	(3,122,945)	(1,548,897)
Provision for Employee benefits	(16,711,015)	(10,967,836)	(27,678,851)
Provision for doubtful assets	(56,844,671)	(66,711,855)	(123,556,526)
Net Deferred Tax (Asset) / Liability	(68,320,423)	(80,802,636)	(152,784,274)

*including deferred tax asset on transition adjustment of depreciation recorded against surplus (Note. 29)

27 Employee Stock Option Plan

The Company has established Employee Stock Option Plan (ESOP) for compensation to its employees, being ESOP 2006, ESOP 2007, ESOP 2008 and ESOP 2010.

The guidance note issued by the Institute of Chartered Accountants of India requires the disclosure of pro forma net results and Earnings Per Share (EPS) both basic & diluted, had the company adopted the fair value method amortising the stock compensation expense thereon over the vesting period, the reported profit for the year ended March 31, 2015 would have been lower by Rs.14,797,191/- and the basic and diluted EPS would have been revised to Rs.11.15/- and Rs.10.53/- respectively.

Option activity under the plans is as given as below:

Particulars	Number	
	For the year ended March 31, 2015	For the year ended March 31, 2014
Options granted, beginning of year	4,138,088	4,435,025
Granted during the year	-	-
Exercised during the year	-	-
Forfeited/Expired during the year	189,668	296,937
Options granted, as of March 31, 2015	3,948,420	4,138,088
Option exercisable at the year end	2,312,633	1,841,097
Weighted average of remaining contractual life (years) at the year end	2.09	2



- 28 As per RBI guidelines on Securitisation DNBR (PD) CC. No.002/03.10.001/2014-15 dated November 10, 2014 the details of securitisation are given below:

Particulars	Numbers/Amount (Rs.)
No of SPVs sponsored by the NBFC for securitisation transactions*	3
Total amount of securitised assets as per books of the SPVs Sponsored	836,401,002
Total amount of exposures retained by the NBFC to comply with MRR as on the date of Balance sheet	
a) Off-balance sheet exposures	
First loss	-
Others	
b) On-balance sheet exposures	
First loss	66,047,037
Others	
Amount of exposures to securitisation transactions Other than MRR	
a) Off-balance sheet exposures	
i) Exposure to own securitizations	
First loss	NIL
Loss	NIL
ii) Exposure to third party securitisations	
First loss	NIL
Others	NIL
b) On-balance sheet exposures	
i) Exposure to own securitisations	
First loss	NIL
Others	NIL
ii) Exposure to third party securitisations	
First loss	NIL
Others	NIL

28.1 Details of Financial Assets sold to Securitisation Company

(Amount in Rupees)

Particulars	March 31, 2015	March 31, 2014
No. of accounts	92,572	-
Aggregate value of accounts sold to Securitisation Company	836,401,002	-
Aggregate Consideration	817,732,668	-
Additional consideration realized in respect of accounts transferred in earlier years	-	-
Quantum of credit enhancement in the form of deposits	47,378,703	-
Aggregate gain /(loss) over net book value	11,909,768	-



Ujivan Financial Services Private Limited
Notes forming part of financial statements

- 29 During the year, pursuant to the notification of Schedule II to the Companies Act, 2013 with effect from April 1, 2014, the Company revised the estimated useful life of its assets to align the useful life with those specified in Schedule II. The details of previously applied useful life are as follows:

Asset	Previous depreciation useful life (Years)	Revised useful life (Years)
Computer	6.00	3.00
Furniture	15.80	10.00
Office Equipment	21.05	5.00
Motor Vehicle	10.52	8.00
Server	6.17	6.00
Software	6.16	6.00

Pursuant to the transition provisions prescribed in Schedule II to the Companies Act, 2013, the Company has fully depreciated the carrying value of assets net of residual value, where the remaining useful life of the asset was determined to be nil as on April 1, 2014, and has adjusted an amount of Rs. 7,110,234/- (net of deferred tax of Rs. 3,661,215/-) against the opening Surplus balance in the Statement of Profit and Loss under Reserves and Surplus.

Consequent to the change in the useful life of the assets, depreciation expense in the Statement of Profit and Loss for the year is higher by Rs. 24,125,869/-

30 Corporate Social Responsibility

- a) Gross amount required to be spent by the company during the year Rs. 6,040,318/-

b) Amount spent during the year on:

Particulars	In Cash	Yet to be paid in Cash	Total
Construction/acquisition of any asset	12,659,621	-	12,659,621
On purposes other than above	2,004,863	-	2,004,863

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

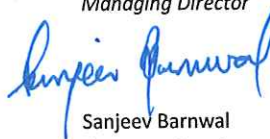
For and on behalf of the Board of Directors



Samit Ghosh
 Managing Director



Sunil Patel
 Director



Sanjeev Barnwal
 Company Secretary



Sudha Suresh
 Chief Financial Officer

Place: Bangalore
 Date: June 04, 2015

