

R.S. HARIHARAN

B.Com., F.C.A., A.C.S., L.L.B.,



R.S. Hariharan & Associates

CHARTERED ACCOUNTANTS

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF BWDA FINANCE LIMITED

Report on the Audit of the Standalone Financial Statements

Opinion

We have audited the accompanying standalone financial statements of **BWDA Finance Limited**, ("The Company"), which comprise the Balance Sheet as at March 31, 2019, the Statement of Profit and Loss and the Statement of Cash Flows for the year ended on that date and a Summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanation given to us, the aforesaid standalone financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Accounting principles generally accepted in India, of the state of affairs of the company as at March 31, 2019 and Profit/Loss and its cash flows for the year ended on that date.

Basis for opinion

We conducted our audit in accordance with the Standards of Auditing (SAs) specified under Section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the *Auditor's responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the company in accordance with the *Code of Ethics* issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.



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Information other than the Financial Statements an Auditor's Report thereon

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

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

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

Responsibilities of the Management and those charged with Governance for the Standalone Financial Statements

The company's management and Board of Directors are responsible for the matters stated in Section 134(5) of the act with respect to the preparation of these standalone financial statement that give a true and fair view of the state of affairs, Profit/ Loss and cash flows of the company in accordance with the accounting principles generally accepted in India specified under Section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgements and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the standalone financial statements that give a true and fair view and are free from material misstatements, whether due to fraud or error.

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

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



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

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

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

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



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

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

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the standalone financial statements of the current period and are therefore the key audit matters. We describe these matter in our auditors' report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public benefits of such communication.

Report on other legal and Regulatory requirements

1. As required by the companies (Auditors' Report) order, 2016 ("the order") issued by the Central Government of India in terms of Section 143(11) of the Act, we give in "Annexure I" a statement on the matters specified in Paragraph 3 and 4 of the order, to the extent applicable.
2. As required by section 143(3) of the Act, we report that
 - a. We have sought and obtained all the information and explanation which to the best of our knowledge and belief were necessary for the purpose of our audit.
 - b. In our opinion, proper books of accounts 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 Statement of Cash Flows death with by this Report are in agreement with the books of account.
 - d. In our opinion, the aforesaid standalone financial statements comply with the Generally Accepted Accounting Principles specified under Sec 133 of the Act.



- e. On the basis of the written representation received from the directors as on 31st March 2019 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March 2019 from being appointed as director in terms of Section 164(2) of the Act.
- f. With respect to the adequacy of the internal financial controls with reference to financial statements of the company and the operating effectiveness of such controls, refer to our separate report in "Annexure II"
- g. With respect to the other matters to be included in the Auditors' 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 explanation given to us:
- i. The company has disclosed the impact of pending litigations on its financial position in the standalone financial statements
 - ii. The company has made provision, as required under the applicable law or accounting standards, for material foreseeable losses, if any and the company did not have long-term derivatives contract.
 - iii. There were no amounts, which were required to be transferred to the Investor Education and Protection Fund by the Company.
3. With respect to the matter to be included in the Auditors' Report under section 197(16):
In our opinion and according to the information and explanation given to us, the remuneration paid by the company to its directors during the current year is in accordance with the provisions of Section 197 read with Schedule V of the Companies Act, 2013.

For R S Hariharan & Associates

FRN: 015460S

Chartered Accountants

R.S. Hariharan

R.S. Hariharan

Chartered Accountant

FCA: 014696



Place: Chennai

Date: 22.05.2019

Annexure to the Auditor's Report

The Annexure referred to in our Auditors' Report to the member of the Company on the financial statement for the year ended 31 March 2019, we report that:

(i) In respect of Fixed Assets

1. The Company has maintained proper records showing full particulars, including quantitative details and situation of the fixed assets.
2. The fixed assets of the company have been physically verified by the management during the year at reasonable intervals, which in my opinion is reasonable having regard to the size of the company and nature of its assets. No material discrepancies were noticed on such physical verification.
3. The title deed of the immovable property are held in the name of the company.

(ii) In respect of Inventory

The Company is a Non-Banking Finance Company and has not dealt with any goods and the company does not hold any inventory during the period under audit. Accordingly, the provisions of clause 3 (ii) of the Companies (Auditor's Report) Order 2016 is not applicable to the Company.

(iii) The company has not granted unsecured loans to party covered in the register maintained under section 189 of the Companies Act, 2013. The company has not taken unsecured loan from parties covered under Sec 189 of the Companies Act 2013.

(iv) According to the information and explanations given to us, the Company has complied with provisions of Section 185 & 186 of the Companies Act 2013 in respect of the loans granted relating to provisions of said sections. There are no investments, guarantees and securities envisaged under the said provisions

(v) In respect of Acceptance of public deposits

According to the information and explanations given to us, the company has not accepted deposits from public and complied with the directives of RBI and provisions of chapter V of the Companies Act 2013 and other relevant/provision of the said Act as applicable to NBFC.



(vi) In respect of Cost Records

According to the information and explanations given to us, the maintenance of the cost records has not been prescribed by the central government under section 148(1) of the Companies Act 2013, for any of the activities of the company.

(vii) In Respect of Statutory Liability

a) According to the information and explanations given to us, the company is regular in depositing undisputed statutory dues like Provident Fund, Income Tax and GST.

According to the information and explanations given to us, there are no undisputed amounts payable in respect of statutory dues like Provident Fund, Income Tax, Service Tax and GST at the year end for a period more than six months from the date they become payable.

b) According to the information and explanation given to us, the following dues of Income Tax and Service tax have not been discharged by the company on account of disputes:

Name of the Statute	Nature of Dues	Amount in ₹.	Period to which it relates	Forum where disputed is pending
Income Tax Act 1961	Income Tax Demand raised against the company	39,23,660	AY2009-10	CIT Appeals
Finance Act, 1994 (Service Tax)	Service Tax	38,17,624	AY 2009-10 AY 2010-11	CESTAT

(viii) In respect of Repayment of Loans and Debentures

Based on our audit procedures and according to the information and explanation given to us, the company has not defaulted in repayment of dues to financial institutions and Banks. According to records of the company, the company has not issued debentures till 31st March 2019. Hence, in our opinion, the question of reporting on defaults in repayment of dues to debenture does not arise.

(ix) According to the records of the Company and the information and explanation provided by the management, the Company has not money raised by way of initial public offer or further public offer and the term loans were applied for the purpose for which those are raised. Accordingly, the provisions of clause (ix) of Paragraph 3 of the Order are not applicable to the Company.



- (x) Based upon the audit procedures performed and information and explanations given by the management, we report that no fraud on the company by its officers and employees has been noticed or reported during the course of our audit.
- (xi) In our opinion and according to the information and explanations given to us, the Company has paid / provided managerial remuneration in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Act.
- (xii) According to the records of the Company and the information and explanation provided by the Management, the company is not a Nidhi Company and therefore clauses (xii) of the order is not applicable to the Company.
- (xiii) Based upon the audit procedures performed and information and explanations given by the management, all the transactions with the related parties are in compliance with Section 188 and Sec 177 of Companies Act, 2013 and the details have been disclosed in the financial statements as required by the accounting standards and Companies Act 2013.
- (xiv) In our opinion and according to the information provided by the Management, the Company has not made preferential allotment/ private placement of shares nor raised Debentures during the year under review.
- (xv) Based upon the audit procedures performed and information and explanations given by the management, the company has not entered into any non-cash transactions with directors or persons connected with him, and provisions of Section 192 of the Companies Act, 2013 have been complied.
- (xvi) In our opinion, the company is required to be registered under Sec 451A of the Reserve Bank of India Act, 1934 and accordingly a valid registration has been held from Reserve Bank of India as NBFC-MFI Company.

