



To
The Members of
Indo Asia Finance Limited

29.04.2019

Report on the Financial Statements

We have audited the accompanying Standalone financial statements of Indo Asia Finance Limited, which comprise the Balance Sheet as at 31 March 2019, the statement of profit and loss and the cash flow statement for the year ended on that date and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 with respect to the preparation and presentation 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 there under.

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, plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.



An audit involves performing procedures to obtain audit evidence about the amounts and 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.

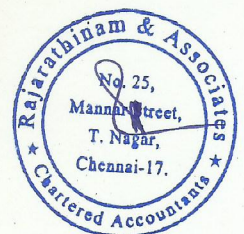
We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the standalone financial statements.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Standalone financial statements give the information required by the 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 31 March 2019 and its Loss and its cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2015, issued by the Central Government of India in terms of sub section (11) of section 143 of the Act, we give in the Annexure a statement on the matters specified in the 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 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.

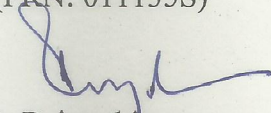


- d. In our opinion, the aforesaid Standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014;
- e. on the basis of the written representations received from the directors as on 31 March 2019 taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2019 from being appointed as a director in terms of Section 164 (2) of the Act;
- f. With respect to the adequacy of the internal financial control over the financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in “Annexure B”.
- g. with respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- i. The Company does not have any pending litigations which would impact its financial position except recovery of debtors.
 - ii. The Company has made provision, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long-term contracts including derivative contracts.
 - iii. During the current financial year, the company has not declared any dividend due to losses.

FOR RAJARATHINAM & ASSOCIATES

Chartered Accountants

(FRN: 011135S)

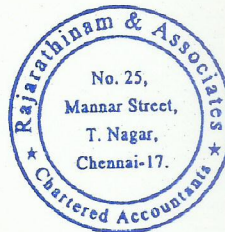

R. Rajarathinam

Partner

M. No. 020610.

Date: 29.04.2019.

Place: Chennai





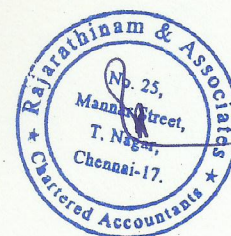
“Annexure A” to the Independent Auditors' Report

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

- (i) a. The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
- b. The Company has a regular program of physical verification of its fixed assets by which fixed assets are verified in a phased manner on regular intervals. In accordance with this program, certain fixed assets were verified during the year and no material discrepancies were noticed on such verification. In our opinion, this periodicity of physical verification is reasonable having regard to the size of the Company and the nature of its assets.
- (ii) a. The Company is a service company, primarily rendering financial services. Accordingly, it does not hold any physical inventories thus paragraph 3(ii) of the order is not applicable.
- b. The Company has not granted loans during the year to any bodies corporate covered in the register maintained under section 189 of the Companies Act, 2013
- c. Since no loans are granted to body corporate, the question of maintaining the register under section 189 of the Companies Act, does not arise.
- (iii) In our opinion and according to the information and explanations given to us, there is an adequate internal control system commensurate with the size of the Company and the nature of its business with regard to purchase of fixed assets and sale of services. The activity of the company does not involve any purchase of inventory and sale of goods. We have not observed any major weakness in the internal control system during the course of the audit.
- (iv) The Company has not accepted any deposits from the public.
- (v) The Central Government has not prescribed the maintenance of cost records under section 148(1) of the Act, for any of the services rendered by the company.



- (vi) According to the information and explanations given to us and on the basis of our examination of the records of the Company, amounts deducted / accrued in the books of account in respect of undisputed statutory dues including provident fund, income tax, sales tax, wealth tax, service tax, duty of customs, value added tax, cess and other material statutory dues have been regularly deposited during the year by the Company with the appropriate authorities.. As explained to us, the Company did not have any dues on account of employees' state insurance and duty of excise. According to the information and explanations given to us, no undisputed amounts payable in respect of provident fund, income tax, sales tax, wealth tax, service tax, duty of customs, value added tax, cess and other material statutory dues were in arrears as at 31 March, 2019 for a period of more than six months from the date they became payable. However the company has not remitted a sum of Rs.4.27 lakhs which is payable on account of Fringe benefit tax for the assessment year 2007-2008.
- (vii) The Company incurred a loss of Rs.174.11 Lakhs and the Cash Loss incurred by the company during the financial year amounts to Rs.167.56 Lakhs.
- (viii) Based on our audit procedure and on the information and explanations given by the management, we are of the opinion that the Company has not defaulted in repayment of dues to a financial institutions and banks during the year.
- (ix) The Company has appointed an internal auditor who submits reports on a monthly basis to the board of directors and based on his observations corrective action is being initiated by the board. For the purpose of this audit we have taken into consideration the internal audit reports and corrective actions initiated and arrived at our conclusions.
- (x) The company as per requirements of Stock exchange has appointed a woman director in the board.
- (xi) The company as per the norms stipulated for NBFC by RBI has provided for bad debts. Detailed picture of provision has been provided in the notes on accounts. The company has concentrated on recovery of debts and has not extended any fresh loans during the current year.
- (xii) The company has redeemed during the period under review a sum of Rs. 26.61 Lakhs towards redemption of debentures. The company has initiated plans for disposal of land to redeem further debentures. The debenture holders have also agreed to wait for redemption in this regard.