For R S Hariharan & Associates

FRN: 015460S

Chartered Accountants

R.S. Hariharan

R.S.Hariharan

Chartered Accountant

FCA: 014696



Place: Chennai

Date: 22.05.2019

**Annexure II to the Independent Auditor's Report of even date to the members of
BWDA Finance Ltd, on the financial statements for the year ended 31st March 2019**

Annexure II

**Independents Auditor's Report on the Internal Financial Controls under Clause (i) of
Sub-Section 3 of Section 143 of the Companies, Act, 2013 ("the Act")**

In conjunction with our audit of the financial statements of BWDA Finance Ltd ("the Company") as at and for the year ended 31 March 2019, we have audited the internal financial controls over the financial Reporting (IFCoFR) of the Company as at that date.

Management's Responsibility for Internal Financial Controls

The company's management is responsible for establishing and maintaining IFCoFR based on the internal controls over financial reporting criteria established by the company considering the essential components of Internal control stated in the guidance note on Audit of Internal Financial Controls over Financial Controls issued by the Institute of Chartered Accountants of India (ICAI). These responsibilities include the design, implantation and maintenance of adequate Internal Financial Controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, prevention and detection of frauds and errors, the accuracy and completeness of the accounting records and the timely preparation of reliable financial information as required under Companies Act, 2013.

Auditor's Responsibility for Internal Financial Controls

Our Responsibility is to express an opinion on the Company's IFCoFR based on our audit. We conducted our audit in accordance with Standards on Auditing, issued by the Institute of Chartered Accountants of India (ICAI) and deemed to be prescribed under section 143(10) of the Act, to the extent applicable to and audit of IFCoFR, and the Guidance Note on the Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") issued by the ICAI. Those Standards and the Guidance Note require that we comply with the ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate IFCoFR were established and maintained and if such controls operated effectively in all material aspects.

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



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

Meaning of Internal Financial Controls Over Financial Reporting

A company's IFCoFR is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's IFCoFR includes those policies and procedures that pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;

Provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

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

Opinion

In our opinion, to the best of our information and according to the explanation given to us, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2019, based on their Internal Control Over Financial reporting criteria established by the Company considering the essential components of the Internal control stated in the guidance note on Audit of Internal financial controls over financial reporting issued by ICAI.

For R S Hariharan & Associates

Firm No: 015460S

Chartered Accountants

R.S. Hariharan

R.S.Hariharan

Chartered Accountant

FCA: 014696



Place: Chennai

Date: 22.05.2019

BWDA FINANCE LIMITED**TOTAL INCOME STATEMENT**

(In ₹ Rupees)

As at 31st March

2019

Status: Public Limited Company
 PAN: AABCN4607Q
 Date of Incorporation : 18-04-1995
 Bank Name: Axis Bank

Asst. Year: 2019-20
 Year ending: 31.03.2019
 Bank A/c: 467010200000037
 IFSC:UTIB0000467

TOTAL INCOME**Minimum Alternate Tax (MAT)**

Net Profit 18,503,407
 Add: Provision for Taxation 4,065,619
 Add: Mat Credit entitlement -
 Less: Brought Forward Book Loss set off (22,569,026)
 Add: Provision of Deferred Tax Liability -

Book Profit 0
 Tax Payable (18.5% of Book Profit) 0
 Add: Surcharge (7%) -
 0
 Add: Education Cess (4%) 0
Minimum Alternate Tax (MAT) - B 0

BUSINESS INCOME

(i) Income from Operation 23,756,988
 Less: Carry forward loss (8,504,574)
 15,252,414

INCOME FROM CAPITAL GAINS

Long Term Capital Loss on Sale of Land (12,027,782)
 Add: C/f of Long Term Capital Loss -
 (12,027,782)

Net Income 15,252,414

Tax as per Normal Rate - A 3,965,628
 Tax as per MAT - B -

Tax on Income Returned whichever is higher 3,965,628

Less: MAT credit entitlement 3,015,189
 Less: TDS on Commission 45,535

904,904

Add: Interest u/s

- 234 B 54,294
 - 234 C 45,698

99,992

140 A Tax Payable on

1,004,895

For and on behalf of the Board of Directors

Place : Villupuram
 Date: 22.05.2019

(Dr. C. JOSLIN THAMBI)
 Managing Director

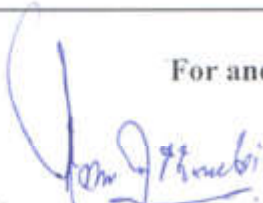
(ALPHINA JOS)
 Director

BWDA FINANCE LIMITED**MEMO OF ADJUSTMENTS****(In ₹ Rupees)
2019**

As at 31st March

To Depreciation as per IT Act	1,021,983	To Net Profit	18,503,407
.. Provision no Longer required	132,943	Depreciation as per Books	1,090,245
		<u>.. Inadmissable Expenses</u>	
		.. Donation	135,566
		.. Income Tax Paid	1,117,077
		.. Provision for Income Tax	4,065,619
.. Adjusted Income	23,756,988		
	<u>24,911,914</u>		<u>24,911,914</u>

For and on behalf of the Board of Directors

Place : Villupuram
Date: 22.05.2019
(Dr. C. JOSLIN THAMBI)
Managing Director
(ALPHINA JOS)
Director

BWDA FINANCE LIMITED

BALANCE SHEET

(In ₹ Rupees)

31st of March

Note

2019

2018

I. EQUITY AND LIABILITIES			
1 Shareholder's funds			
(a) Share Capital	3	232,835,840	232,835,840
(b) Reserves and Surplus	4	41,647,248	23,143,841
(c) Money received against share warrants			-
2 Share application money pending allotment			
			-
3 Non-current liabilities			
(a) Long-term borrowings	5	9,278,468	13,498,434
(b) Deferred tax liabilities (Net)		-	-
(c) Other Long term liabilities	6	2,203,518	1,633,628
(d) Long-term provisions		-	-
4 Current liabilities			
(a) Short-term borrowings		-	-
(b) Trade payables		-	-
(c) Other current liabilities	7	32,415,545	47,016,428
(d) Short-term provisions	8	4,898,940	3,981,453
TOTAL		323,279,560	319,109,623
II. ASSETS			
1 Non-current assets			
(a) Fixed assets			
(i) Tangible assets	9	18,832,598	18,217,307
(ii) Intangible assets		-	-
(iii) Capital work-in-progress		-	-
(iv) Intangible assets under development		-	-
(b) Non-current investments	10	1,036,128	1,036,128
(c) Deferred tax assets (net)		-	-
(d) Long-term loans and advances	11	144,945,044	216,455,604
(e) Other non-current assets	12	1,050,212	1,437,564
2 Current assets			
(a) Current investments		-	-
(b) Inventories		-	-
(c) Trade receivables	13	1,134,749	1,272,527
(d) Cash and Bank Balances	14	17,160,725	5,222,133
(e) Short-term loans and advances	15	128,729,107	73,528,119
(f) Other current assets	16	10,390,995	1,940,241
TOTAL		323,279,560	319,109,623

Significant accounting policies & Notes forming part of financial statements

1 & 2

As per my report of even date annexed herewith.

For R S Hariharan & Associates

Chartered Accountants

Firm Registration Number: 015741/2015

R S Hariharan
R S Hariharan

FCA. 014696

Place: Chennai

Date: 22.05.2019



For and on behalf of the Board of Directors

(Dr. C. JOSLIN THAMBI)
(Dr. C. JOSLIN THAMBI)
Managing Director

Place : Villupuram

Date: 22.05.2019

(ALPHINA JOS)
(ALPHINA JOS)
Director

BWDA FINANCE LIMITED

STATEMENT OF PROFIT AND LOSS ACCOUNT
For the year ended 31st March

(In ₹ Rupees)
2018

	Note	2019	2018
I. REVENUE			
1 Revenue from operations(gross)	17	71,474,564	60,676,377
Less: Excise Duty/ GST		-	-
Revenue from operations (net)		71,474,564	60,676,377
Other income	18	10,675,053	23,840,870
Total Revenue		82,149,617	84,517,246
II EXPENDITURE			
Finance costs	19	6,142,929	3,579,933
Employee benefits expense	20	35,322,780	21,613,362
Depreciation and amortisation expense	9	1,090,245	1,229,122
Administrative and Other expenses	21	17,024,637	18,417,535
Provisions/Write off for receivables under Financing Activity		-	19,940,324
Total Expenditure		59,580,590	64,780,265
III Profit / (Loss) before exceptional and extraordinary items and tax (I-II)		22,569,026	19,736,981
IV Exceptional/Prior period items		-	-
V Profit / (Loss) before tax (III – IV)		22,569,026	19,736,981
VI Tax expenses			
(a) Current tax		4,065,619	-
(b) Provision/ (Reversal) of Deferred tax		-	-
Profit/(loss) for the period from continuing operations (V-VI)		18,503,407	19,736,981
VIII Profit/(loss) from Discontinuing operations (after tax)		-	-
IX Profit/(Loss) for the period (VII + VIII)		18,503,407	19,736,981

Earnings per equity share of face value of Rs.10 each

Basic in Rs.	0.79	0.85
Diluted in Rs.	0.79	0.85

Significant accounting policies & Notes forming part of financial statements 1 & 2

As per my report of even date annexed herewith.

For R S Hariharan & Associates
Chartered Accountants
Firm Registration Number: 015

R S Hariharan
R S Hariharan
FCA. 014696
Place: Chennai
Date: 22.05.2019



For and on behalf of the Board of Directors

(Signature)
(Dr. C. JOSLIN THAMBI)
Managing Director
Place : Villupuram
Date: 22.05.2019

(ALPHINA JOS)
Director

BWDA FINANCE LIMITED

CASH FLOW STATEMENT FOR THE YEAR ENDED

(In ₹ Rupees)

Particulars	2019		2018	
A. Cash flow from operating activities				
Net Profit / (Loss) before extraordinary items and tax	18,503,407		19,736,981	
<u>Adjustments for:</u>				
Depreciation and amortisation	1,090,245		1,229,122	
Provisions/Write off for receivables under Financing Activities	-		-	
Provision for income tax	1,050,430		-	
Profit on sale of assets	-		-	
Net (gain) / loss on sale of investments	-		-	
Operating profit / (loss) before working capital changes		20,644,082		20,966,103
<u>Changes in working capital:</u>				
<u>Adjustments for (increase) / decrease in operating assets:</u>				
Inventories				
Trade receivables under Financing Activity	137,778		310,467	
Short-term loans and advances	-55,200,988		-50,822,534	
Long-term loans and advances	71,510,560		-8,074,377	
Other current assets	(8,063,402)		1,977,203	
<u>Adjustments for increase / (decrease) in operating liabilities:</u>				
Trade payables	-		-	
Other current liabilities	(11,600,882)		41,238,519	
Other long-term liabilities	569,890		168,426	
Short-term provisions	-132,941		-18,377,101	
		(2,779,986)		(33,579,398)
Cash generated from operations		17,864,096		(12,613,295)
Net income tax (paid) / refunds		-		-580,977
Net cash flow from / (used in) operating activities (A)		17,864,096		(13,194,272)
B. Cash flow from investing activities				
Capital expenditure on fixed assets, including capital advances	(1,705,538)		-464,996	
Proceeds from sale of fixed assets	-		-	
Bank balances not considered as Cash and cash equivalents	-		-	
		-1,705,538		-464,996
Net cash flow from / (used in) investing activities (B)		-1,705,538		(464,996)
C. Cash flow from financing activities				
Repayment of long-term borrowings	(4,219,965)		12,922,470	
Proceeds from other short-term borrowings	-		-	
		(4,219,965)		12,922,470
Net cash flow from / (used in) financing activities (C)		(4,219,965)		12,922,470
Net increase / (decrease) in Cash and cash equivalents (A+B+C)		11,938,592		(736,798)
Cash and cash equivalents at the beginning of the year		5,222,133		5,958,932
Cash and cash equivalents at the end of the year		17,160,725		5,222,133



BWDA FINANCE LIMITED

CASH FLOW STATEMENT FOR THE YEAR ENDED

(In ₹ Rupees)

Particulars	2019		2018	
Reconciliation of Cash and cash equivalents with the Balance Sheet:				
Cash and cash equivalents as per Balance Sheet (Refer Note 16)		17,160,725		5,222,133
Less: Bank balances not considered as Cash and cash equivalents as defined in AS 3 <i>Cash Flow Statements</i>		-		-
Net Cash and cash equivalents (as defined in AS 3 <i>Cash Flow Statements</i>) included in Note 16		17,160,725		5,222,133
Add: Current investments considered as part of Cash and cash equivalents		-		-
Cash and cash equivalents at the end of the year *		17,160,725		5,222,133
* Comprises:				
(a) Cash on hand		916,095		1,275,920
(b) Cheques, drafts on hand		-		-
(c) Balances with banks				
(i) In current accounts		13,223,227		1,946,212
(ii) In EEFC accounts		-		-
(iii) In deposit accounts		3,021,403		2,000,000
		17,160,725		5,222,133

As per my report of even date annexed herewith.

For R S Hariharan & Associates

Chartered Accountants

Firm Registration Number: 015460S

R-S Hariharan
R S HARIHARAN

Chartered Accountant

FCA. 014696



For and on behalf of the Board of Directors

Dr. C. Joslin Thambi
(Dr. C. JOSLIN THAMBI)
Managing Director

Alphina Jos
(ALPHINA JOS)
Director

Place: Chennai

Date: 22.05.2019

BWDA FINANCE LIMITED

STANDALONE NOTES TO FINANCIAL STATEMENT

For the year ended 31st March 2019

NOTE 1 - COMPANY OVERVIEW

BWDA Finance Limited is registered with the Chennai Registrar of Companies as a Public Limited Company on 18th April, 1995 vide Registration no. U65921TN1995PLC030939. The Company is holding a valid Certificate of Registration (COR) issued by Reserve Bank of India as a Non-Banking Financial Company – Micro Finance Company without right for accepting public deposits vide certificate No. B-07.00499 dated 9th February, 2004. The registered office of the company is located at No. 858, East Pandy Road, Villupuram - 605 602.

NOTE 2 - SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO ACCOUNTS:

1. Basis of Preparation of Financial Statements

The financial statements have been prepared and presented under the historical cost convention on the accrual basis of accounting and comply with the mandatory Accounting Standards prescribed under Section 133 of the Companies Act 2013 read with Rule 7 of the Companies (Accounts) Rules 2014 (as amended) and applicable directions issued by RBI. Further, the Company follows the prudential norms for income recognition and provisioning for Non-performing Assets as prescribed by the Reserve Bank of India for Non-Banking Financial Companies.