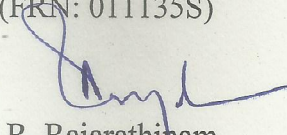


- (xiii) The company has taken up a serious drive for recovery of bad debts. The company has already moved the matter in most of the cases for appointment of Arbitrator for settlement of dues and has succeeded in most of the cases. Hence there will be improvement in recovery of bad debts in the future.
- (xiv) The company has applied to Reserve Bank of India for change of licence from category 'A' to Category 'B', so that public deposits need not be taken for financing. The matter is in progress.
- (xv) The company on account of losses incurred had not declared any dividend to the shareholders during the current year.
- (xvi) The company had paid TDS, Income Tax, PF, ESI and other statutory liabilities in time and we observe that there is no default in this regard. However, income tax assessments are pending and the demand has not been raised on the company. Since the demand if any, has not been crystallized no provision has been made in the accounts.
- (xvii) In our opinion and according to the information and the explanations given to us, the Company has not given any guarantee for loans taken by others from banks or financial institutions.
- (xviii) The company did not have any term loan outstanding during the year.
- (xix) According to the information and explanations given to us, no material fraud on or by the Company has been noticed or reported during the course of our audit.

FOR RAJARATHINAM & ASSOCIATES

Chartered Accountants

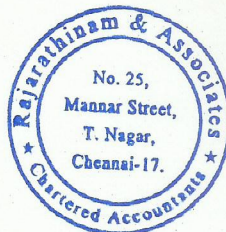
(FRN: 011135S)


R. Rajarathinam
Partner

M. No. 020610.

Date: 29.04.2019.

Place: Chennai





**“Annexure B” to the Independent Auditors' Report of even date on the Standalone
Financial Statements of Indo Asia Finance Limited**

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

We have audited the internal financial control over financial reporting of Indo Asia Finance Limited as of March 31, 2019 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

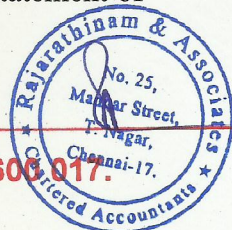
Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial control based on Internal Audit Report which is reviewed by the board on monthly basis and action initiated wherever necessary. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the 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 internal financial controls system over financial reporting.

Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and (3) 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 internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

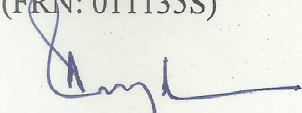
Opinion

In our opinion, 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 Internal Audit Report which is reviewed by the board on monthly basis and action initiated wherever necessary.

FOR RAJARATHINAM & ASSOCIATES

Chartered Accountants

(FRN: 011135S)


R. Rajarathinam

Partner

M. No. 020610.

Date: 29.04.2019.

Place: Chennai



INDO ASIA FINANCE LIMITED
NO. 15, NEW GIRI ROAD, T. NAGAR, CHENNAI- 600 017
BALANCE SHEET AS AT 31.03.2019

Sl. No	Particulars	Note No	As at	
			31.03.2019	31.03.2018
A	EQUITY AND LIABILITIES			
1	Shareholders' funds			
	(a) Share Capital	1	90,000,000	90,000,000
	(b) Share Application Money		60,000,000	60,000,000
	(c) Reserves and Surplus	2	(64,801,310)	(47,390,559)
			85,198,690	102,609,441
2	Non-current liabilities			
	(a) Long-Term Borrowings	3	16,150,000	18,810,800
	(b) Long-Term Provisions	4	34,303,366	21,456,867
			50,453,366	40,267,667
3	Current liabilities			
	(a) Short-Term Borrowings	5	32,098,642	25,964,585
	(b) Other Current Liabilities	6	8,408,488	8,008,973
			40,507,130	33,973,558
	TOTAL		176,159,186	176,850,665
B	ASSETS			
1	Non-Current Assets			
	(a) Fixed Assets			
	(i) Tangible Assets	7	4,982,930	5,637,073
	(b) Non-Current Investments	8	303,495	369,831
	(c) Deferred Tax Assets (net)		4,261,415	4,261,415
	(d) Long-Term Loans and Advances		-	-
	(e) Other Non-Current Assets		-	-
			9,547,840	10,268,319
2	Current Assets			
	(a) Current Investments		-	-
	(c) Cash and Bank Balances	9	1,136,047	171,602
	(d) Short-Term Loans and Advances	10	140,454,796	141,401,947
	(e) Other Current Assets	11	25,020,502	25,008,798
			166,611,346	166,582,346
	TOTAL		176,159,186	176,850,665

For and on behalf of the Board
for INDO ASIA FINANCE LIMITED

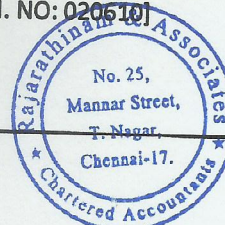
As per our report of even dated
for RAJARATHINAM & ASSOCIATES
FIRM REG. NO.: 011135S

[Signature]
PADAM J CHALLANI
[MANAGING DIRECTOR]
[DIN. NO: 00052216]

[Signature]
LAKSHMI NARASIMHA RAO
[DIRECTOR]
[DIN. NO: 01275880]

[Signature]
R. RAJARATHINAM
PARTNER
[M. NO: 020610]

Place: CHENNAI
Date: 29.04.2019

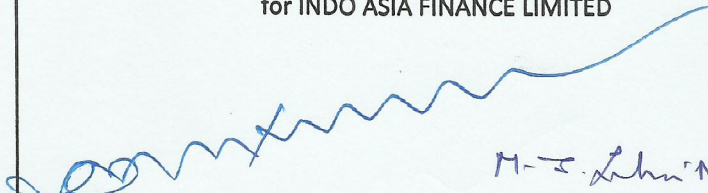


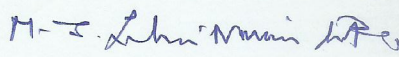
INDO ASIA FINANCE LIMITED
NO. 15, NEW GIRI ROAD, T. NAGAR, CHENNAI- 600 017
PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31.03.2019

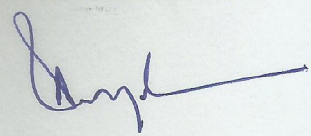
Sl. No	Particulars	Note No	For the year ended	For the year ended
			31.03.2019	31.03.2018
A	INCOME			
1	Revenue from Operations	12	861,478	1,949,781
2	Other Income	13	3,610,874	4,138,218
3	Total		4,472,352	6,087,999
4	Expenses			
	(a) Finance Costs	14	2,127,024	2,370,967
	(b) Employee Benefits Expense	15	2,738,554	3,464,206
	(c) Depreciation and Amortisation Expense	7	654,143	928,498
	(d) Other Expenses	16	3,516,883	3,517,116
	(e) Provisions /Write offs	17	12,846,499	8,577,159
	Total expenses		21,883,103	18,857,945
5	Profit before exceptional and extraordinary items and tax (3 - 4)		(17,410,751)	(12,769,946)
6	Exceptional Items			-
7	Profit before extraordinary items and tax (5 + 6)		(17,410,751)	(12,769,946)
8	Extraordinary Items			
9	Profit before Tax (7 + 8)		(17,410,751)	(12,769,946)
10	Tax expense:			
	(a) Current tax expense			
	(b) Deferred Tax Expense			
	(b) Short Provisions of Tax of Earlier Years			
11	Profit After Tax from Continuing Operations (9 +10)		(17,410,751)	(12,769,946)
12	Earnings per share (excluding extraordinary items) (of ` 10/- each):			
	(a) Basic & Diluted			
	(i) Continuing operations		(1.93)	(1.42)
	(ii) Total operations		(1.93)	(1.42)

For and on behalf of the Board
for INDO ASIA FINANCE LIMITED

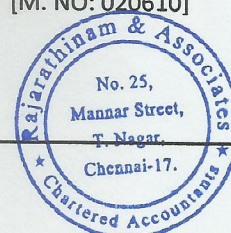
As per our report of even dated
for RAJARATHINAM & ASSOCIATES
FIRM REG. NO.: 0111355


PADAM J CHALLANI
[MANAGING DIRECTOR]
[DIN. NO: 00052216]


LAKSHMI NARASIMHA RAO
[DIRECTOR]
[DIN. NO: 01275880]