2. Use of estimates

Preparation of financial statements in accordance with Generally Accepted Accounting Principles requires management to make judgments, estimates, and assumptions that affect the reported amounts of revenues, expenses, assets, liabilities and the disclosure of contingent liabilities at the end of the reporting period. Although these estimates are based upon management's best knowledge of current events and actions, actual results could differ from these estimates in the future periods.



3. Operating cycles

All assets and liabilities have been classified as Current and Non-Current as per the company's normal operating cycle and other criteria set out in the Schedule III of the Companies Act, 2013. Based on the nature of products and the time between the acquisition of assets for processing and their realization in cash and cash equivalents, the company has ascertained its operating cycle as 12 months for the purpose of current and Non-Current classification of Assets and Liabilities.

4. Treatment of prior period and extraordinary expense

Prior period items which arise in the current period as a result of error or omission in the preparation of prior period financial statements are separately disclosed in the current statement of Profit and Loss. However, the differences in actual income/ expenditure arising out of over or under estimation in prior period are not treated as prior period income or expenditure.

Extraordinary items i.e gains or losses which arises in events or transaction which are distinct from ordinary activities of the company which are material are separately disclosed in the statement of accounts

5. Property, Plant and Equipment

Property, Plant & Equipments and Intangible Assets are carried at cost, less accumulated depreciation/amortisation and impairment losses, if any. The cost of Property, Plant & Equipments and Intangible Assets comprises its purchase price net of any trade discounts and rebates, any import duties and other taxes (other than those subsequently recoverable from the tax authorities), any directly attributable expenditure on making the asset ready for its intended use and other incidental expenses. Subsequent expenditure on Property, Plant & Equipments and Intangible Assets after its purchase is capitalized only if it is probable that the future economic benefits will flow to the enterprise and the cost of the item can be measured reliably.



6. Depreciation

Depreciable amount for assets is the cost of an asset less its estimated residual value. Depreciation on Property, Plant & Equipment's has been provided on the straight-line method as per the useful life prescribed in Schedule II to the Act.

Intangible Assets are stated at cost and are amortized equally over a period of three years from the year of purchase.

7. Revenue Recognition

Revenues 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, 2016. Loans are classified into 'Performing and Non-Performing' assets in terms of the said Directions.

Other Income

Bank Deposit Interest income is accounted on accrual basis.

Dividend income is accounted for when the right to receive it is established

8. Employee Benefits

Defined contribution plans

The Company's contribution to provident fund are considered as defined contribution plans and are charged as an expense based on the amount of contribution required to be made and when services are rendered by the employees.

Short-term employee benefits

The undiscounted amount of short-term employee benefits expected to be paid in exchange for the services rendered by employees are recognized during the year when the employees render the service. These benefits include compensated absences which are expected to occur within twelve months after the end of the period in which the employee renders the related service.



9. Borrowing Costs

Borrowing Costs include interest and amortization of other ancillary costs incurred in connection with borrowings. Costs incurred in connection with borrowing of funds to the extent not directly related to acquisition of a qualifying asset are charged to the Statement of Profit and Loss over the tenure of the loan.

10. Earnings Per Share

The company reports basic and diluted earnings per share in accordance with Accounting Standard-20 on "Earning Per Share". Basic earnings per share is computed by dividing the net profit or loss for the year by the weighted average number of equity shares outstanding during the year.

Diluted earning per share is computed by dividing the net profit or loss for the year by the weighted average number of equity shares outstanding during the year as adjusted for the effects of all dilutive potential equity shares, except where the results are anti-dilutive.

11. Cash and cash equivalents (for purposes of Cash Flow Statement)

Cash comprises cash on hand and demand deposits with banks. 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.

12. Cash Flow Statements

Cash flows are prepared in accordance with the indirect method prescribed in Accounting Standard-3.

13. Receivables Under Financing Activity

Receivables under financing activity relates Micro finance loans. Loans are classified into 'Performing and Non-Performing' assets in terms of the Non-Banking Financial Companies Prudential Norms (Reserve Bank) Directions, 1998 issued by the Reserve Bank of India as amended from time to time.



14. Taxes on income

Current tax is determined as the amount of tax payable in respect of taxable income for the period taking into account carried forward losses.

Deferred tax is recognized subject to the consideration of prudence, on timing differences, being the difference between taxable incomes and accounting income that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax assets on account of the available tax loss are recognized to extent of the reversal of the Deferred Tax Liability. Otherwise Deferred tax assets is not recognized unless there is a virtual certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized.

15. Segment reporting

The Company provides only Financial Services and does not have any other segment of business. So the Segmental reporting regulations are not applicable to the company.

16. Provisions, contingent liabilities and contingent assets

Provisions involving substantial degree of estimation in measurement are recognized when there is a present obligation as a result of past events and it is probable that there will be an outsource of resources.

Contingent liabilities are not recognized but are disclosed in the notes, if any. Contingent assets are neither recognized nor disclosed in the financial statements.

17. Prudential Norms

The Company is registered as a Non-Banking Financial Institution (NBFC) classified as a Micro Finance Company and is therefore required to follow the Non-Banking Financial (Non-Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2016 as amended from time to time for its NBFC activities for Non Systemically Non-Deposit Taking Companies. Non-performing assets are provided for as per management estimates, subject to the minimum provision as per Non-Banking Financial (Non- Deposit Accepting or Holding) Companies.



BWDA FINANCE LIMITED

NOTES FORMING PART OF BALANCE SHEET

3 SHARE CAPITAL

Particulars	As at 31st March, 2019		As at 31st March, 2018	
	Number of shares	Rs.	Number of shares	Rs.
(a) Authorised				
Equity shares of Rs.10 each with voting rights	5,00,00,000	50,00,00,000	5,00,00,000	50,00,00,000
Redeemable preference shares of Rs.10 each	20,00,000	2,00,00,000	20,00,000	2,00,00,000
	5,20,00,000	52,00,00,000	5,20,00,000	52,00,00,000
(b) Issued				
Equity shares of Rs.10 each with voting rights	2,32,83,584	23,28,35,840	2,32,83,584	23,28,35,840
(c) Subscribed and fully paid up				
Equity shares of Rs.10 each with voting rights	2,32,83,584	23,28,35,840	2,32,83,584	23,28,35,840
Total	2,32,83,584	23,28,35,840	2,32,83,584	23,28,35,840

3(a) Reconciliation of the number of shares and amount outstanding at the beginning and at the end of the reporting period:

Particulars	As at 31st March, 2019		As at 31st March, 2018	
	Number of shares	Rs.	Number of shares	Rs.
Balance at the beginning of the year	2,32,83,584	23,28,35,840	2,32,83,584	23,28,35,840
Add: Shares issued during the year	-	-	-	-
Balance at the Close of the year	2,32,83,584	23,28,35,840	2,32,83,584	23,28,35,840

3(b) Rights, Preferences and Restrictions attached to shares

Equity Shares: The company has one class of equity shares having face value of Rs 10 each. Each shareholder is eligible for one vote per share held. The dividend if proposed by Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting, except in case of Interim Dividend. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the company after distribution of all preferential amounts, in proportion to their shareholding

Preference shares: Preference shares would be redeemable at par at the option of the shareholder. These share would carry preferential dividend over the dividend declare on the equity shares of the company