R. RAJARATHINAM
PARTNER
[M. NO: 020610]

Place: CHENNAI
Date: 29.04.2019



CASH FLOW STATEMENTS FOR THE PERIOD ENDED 31ST MARCH, 2019

PARTICULARS		FOR THE YEAR ENDED 31-03-2019		FOR THE YEAR ENDED 31-03-2018	
I	CASH FLOW FROM OPERATING ACTIVITY				
a.	Net profit before tax & Extraordinary item	(17,410,751)		(12,769,946)	
b.	Adjustment for non-cash & non-operating items				
	Add : Non-operating & Non-Cash Expenses				
	Depreciation debited to P&L A/c	654,143		928,498	
	Interest and Finance Charges	2,127,024		2,370,967	
	Provision and written off	12,846,499		8,577,159	
		(1,783,085)		(893,322)	
	Less : Non-Operating & Non-Cash income				
	Profit on Sale of Investments	(400,226)		-	
	Dividend	(8,355)		(9,956)	
c.	Operating Profit before Working Capital changes	(2,191,666)		(903,278)	
	Adjustment for working capital changes				
	- Decrease / (Increase) in working capital	1,334,961		(2,917,488)	
d.	Cash Generated from operations	(856,705)		(3,820,766)	
e.	Less : Taxes Paid	-		-	
i.	Income Taxes Paid				
f.	Cash Flow Before Extradinary item	(856,705)		(3,820,766)	
g.	Extradinary Item			-	
	Net Cash from Operating Activity	(856,705)	(856,705)	(3,820,766)	(3,820,766)
II	CASH FLOW FROM INVESTMENTS ACTIVITY				
a	Dividend Received	8,355		9,956	
b	Sale of Investment	466,562		-	
	Net cash used in Investing activity	474,917	474,917	9,956	9,956
III	CASH FLOW FROM FINANCING ACTIVITY				
a.	Repayment of borrowings	(2,660,800)		(2,600,000)	
b.	Proceeds from unsecured loans	6,134,057		7,377,299	
c	Interest paid on Loan	(2,127,024)		(2,370,963)	
	Net Cash used in financing activity	1,346,233	1,346,233	2,406,336	2,406,336
	NET INCREASE/(DECREASE) IN CASH & CASH EQUIVALENTS (I+II+III)		964,445		(1,404,474)
V	Opening Cash & Cash Equivalents				
a.	Cash in Hand & Nationalized banks	171,602	171,602	1,576,076	1,576,076
VI	Closing balance of cash & Cash Equivalents		1,136,047		171,602
	Reconciliation				
	Closing balance of Cash & Cash Equivalents				
a.	Cash in Hand & Nationalized banks	1,136,047		171,602	
		NIL	1,136,047		171,602

Notes :

- Figures in brackets represents outflows.
- Previous year figures have been recast/restated wherever necessary.
- Gross effect given for item No. I(b) and III(d)

for and on behalf of the Board
for INDO ASIA FINANCE LIMITED

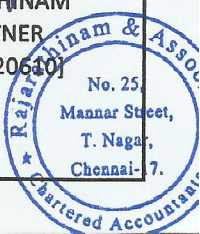
As Per our Report of Even date
for RAJARATHINAM & ASSOCIATES
CHARTERED ACCOUNTANT

PADAM J CHALLANI
[MANAGING DIRECTOR]
[DIN. NO:00052216]

LAKSHMI NARASIMHA RAO
[DIRECTOR]
[DIN. NO:01275880]

R. RAJARATHINAM
PARTNER
[M. NO: 020610]

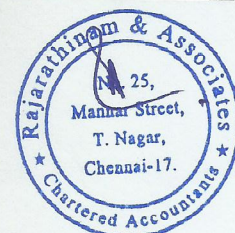
Place : CHENNAI
Date: 29.04.2019



INDO ASIA FINANCE LIMITED
NO. 15, NEW GIRI ROAD, T. NAGAR, CHENNAI- 600 017

NOTES RELATING TO BALANCE SHEET FOR THE YEAR ENDED 31.03.2019

NOTE NO.	PARTICULARS	As at	
		31.03.2019	31.03.2018
1	Authorised Share Capital Ordinary Shares 1,55,10,000 Equity Shares of ` 10/-each Issued,Subscribed and fully paid up 90,00,000(Previous year- 90,00,000) Equity Shares of ` 10/-each. Share Application Money	155,100,000 90,000,000 60,000,000	155,100,000 90,000,000 60,000,000
2	RESERVES AND SURPLUS Capital Reserve Revaluation Reserve General Reserve Statutory Reserve pursuant to Section 45-1c of the RBI Act 1934 Balance as at the beginning of the year Add: Transferred from Profit & Loss A/c Surplus-balance in Statement of Profit and Loss Balance as at the beginning of the year Add: Current year profit Less: Transfer to General Reserve Less: Transfer to Special Reserve Less: Depreciation Balance as at the end of the Period TOTAL RESERVES AND SURPLUS	72,000 - 4,250,000 28,075,550 - 28,075,550 (79,788,113) (17,410,751) - - - (97,198,864) (64,801,314)	72,000 - 4,250,000 28,075,550 - 28,075,550 (67,018,163) (12,769,950) - - - (79,788,113) (47,390,563)
3	NON-CURRENT LIABILITIES LONG TERM BORROWINGS Secured Borrowings 12 % Non-Convertible Redeemable Debentures (Secured by Specific Assets covered under Hypothecation Loan Agreements- Reedemable at the end of 12 months. with an option to renew for a further period of 12 months) TOTAL LONG TERM BORROWINGS	16,150,000 16,150,000	18,810,800 18,810,800
4	LONG TERM PROVISIONS Provision for Standard , Sub Standard & Non-Performing Assets Diminution in Investments	34,235,334 68,032 34,303,366	21,198,167 258,700 21,456,867



INDO ASIA FINANCE LIMITED
NO. 15, NEW GIRI ROAD, T. NAGAR, CHENNAI- 600 017

NOTES RELATING TO BALANCE SHEET FOR THE YEAR ENDED 31.03.2019

NOTE NO.	PARTICULARS	As at	
		31.03.2019	31.03.2018
	CURRENT LIABILITIES		
5	SHORT-TERM BORROWINGS		
	Secured Borrowings	NIL	NIL
	Loans and advances From Related Parties	-	-
	TOTAL SHORT TERM BORROWINGS	32,098,642	25,964,585
6	OTHER CURRENT LIABILITIES		
	Sundry Creditors for expenses	4,161,763	3,705,626
	Income-tax payable	4,091,825	3,664,819
	Other Payables	154,900	638,528
		8,408,488	8,008,973



INDO ASIA FINANCE LIMITED
NOTES ANNEXED TO AND FORMING PART OF THE FINANCIAL STATEMENTS
AS AT Mar 31, 2019

7 NON -CURRENT-TANGIBLE FIXED ASSETS AS AT 31.03.2019

Sl. No	PARTICULARS	GROSS BLOCK(COST/VALUATION)				DEPRECIATION				As At	As At
		As At	Additions	Disposals	As At	Up to	Chargeduring the Period	Disposals	Up to	As At	As At
		31.03.2018			31.03.2019	31.03.2018	TO P&L	TO R&S	31.03.2019	31.03.2018	31.03.2019
1	Land	2,281,105	-	-	2,281,105	-	-	-	-	2,281,105	2,281,105
2	Building	1,567,658	-	-	1,567,658	24,816	-	-	348,123	1,244,351	1,219,535
3	Plant & Machinery	966,850	-	-	966,850	60,350	-	-	826,387	200,813	140,463
4	Furniture & Fittings	5,233,322	-	-	5,233,322	326,063	-	-	4,362,707	1,196,678	870,615
5	Electrical Installation	236,464	-	-	236,464	-	-	-	236,464	-	-
6	Office Equipments	7,384,826	-	-	7,384,826	20,583	-	-	7,232,634	172,775	152,192
7	Computer Software	889,461	-	-	889,461	91,164	-	-	830,884	149,741	58,577
8	Vehicles	7,914,503	-	-	7,914,503	131,167	-	-	7,654,060	391,610	260,443
	TOTAL	26,474,189	-	-	26,474,189	654,143	-	-	21,491,259	5,637,073	4,982,930

As per our report of even dated
for RAJARATHINAM & ASSOCIATES
FIRM REG. NO.: 0111355

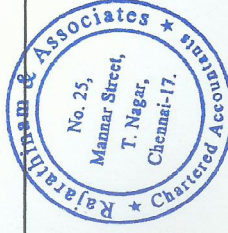
PADAM J CHALLANI
[MANAGING DIRECTOR]
[DIN. NO:00052216]

Place: Chennai
Date: 29.04.2019

M. S. Lakshmi Narasimha Rao

LAKSHMI NARASIMHA RAO
[DIRECTOR]
[DIN. NO:01275880]

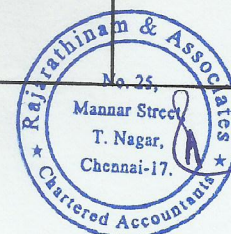
R. Rajarathinam
R. RAJARATHINAM
PARTNER
[M. NO: 020610]