3(c) Particulars of Shareholders holding more than 5% shares in the Company

Class of shares / Name of shareholder	As at 31st March, 2019		As at 31st March, 2018	
	Number of shares held	% holding in that class of shares	Number of shares held	% holding in that class of shares
Equity shares with voting rights				
Dia Vikas capital pvt ltd.,	50,86,072	21.84%	50,86,072	21.84%
Small Industries Development Bank of India (SIDBI)	40,00,000	17.18%	40,00,000	17.18%
Centre for Development Education	30,86,706	13.26%	30,86,706	13.26%
Mutual Benefit Trust - South	11,68,074	5.02%	11,68,074	5.02%
Mutual Benefit Trust - Central	35,05,540	15.06%	35,05,540	15.06%



BWDA FINANCE LIMITED

NOTES FORMING PART OF BALANCE SHEET

3(d) Other disclosure under shareholders funds does not arise due to the following

1. The Company does not have any Holding Company
2. No shares were reserved for issue under options and contracts/ commitments for the sale of shares/ disinvestments
3. For the period of five years immediately preeceding the date at which the Balance sheets were prepared no shares were allotted for a consideration other than cash or as bonus shares nor any shares bought back
4. The company has not issued any securities convertible into equity/ Preference shares
5. No calls are unpaid and no shares were forfeited

4 RESERVES AND SURPLUS

Particulars	As at 31st March, 2019	As at 31st March, 2018
	Rs.	Rs. .
(a) Securities premium account		
Opening balance	7,613,460	7,613,460
Add : Premium on shares issued during the year	-	-
Less : Utilised during the year for:	-	-
Closing balance	7,613,460	7,613,460
(b) General reserve		
Opening balance	6,110,176	6,110,176
Add: Transferred from surplus in Statement of Profit and Loss	-	-
Less: Utilised / transferred during the year for:	-	-
Closing balance	6,110,176	6,110,176
(c) Statutory reserves		
Opening balance	32,211,295	28,263,899
Add: Additions / transfers during the year	3,700,681	3,947,396
Less: Utilisations / transfers during the year	-	-
Closing balance	35,911,977	32,211,295
(d) Surplus / (Deficit) in Statement of Profit and Lo		
Opening balance	-22,791,090	-38,580,675
Add: Profit / (Loss) for the year	18,503,407	19,736,981
Statutory Reserves	3,700,681	3,947,396
Closing balance	-7,988,364	-22,791,090
Total	41,647,249	23,143,841



BWDA FINANCE LIMITED

NOTES FORMING PART OF BALANCE SHEET

5 LONG-TERM BORROWINGS

Particulars	As at 31st March, 2019	As at 31st March, 2018
	Rs.	Rs.
(a) Term loans		
i. From banks		
Secured	7,922,908	9,531,381
Unsecured	-	-
Less: Current Maturities of Long Term Liabilities Shown in Other Current Liabilities	7,922,908	9,531,381
Secured	1,812,183	751,411
Unsecured	-	-
	6,110,725	8,779,970
ii. From other parties		
Secured	21,979,717	39,134,238
Unsecured	-	-
Less: Current Maturities of Long Term Liabilities Shown in Other Current Liabilities	21,979,717	39,134,238
Secured	18,811,974	34,415,774
Unsecured	-	-
	3,167,743	4,718,464
Total	9,278,468	13,498,434

5(a) Details of terms of repayment for the long-term borrowings and security provided in respect of the secured long-term borrowings:

Particulars	Nature of Security	Terms of repayment	As at 31st March, 2019		As at 31st March, 2018	
			Secured	Unsecured	Secured	Unsecured
			Rs.	Rs.	Rs.	Rs.
Term loans from banks: -						
Indian Bank	Secured by hypothecation of Book debts & Fixed Deposits, cash collaterals	60 Months	7,922,908	-	9,531,381	-
Total			7,922,908	-	9,531,381	-
Term loans from other parties:-						
Reliance Capital Loan	Secured by hypothecation of Book debts & Property at Nagercoil, Thuckalay, Palliyadi	18 Months	4,883,910	-	38,766,553	-
Eclear Leasing & Finance Pvt Ltd	Secured by hypothecation of Book debts	18 Months	15,945,998	-		
Cholamandalam Finance	Secured by hypothecation of vehicle	36 Months	1,149,809	-		
Vehicle Loan from Reliance Finance Ltd	Secured by hypothecation of vehicle	36 Months	-	-	367,685	
Total			21,979,717	-	39,134,238	-



BWA FINANCE LIMITED

NOTES FORMING PART OF BALANCE SHEET

5(b) Details of long-term borrowings guaranteed by the Managing Directors

Particulars	As at 31st March, 2019	As at 31st March, 2018
	Rs.	Rs.
Term loans from banks		
Reliance Capital Finance	4,883,910	38,766,553
Eclear Leasing & Finance Pvt Ltd	15,945,998	-
Indian Bank	7,922,908	9,531,381
Total	28,752,816	48,297,934

5(c) The Company has not defaulted in repayment of loans and interest thereon to Banks, Financial Institutions and Other Parties during the Year 2018-19 & 2017-18

5(d) For the current maturities of long-term borrowings, refer items (a) in Note 7 Other current liabilities.

6 OTHER LONG-TERM LIABILITIES

Particulars	As at 31st March, 2019	As at 31st March, 2018
	Rs.	Rs.
(a) Others:		
Staff Security Caution Deposits	2,203,518	1,633,628
Total	2,203,518	1,633,628

7 OTHER CURRENT LIABILITIES

Particulars	As at 31st March, 2019	As at 31st March, 2018
	Rs.	Rs.
(a) Current maturities of long-term debt	20,624,157	35,167,185
(b) Other payables		
(i) Statutory remittances		
GST Payable	681,695	153,896
TDS Payable	552,433	491,368
EPF Payable	224,147	167,694
Income Tax Payable	3,923,660	3,923,660
(ii) Others		
Advance from Clients	1,323,914	1,450,494
National Pension Scheme	-	39,800
Expenses Payable	3,046,681	973,925
Undisbursed Loan Payable	330,905	30,000
Other Payable	1,707,953	1,618,405
Total	32,415,545	44,016,428



BWDA FINANCE LIMITED**NOTES FORMING PART OF BALANCE SHEET**

7(a) Current maturities of long-term debt (Refer Notes (a) and (d) in Note 5 - Long-term borrowings for details of security, guarantee and repayment):

Particulars	As at 31st March, 2019	As at 31st March, 2018
	Rs.	Rs.
Term loans from banks		
Indian Bank	1,812,183	751,411
Term loans from other parties:-		
Eclear leasing and finance Pvt Ltd	13,488,893	-
Cholamandalam Finance	439,172	-
Reliance Capital	4,883,909	367,685
Total	20,624,157	1,119,096

8 SHORT TERM PROVISIONS

Particulars	As at 31st March, 2019	As at 31st March, 2018
	Rs.	Rs.
Provision:		
(i) Provision for Bonus and gratuity	1,111,768	1,111,768
(ii) Contingent Provisions against Standard Assets and NPA	2,736,742	2,869,685
(iii) Provision for Income Tax	1,050,430	-
Total	4,898,940	3,981,453