INDO ASIA FINANCE LIMITED
NO. 15, NEW GIRI ROAD, T. NAGAR, CHENNAI- 600 017

NOTES RELATING TO BALANCE SHEET FOR THE YEAR ENDED 31.03.2019

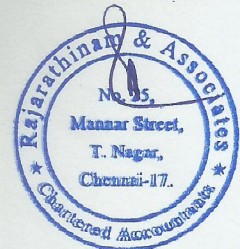
NOTE NO.	PARTICULARS	For the year ended 31.03.2019		For the year ended 31.03.2018	
		No. of shares	Amount in (Rs.)	No. of shares	Amount in (Rs.)
8	NON-CURRENT INVESTMENT				
	A.Trade Investments	-	NIL	-	NIL
	B.OTHER INVESTMENTS				
	Investment in Equity shares				
	1) Associates	-	NIL	-	NIL
	2) Others				
	Equity Shares fully paid-up				
	QUOTED-DEMAT				
	KOPRAN LIMITED	2,000	251,100	2,000	251,100
	HINUSTHAN UNILEVER LIMITED	10	1,000	10	1,000
	INDIAN BANK	696	63,336	696	63,336
	UMANG DAIRIES LIMITED	200	2,000	200	2,000
	WIM PLAST LTD.	400	2,000	200	2,000
	SubTotal A	3,306	319,436	3,106	319,436
	Less: Investment Sold During the Year				
	Equity Shares Fully Paid up				
	Hindustan Uniliver	(10)	(1,000)		
	Indian Bank	(696)	(63,336)		
	WIM Plast Limited	(400)	(2,000)		
	Sub total B	(1,106)	(66,336)		
	Total Quoted - Demat C (A-B)	2,200	253,100	3,106	319,436
	QUOTED -PHYSICAL				
	GNFC LTD.	266	2,660	266	2,660
	GRUH FINANCE LTD.	100	1,000	100	1,000
	Comp-U-Learntec india Ltd.	1,000	13,735	1,000	13,735
	Sub total D	1,366	17,395	1,366	17,395
	Total C+D	3,566	270,495	4,472	336,831
	UNQUOTED-DEMAT				
	COMPUTER POWER (INDIA) LTD.	25,000	25,000	25,000	25,000
	ONIDA FINANCE LIMITED	800	8,000	800	8,000
	Total	25,800	33,000	25,800	33,000
	Fixed Deposit				
	PNB CC Fixed Deposit				
	Total investments in Equity Shares	29,366	303,495	30,272	369,831
	Investment in Government Securities		NIL		NIL
	TOTAL NON CURRENT INVESTMENTS		303,495		369,831
	Quoted Investments				
	Cost		270,495		336,831
	Market Value		202,463		779,565
	Provision Made for Diminutions in investment		68,032		258,700



INDO ASIA FINANCE LIMITED
NO. 15, NEW GIRI ROAD, T. NAGAR, CHENNAI- 600 017

NOTES RELATING TO BALANCE SHEET FOR THE YEAR ENDED 31.03.2019

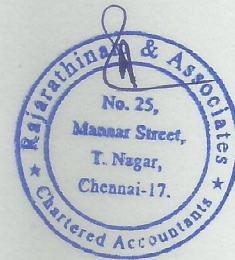
NOTE NO.	PARTICULARS	FOR THE YEAR ENDED	
		31.03.2019	31.03.2018
9	CASH AND CASH EQUIVALENTS		
	Balances with Banks		
	In Current Accounts	1,135,513	165,619
	In Un Claimed Dividend Account		
	Cash on hand	1,135,513	165,619
	Total Cash & Bank Balances	534	5,983
		1,136,047	171,602
10	SHORT TERM LOANS AND ADVANCES		
	Hypothecation Loans		
	Secured- Considered Good	2,606,156	16,558,752
	Secured- Considered Doubtful	34,223,726	21,198,166
		36,829,882	37,756,919
	Un Secured- Considered Good		
	Other Loans & Advances (Un secured- Considered Good)		
	To Other Debtors	102,249,078	102,249,078
	To Others		
	Security Deposits		
	Rental Advance	1,170,000	1,170,000
	Telephone /Electricity Deposits	101,232	105,830
	Deposits with Sales -tax Department	92,120	92,120
	Other Advances recoverable in Cash or in kind or Value to be received	12,485	28,000
		103,624,915	103,645,028
	SHORT TERM LOANS AND ADVANCES - TOTAL	140,454,796	141,401,947
11	OTHER CURRENT ASSETS		
	Prepaid Expenses- Insurance	12,819	-
	Income-tax Refund Receivable	4,000,000	4,000,000
	Advance & other Payment of Income Tax	21,007,683	21,008,798
	OTHER CURRENT ASSETS	25,020,502	25,008,798



INDO ASIA FINANCE LIMITED
NO. 15, NEW GIRI ROAD, T. NAGAR, CHENNAI- 600 017

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31.03.2019

NOTE No.	PARTICULARS	For the year ended	For the year ended
		31.03.2019	31.03.2018
12	REVENUE FROM OPERATION Interest Income on Hypothecation Loans Other Fee based services Franchise Operation	861,478 -	1,949,781
		861,478	1,949,781
13	OTHER INCOME Dividend Bad Debts Recovered Profit on sale of Investment	8,355 3,202,293 400,226	9,956 4,128,262
		3,610,874	4,138,218
14	FINANCE COST Interest Expenses Debentures	2,127,024	2,370,967
		2,127,024	2,370,967
15	EMPLOYEE BENEFITS EXPENSES Salaries, Allowances and Bonus Contribution to Provident Fund Contribution to ESI Contribution to Labour Welfare Fund Staff Welfare Expenses Staff Canteen Maintenance	2,715,892 19,692 - 470 2,500 -	3,260,408 28,259 1,795 - 46,953 126,791
		2,738,554	3,464,206