BWDA FINANCE LIMITED

9 FIXED ASSETS

In Rupees

	Gross block			Accumulated depreciation and impairment				Net block	
	Balance as at 1 April, 2018	Additions	Balance as at 31st March, 2019	Balance as at 1 April, 2018	Depreciation / amortisation expense for the year	Deletion & Adjustments	Balance as at 31st March, 2019	Balance as at 31st March, 2018	
	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
Tangible assets									
(a) Land & Building Owned	21,547,591		21,547,591	4,876,941	304,889		5,181,830	16,670,649	16,670,649
(b) Plant and Equipment Owned	554,074	33,898	587,972	328,344	29,381		357,725	225,730	225,730
(c) Furniture and Fixtures Owned	503,412	65,150	568,562	275,225	66,411		341,637	228,186	228,186
(d) Vehicles Owned	4,173,226	42,550	4,215,776	3,908,588	92,310		4,000,899	264,637	264,637
(e) Electrical Fittings Owned	600,136	97,424	697,560	516,167	32,325		548,492	83,968	83,968
(f) Computer Owned	5,207,435	1,466,516	6,673,951	4,463,301	564,928		5,028,229	744,133	744,133
Total	32,585,872	1,705,538	34,291,410	14,368,568	1,090,245	-	15,458,812	18,832,598	18,217,307
Previous year:	32,120,876	464,996	32,585,872	13,139,446	1,229,122	-	14,368,568	18,217,307	18,981,430



BWDA FINANCE LIMITED

NOTES FORMING PART OF BALANCE SHEET

10 NON-CURRENT INVESTMENTS

2019

Particulars	As at 31 March, 2019			As at 31 March, 2018		
	Quoted	Unquoted	Total	Quoted	Unquoted	Total
	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
Investments (At cost):						
Investment in equity instruments						
Other entities						
Non-Trade investments						
(a) DENA Bank - 800 Equity Shares of ₹ 10 each fully paid up at cost of ₹ 45.16/- per share	36,128	-	36,128	36,128	-	36,128
Trade investments						
(a) Alpha Micro Finance - 1,00,000 Equity Shares of ₹ 10 each fully paid up at cost of ₹ 10/- per share	-	1,000,000	1,000,000	-	1,000,000	1,000,000
	36,128	1,000,000	1,036,128	36,128	1,000,000	1,036,128



BWA FINANCE LIMITED

NOTES FORMING PART OF BALANCE SHEET

11 LONG-TERM LOANS AND ADVANCES

Particulars	As at 31st March, 2019	As at 31st March, 2018
	Rs.	Rs.
(a) Long-term Loans & Advances		
Secured, & Provided		
- Considered Good	-	-
- Considered Doubtful	448,000	631,000
Unsecured, & Provided		
- Considered Good	142,678,673	214,308,780
- Considered Doubtful	1,818,371	1,515,824
Total	144,945,044	216,455,604

- 11(a) Long-term loans and advances does not include any amounts due from Directors, Other officers of the Company, Firms in which director is a partner or private companies in which any director is a director or member.

12 OTHER NON-CURRENT ASSETS

Particulars	As at 31st March, 2019	As at 31st March, 2018
	Rs.	Rs.
(a) Security deposits	402,009	228,469
(b) TDS - Unsecured, considered good	45,535	174,668
(c) Advance Tax - Unsecured, considered good	-	-
(d) Balances with Government Authorities	602,668	1,034,427
Total	1,050,212	1,437,564

13 TRADE RECEIVABLES

Particulars	As at 31st March, 2019	As at 31st March, 2018
	Rs.	Rs.
(i) Outstanding for a period less than six months from the date they were due for payment considered good	1,134,749	1,272,527
(ii) Outstanding for a period exceeding six months from the date they were due for payment considered good	-	-
Total	1,134,749	1,272,527

- 13(a) Trade receivable does not include any amounts due from Directors, Other officers of the Company, Firms in which director is a partner or private companies in which any director is a director or member.



BWDA FINANCE LIMITED

NOTES FORMING PART OF BALANCE SHEET

14 CASH AND CASH EQUIVALENT

Particulars	As at 31st March, 2019	As at 31st March, 2018
	Rs.	Rs.
(a) Cash on hand	916,095	1,275,920
(b) Balances with banks - In current accounts	13,223,227	1,946,212
(ii) In deposit accounts		
- Less than 3 Months	-	-
- Other Balances	3,021,403	2,000,000
Total	17,160,725	5,222,133

14(a) Term deposit with Banks amounting to Rs.2,000,000 (PY Rs.2,000,000) has been encumbered by way of Joint holding with NPS Authorities towards performance obligations.

15 SHORT-TERM LOANS AND ADVANCES

Particulars	As at 31st March, 2019	As at 31st March, 2018
	Rs.	Rs.
(a) Short Term Loans & Advances		
Secured, & Provided		
- Considered Good	69,825	-
- Considered Doubtful	-	-
Unsecured, & Provided		
- Considered Good	128,171,082	69,821,475
- Considered Doubtful	488,200	691,455
	128,729,107	70,512,930
(d) MAT credit entitlement - Unsecured, considered good	-	3,015,189
Total	128,729,107	73,528,119

16 OTHER CURRENT ASSETS

Particulars	As at 31st March, 2019	As at 31st March, 2018
	Rs.	Rs.
(a) Others		
(i) Programme Advance	80,240	17,530
(ii) Advance - Others	417,168	169,816
(iii) Rent Advance	2,142,331	1,454,331
(iv) Western Union Money Transfer	287,010	248,495
(v) Staff Advance	153,739	50,069
(vi) BC Commission Receivable	6,424,205	-
(vii) Interest Receivable on Bank deposits	886,302	-
Total	10,390,995	1,940,241



BWA FINANCE LIMITED

NOTES FORMING PART OF STATEMENT OF PROFIT AND LOSS

17 REVENUE FROM OPERATIONS

	For the year ended 31 March, 2019	For the year ended 31 March, 2018
	Amount in Rs.	Amount in Rs.
Interest on Income Generation Loans	65,827,064	55,741,832
Other Operating Revenue - Bad Debts recovered	5,647,500	4,934,545
	71,474,564	60,676,377
Total	71,474,564	60,676,377

18 OTHER INCOME

Particulars	For the year ended 31 March, 2019	For the year ended 31 March, 2018
	Amount in Rs.	Amount in Rs.
Interest income on Bank Deposits	1,042,140	69,513
BC Income - Commission	5,662,697	-
Commission from		
High Mark	-	155,263
Sale of PAN Cards	179,084	1,099,633
Money Transfer Business	17,212	25,332
Miscellaneous Income	-	18,576
Rental Income	1,194,855	687,933
Processing Charges	2,446,122	2,827,751
Provision for bad debts no longer required	132,943	18,956,869
Total	10,675,053	23,840,870

19 FINANCE COST

Particulars	For the year ended 31 March, 2019	For the year ended 31 March, 2018
	Amount in Rs.	Amount in Rs.
(a) Interest expense on:		
(i) Borrowings	5,693,548	3,072,473
(b) Other borrowing cost	449,381	507,460
Total	6,142,929	3,579,933



BWDA FINANCE LIMITED

NOTES FORMING PART OF STATEMENT OF PROFIT AND LOSS

20 EMPLOYEE BENEFIT EXPENSES

Particulars	For the year ended 31 March, 2019	For the year ended 31 March, 2018
	Amount in Rs.	Amount in Rs.
Salaries and wages	23,425,295	14,090,149
Staff Welfare Expenses	6,175,406	3,576,876
Director's Remuneration	2,640,000	2,615,000
Contributions to provident and other funds	1,323,551	835,075
Gratuity	1,758,528	496,262
Total	35,322,780	21,613,362

21 ADMINISTRATIVE AND OTHER EXPENSES

Particulars	For the year ended 31 March, 2019	For the year ended 31 March, 2018
	Amount in Rs.	Amount in Rs.
Advertisement Expenses	490,775	157,095
Consultancy Charges	754,602	70,000
Donation	135,566	5,000
General Expenses	303,182	209,308
Legal and professional	228,086	185,800
Meeting and Training Expenses	185,487	81,513
Payments to auditors	350,000	295,120
Postage & Courier Charges	53,531	73,024
Printing and stationery	648,569	206,708
Programme Charges	208,531	1,914,725
Rating Fees	900,000	229,284
Rates & Taxes	1,291,681	7,965,912
Registration Fees	221,750	-
Rent Expense	2,136,512	1,620,783
Repairs and maintenance - Buildings	4,496,846	1,599,287
Repairs and maintenance - Office	541,520	715,570
Software Expense	1,386,600	1,009,106
Security Charges	244,520	84,971
Sitting Fees	120,000	183,700
Telephone and Internet	455,581	395,044
Travelling and conveyance	1,705,993	1,345,256
Vehicle Maintenance	83,294	70,318
Insurance	82,013	-
Total	17,024,637	18,417,525



BWA FINANCE LIMITED

NOTES FORMING PART OF BALANCE SHEET AND STATEMENT OF PROFIT & LOSS

22(a) Payment to auditors

Particulars	For the year ended 31 March, 2019	For the year ended 31 March, 2018
	Amount in Rs.	Amount in Rs.
Payments to the auditors comprises		
Statutory audit Fee	300,000	300,000
For certification charges	-	-
For Expenses Reimbursement	50,000	50,000
Total	350,000	350,000

22(b) Earnings per share

Particulars	For the year ended 31 March, 2019	For the year ended 31 March, 2018
	Amount in Rs.	Amount in Rs.
A. Basic		
Net Profit/Loss after tax (A)	18,503,407	19,736,981
Adjusted Weighted average number of share (B)	23,283,584	23,283,584
Nominal Value of shares	10	10
Basic earning per share (A)/(B)	0.79	0.85
B. Diluted		
Net Profit/Loss after tax	18,503,407	19,736,981
Add: Interest expense and exchange fluctuation on convertible bonds (net)		
Net Profit/Loss attributable to equity shareholders (on dilution)(C)	18,503,407	19,736,981
Weighted average number of Equity shares	23,283,584	23,283,584
Add: Effect of warrants, ESOPs and convertible bonds which are dilutive		
Weighted average number of Equity shares for diluted EPS (D)	23,283,584	23,283,584
Nominal Value of shares	10	10
Diluted earning per share (C)/(D)	0.79	0.85



BWDA FINANCE LIMITED

NOTES FORMING PART OF BALANCE SHEET AND STATEMENT OF PROFIT & LOSS

22 (c) RELATED PARTY TRANSACTION

Related party relationship is as identified by the management and relied upon by the auditors

Directors, Key Management Personnel and their relatives	1. Dr. C. Joslin Thambi 2. Alphina Jos
Enterprise over which directors, key managerial personnel and their relatives are able to exercise significant control	1. BWDA Society 2. Mutual Benefit Trust 3. BWDA Mercantile Pvt Ltd

Particulars	Amount in Rs.				
	Nature of Transaction	Payment made 2018-19	Closing Balance as on 31.03.2019	Payment made 2017-18	Closing Balance as on 31.03.2018
C. Joslin Thambi	Salary	15,00,000	-	15,00,000	-
Alphina Jos	Salary	11,40,000	-	11,40,000	-
BWDA Society	Service	6,00,000	-	18,00,000	-
Related party	Nature of Transaction	Maximum Amount O/S on any day during the year 18-19	Closing Balance as on 31.03.2019	Maximum Amount O/S on any day during the year 17-18	Closing Balance as on 31.03.2018
BWDA Society	Current A/c	12,47,192	-	13,46,567	-
BWDA Mercantile Pvt Ltd	Current A/c	1,21,94,852	-	72,31,261	51,521



BWDA FINANCE LIMITED
NOTES FORMING PART OF BALANCE SHEET AND STATEMENT OF PROFIT & LOSS

22(d) Contingent Liabilities & Commitments

Particulars	As on 31st March	As on 31st March
	2019	2018
Claims against the company not acknowledged as debts: Service Tax Matters	Rs.38,17,624	Rs.38,17,624

Service Tax Authorities adjudicated for the year 2009-10,2010-11 that Rs 42,35,624 as payable with regard to 1% upfront charges collected by us in those years as Group Mentoring & Monitoring charges. The company has appealed against the order at CESTAT Tribunal.

22(e) Transaction in Foreign Currency (on payment basis)

Particulars	For the year ended 31st March	
	2019	2018
Earnings	-	-
Expenditure	-	336,560



BWDA FINANCE LIMITED
NOTES FORMING PART OF BALANCE SHEET AND STATEMENT OF PROFIT & LOSS

22(f) Provisions

The Company has made provision for various contractual obligations and disputed liabilities based on its assessment of the amount it estimates to incur to meet such obligations, details of which are given below:

Particulars	As on 31st March	
	2019	2018
Provision for receivables under Financing Activity		
Opening Balance	2,869,685	21,826,554
Additions	-	-
Utilisation/ Reversal	-132,943	-18,956,869
Closing Balance	2,736,742	2,869,685
Of the above, the following amounts are expected to be incurred within a year:		

22(g) Exposure to Real Estate sector (Direct & Indirect):

The Company does not have any direct or indirect exposure to real estate sector as on 31st March 2019 and 2018

22(h) Segment reporting:

The company operates in a single primary business segment namely, Non banking financial company - Micro financial institution. Hence no separate disclosure is required

22(i) Deferred tax Liabilities

During the year 2018-19 Deferred tax provisions as per AS 22 will be asset and accordingly we have not recognised the same prudentially

The company's asset under Management (Portfolio under Management) stands at Rs 52,81,44,594/- comprising of own portfolio of Rs 27,36,74,151/-, and Managed portfolio of Rs 25,44,70,443/- The Liability under managed portfolio is restricted to Rs 1,25,00,000/-

22(j) treated as FLDG and kept in current account with State Bank of India

22(k) Previous year figures have been reclassified wherever necessary to conform to this year classification.



NOTES FORMING PART OF STATEMENT OF PROFIT AND LOSS ACCOUNT

22(i) Asset Classification & Provisioning

The Company follows Prudential Norms of Reserve Bank of India (RBI) read with the Master circular DNBS, PD, No. 007/03.10.119/2016-17 Dated 01.09.2016 (updated as on 09/03/2017) with regard to classification in respect of all loans extended to its customers. The prudential norms relating to MFI is being followed for provisioning. Loans where the installment is overdue for a period of 90 days or more or on which interest amount remained overdue for a period of 90 days or more is treated as Non performing assets. Provision is made for loss assets as per the Company's policy which is same as per the provision required under the prudential norms.