INDO ASIA FINANCE LIMITED
NO. 15, NEW GIRI ROAD, T. NAGAR, CHENNAI- 600 017

NOTES RELATING TO PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31.03.2019

NOTE NO.	PARTICULARS	For the year ended	For the year ended
		31.03.2019	31.03.2018
16	OTHER EXPENSES		
	Rent	1,350,000	1,350,000
	Rates and Taxes	338,422	96,867
	Communication expenses	232,520	243,218
	Travelling and Conveyance	104,755	141,191
	Printing and Stationery	54,083	61,478
	Advertisement charges	32,760	62,510
	Business Promotion expenses	8,200	161,000
	Vehicle maintenance	14,694	2,650
	Electricity expenses	322,032	242,034
	Fees and Subscription	435,563	389,128
	Bank charges and Commission	10,225	26,562
	Payment to Auditor:		
	Audit Fees	50,000	50,000
	AGM & Meeting Expenses	-	28,485
	Professional and Consultation Fees	175,629	347,128
	Donations, Charity and Scholarship	5,500	27,000
	Directors remuneration & Sitting fees	90,000	25,000
	Discount allowed	-	2,700
	Pooja expenses	-	3,646
	Computer maintenance	131,478	84,179
	Repairs and Office maintenance	74,205	171,241
	AGM Expenses	31,585	
	Documentation Charges	40,000	
	Expenses on investment	13,063	
	Miscellaneous Expenses	2,170	1,099
		3,516,883	3,517,116
17	PROVISIONS & WRITE OFFS		
	Provision for Standard & Sub Standard assets	13,037,167	8,577,159
	Less reversal of provision towards diminution in value of investment	(190,668)	
		12,846,499	8,577,159



1. SIGNIFICANT ACCOUNTING POLICIES:

- a) These financial statements are prepared in accordance with the generally accepted accounting principles in India under the historical cost convention on accrual basis. Pursuant to Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014, till the Standards of Accounting or any addendum thereto are prescribed by Central Government in consultation and recommendation of the National Financial Reporting Authority, the existing Accounting Standards notified under the Companies Act, 1956 (the 'Act') shall continue to apply. Consequently, these financial statements are prepared to comply in all material aspects with the Accounting Standards notified under sub-section (3C) of Section 211 of the Act [Companies (Accounting Standards) Rules, 2006] and the other relevant provisions of the Companies Act, 2013.

All assets and liabilities are classified as current or non-current as per the company's normal operating cycle and other criteria set out in Schedule III to the Companies Act, 2013. Based on the nature of services 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 – non-current classification of assets and liabilities.

b) Income Recognition:

(i) Income from Hypothecation loan transaction is accounted on accrual basis as per the Internal Rate of Return method .

(ii) The company has followed prudential norms prescribed by the Reserve Bank of India in respect of income recognition, valuation of investments, capital adequacy and provisioning for non-performing assets. The Company has taken all possible steps for recovery of old dues. In fact the company has filed 187 suits for recovery in various courts. In some cases the suits have ended and court has to pass the final order for the encashment of security. However during the current year the company has been cautious in extending finance and limited their operation in the market. Since, most of the debts have become non-performing the effective recovery/revenue from operation have come down substantially result in reduced income. All old recoveries against bad debts are accounted as other income.

c) Expenditure:

Expenses are accounted on accrual basis except in the case of bonus to employees and contingent liabilities, which are accounted in the year of payment. There has been considerable reduction in expenses on the following heads

1. Finance cost has come down from 23.70 Lakhs to 21.27 Lakhs. This is basically on account of interest paid on Debentures , which has been liquidated during the current year.
2. Employee benefits and expenses has decreased from 34.64 Lakhs to 27.38 Lakhs due to reduce no. of employees The details are furnished under schedule 16.
3. The provision for assets are provided as per RBI guide lines.
4. On accounts of Losses no tax provision has been made.

d) Fixed Assets:

Fixed Assets are stated at historical cost less accumulated depreciation.

e) Depreciation:

Depreciation on owned assets have been provided under Straight Line Method at the rates prescribed in Schedule II of the Companies Act, 2013. Pursuant to schedule II of the Companies Act, 2013 the changes in the useful life of the assets are adjusted against reserves & surplus.

f) Valuation of Investments:

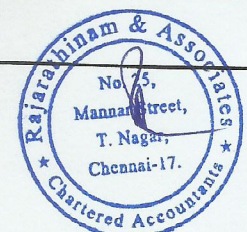
Long-term investments are stated at cost and provision for diminution in value, other than temporary, is considered wherever necessary. Current investments are valued at lower of cost and market value/net asset value.

g) Internal Audits

The Company has adequate system of internal control and internal audit. They are submitting reports on Monthly intervals and these reports are regularly review by the board and corrective action wherever necessary is taken by the board.