Provisioning Norms		
Asset Classification	Period of overdues	Provision as per RBI Prudential Norms
Outstanding Loan Portfolio		1%
(or)		50%
Aggregate Loan Installments	More than 90 days and Less than 180 days 180 days or more	100%

Age	Over Due	Outstanding	Percentage	Provision as per RBI Norms
	Principal			
Outstanding Loan Portfolio		273,674,151	1%	2,736,742
Aggregate Loan Installments				
More than 90 and less than 180 days	92,741		50%	46,371
180 days or more	1,212,866		100%	1,212,866
	1,305,607	273,674,151		1,259,236
				2,736,742

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BWDA FINANCE LIMITED

NOTES FORMING PART OF STATEMENT OF PROFIT AND LOSS ACCOUNT

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

Capital to Risk asset ratio

Particulars	As at 31st March, 2019	As at 31st March, 2018
	Rs.	Rs.
Tier I Capital	273,483,088	254,979,681
Tier II Capital	2,736,742	2,869,685
Total	276,219,830	257,849,366
Total Risk Weighted Assets	304,488,962	309,312,585
Capital Ratios		
Tier I Capital as percentage of Total Risk Weighted Assets (%)	89.82%	99.52%
Tier II Capital as percentage of Total Risk Weighted Assets (%)	0.90%	1.25%
Total Capital (%)	90.72%	100.77%

22(n) Qualifying Assets Ratio

S. No.	Particulars	As at 31st March, 2019		As at 31st March, 2018	
		Rs.	%	Rs.	%
A.	Net Assets of the Company	309,140,238		315,887,490	
B.	Qualifying Assets	273,674,151		286,968,536	
C.	Qualifying Assets Ratio (B/A)		88.53%		90.85%
D.	Income Generation Loan	273,153,305		264,775,657	
E.	Total Loan	273,674,151		286,968,536	
F.	Ratio of Income Generation Loan to Total Loan (D/E)		99.81%		92.27%



BWDA FINANCE LIMITED

Particulars		Calculation of Capital Adequacy Ratio as on 31st March 2019		Calculation of Capital Adequacy Ratio as on 31st March 2018	
		Sub total	Total	Sub total	Total
Tier I Capital					
1. Share capital		232,835,840		232,835,840	
2. Free reserves		6,110,176		6,110,176	
3. Share premium		7,613,460		7,613,460	
4. Statutory Reserve		35,911,977		32,211,295	
5. Capital reserve		-	282,471,453	-	278,770,771
Less:					
1. Accumulated loss in balance sheet		7,988,365	7,988,365	22,791,090	22,791,090
Net owned fund			274,483,088		255,979,681
Less:					
1. Excess over 10% over the NOF - Group Exposure			-		-
2. Shares in other NBFC's			1,000,000		1,000,000
Tier I Capital			273,483,088		254,979,681
Add:					
1. General provisions and loss reserves to the extent of (1&1/4)% of risk weighted assets.		2,736,742		2,869,685	
Tier II Capital			2,736,742		2,869,685
Total of Tier I & Tier II Capital			276,219,830		257,849,366



BWDA FINANCE LIMITED

31.03.2018

31.03.2019

Asset particulars	Amount	% of weight	Risk adjusted amount	Amount	% of weight	Risk adjusted amount
Cash and Bank balances including fixed deposits and certificates of deposits with bank	17,160,725	0%	-	5,222,133	0%	-
Investments	1,036,128	100%	1,036,128	1,036,128	100%	1,036,128
Trade Receivables from Financing Activity	273,674,151	100%	273,674,151	286,968,536	100%	286,968,536
Staff Loan	-	0%	-	-	-	-
Fixed assets net of depreciation	18,832,598	100%	18,832,598	18,217,307	100%	18,217,307
Other assets	-	-	-	-	-	-
a) TDS-income tax (net of provision)	648,203	0%	-	4,224,283	0%	-
b) Advance tax paid (net of provision)	-	0%	-	-	0%	-
c) Staff Advance	153,739	0%	-	50,069	0%	-
d) Exposure to Group companies	-	0%	-	-	-	-
e) Others to be specified	9,037,273	100%	9,037,273	521,481	100%	521,481
f) Contingent liability	3,817,624	50%	1,908,812	5,138,264	50%	2,569,132
Total risk weighted assets	324,360,442		304,488,962	321,378,202		309,312,585

Percentage of Tier I & II Capital to Risk Weighted Assets

276,219,830
304,488,962

90.72%

276,219,830
309,312,585

83.36%

Percentage of Tier I Capital to Risk Weighted Assets

273,483,088
304,488,962

89.82%

254,979,681
309,312,585

82.43%

Percentage of Tier II Capital to Risk Weighted Assets

2,736,742
304,488,962

0.90%

2,869,685
309,312,585

0.93%



BWDA FINANCE LIMITED

Qualifying Assets Ratio

As on 31st March 2019

S. No.	Particulars	Rs.	Rs.	%
A.	Net Assets of the Company :			
1	Total Assets as per Balance Sheet		323,279,560	
	Less:			
2	Cash, balances with banks and financial Institutions, government securities and money market instruments			
	(a) Cash on hand	916,095		
	(b) Cheques, drafts on hand	-		
	(c) Balances with banks			
	(i) In current accounts	13,223,227		
	(ii) In EEFC accounts	-		
	(iii) In deposit accounts	-		
	Current Assets :			
	- Less than 3 Months	-		
	- Other Balances (Greater than 3 Months and less than 12 Months)	-		
			14,139,322	
3	Net Assets of the Company (1-2)		309,140,238	
B.	Qualifying Assets :			
4	Trade receivables under Financing Activity	273,674,151		
5	Interest accrued on Trade receivables under Financing Activities			
6	Total Qualifying Assets (4+5)		273,674,151	
C.	Qualifying Assets Ratio (6 / 3)			88.53%
7	Income Generation Asset		273,153,305	
D	Ratio of Income Generation Asset to Total Qualifying Assets (7 / 6)			99.81%



BWDA FINANCE LIMITED

22(p) Product Wise Loan Portfolio For the year 2018-19

S.No	Product	O/S Amount	Qualifying Assets	Income Generation loan	Upto 180 days	180 days-24 Months	24 Months-36 Months	36 Months-72 Months	More than 72 months	Total
1	Self Help Group	178,916,268	178,916,268	178,916,268	178,803,102	112,166	-	-	-	178,916,268
2	Joint liability Group	19,163,941	19,163,941	19,163,941	19,163,941	-	-	-	-	19,163,941
3	Micro Loan	8,179,246	8,179,246	8,179,246	6,425,249	1,683,997	-	70,000	-	8,179,246
4	Seasonal and Education Loan	831,243	831,243	831,243	773,772	30,137	-	27,335	-	831,243
5	Micro Housing, Water and Sanitation	66,062,607	66,062,607	66,062,607	66,062,607	-	-	-	-	66,062,607
6	Individual Loan	517,825	517,825	-	69,825	148,000	-	300,000	-	517,825
7	Emergency Loan	-	-	-	-	-	-	-	-	-
8	Festival Loan	3,021	3,021	-	3,021	-	-	-	-	3,021
	Total	273,674,151	273,674,151	273,153,305	271,302,516	1,974,300	-	397,335	-	273,674,151



BWDA FINANCE LIMITED

2019

As at 31st March

DEPRECIATION AS PER INCOME TAX ACT							In Rupees	
	Opening Balance	Addition		Disposals	Total	Rate	Depreciation	Closing Balance
		More Than 6 Months	Less Than 6 Months					
Computer	369,781	160,855	-	-	530,636	40%	212,254	1,362,910
	369,781	160,855	1,305,661	-	1,836,297	20%	261,132	1,305,661
Building	-	-	-	-	-	10%	-	-
	-	-	-	-	-	5%	-	-
Equipments & Vehicles	2,481,377	54,822	-	-	2,536,199	15%	380,430	2,265,890
	2,481,377	54,822	119,050	-	119,050	7.5%	8,929	119,050
Furniture & Fittings	1,543,705	32,200	-	-	1,575,905	10%	157,591	1,449,617
	1,543,705	32,200	32,950	-	32,950	5%	1,648	1,543,705
Grand Total	4,394,863	247,877	1,457,661	-	6,100,401	-	1,021,983	5,078,418

For and on behalf of the Board of Directors


(Dr. C. JOSLIN THAMBI)
 Managing Director


(ALPHINA JOS)
 Director