1) Taxes on Income:

Provision for current tax is made after taking into consideration benefits admissible under provisions of Income Tax Act, 1961. Deferred Tax resulting from 'timing difference' between book profit and taxable profit is accounted for using the tax rates and laws that have been enacted or substantively enacted as on the balance sheet date. The Deferred tax asset is recognized and carried forward only to the extent that there is a reasonable certainty that the asset will be realized in future. While company has made provision for deferred tax no provision has been made for current tax on account of losses.



i) **Debenture Interest**

When compared with previous year there is reduction on account of repayment

j) **Bad Debts Recovered**

During the current year due to efforts put in by us we have recovered a sum of Rs.32,02,293/- This has been accounted as Bad Debts Recovered and treated as income in our income statement. The above amount includes a sum of Rs.32,02,293/- towards bad debts written off during the Financial year 2014-2015. We have taken all steps possible including filing a suit as well as bringing the parties for settlements by appointment of Arbitrator for early settlement. In most of the accounts we have succeeded for settlement through arbitrator. We expect substantial improvements during the coming years in this regard.

k) **Provision for Hypothecation Debts**

As per the norms applicable to NBFC we have made provisions at the rate of 0.40% for Standard assets, 10% for substandard assets and 30% for Secured Doubts full Assets and 100 % for unsecured doubtful assets . Wherever there are loss assets we have provided 100%. The total provision made is as under.

	Amount Outstanding	Provision Made as on 31.03.2019
Standard Assets	2,606,156	11,608
Doubts full Assets	34,223,726	34,223,726
Total	36,829,882	34,235,334

During the current year the company has restricted further advances and concentrated only on recoveries.

L) **Change of Category**

We have been granted NBFC License under Category A, which allow us to raise public deposits for funding. However we are in the process of change the category to B, since we are not raising any public deposits for the past Five years for funding purposes.

M) **Statutory Liability**

The company has no defaulted in payment of TDS, Income Tax, Advance Tax, Provided fund, ESI and other statutory payments as of 31-03-2019

BALANCE SHEET

a) The company has issued secured redeemable Non Convertible Debentures redeemable at par at the end of one year, the detail thereof as under:

Amount	Rate of Interest	Security
161.50 Lacs	12%	Floating Charge on the receivables from unencumbered Hire Purchase and Leasing Assets

The company during the year has redeemed debentures to the extent of Rs.26.00 Lakhs. We have requested the debenture holders for time to redeem the debentures. The company is making payment of interest on debentures regularly.

- b) The stock on hire represents installments & other dues Net of advance hire charges. and the cost of repossessed assets.
c) The sundry debtors and creditors balances are subject to confirmation and reconciliation.

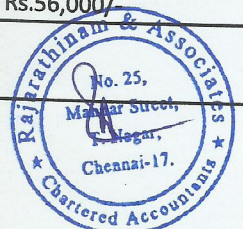
PROFIT AND LOSS ACCOUNT

No provision has been made in the accounts for managerial remuneration . The directors of the company considering the present financial positions and has also express their desire not take any remuneration from the company in the form of managerial remuneration

a) Interest paid/credited to directors on Directors Loans." NIL " /- (previous year " NIL ").

b) **Auditor's Remuneration**

	12 Months Ended 31.03.2019	12 Months Ended 31.03.2018
For Statutory Audit, Tax Audit , Limited Review, Certification & Other Services	Rs.56000/	Rs.56,000/



c) Remuneration to Whole Time Directors (including Managing Director) (in Rupees)		
	12 Months Ended 31.03.2019	12 Months Ended 31.03.2018
Salary	-	-
Perquisites(Valued as per I.T Rules)	-	-
Sitting Fees	90,000	25,000
	90,000	25,000

d) i) Since no commission is paid/payable to any director, the Computation of net profit in accordance with Section 198 of the companies Act, 2013 has not been made.

4 **GENERAL**

a) Segmental Information: Company is operating on one broad segment namely Hypothecation Loans within the state of Tamilnadu and hence no separate segmental results have been given.

b)		
Earnings per share:	12 Months Ended 31.03.2019	12 Months Ended 31.03.2018
Profit for the year after taxation (in Rs.) A	(17,410,747)	(12,769,946)
Number of equity shares of Face Value of Rs.10/- each outstanding (in numbers)	9,000,000	9,000,000
Basic and diluted Earning Per Share (in Rs.) (A/B)	(1.93)	(1.42)

c) Related Party Transactions:

As per Accounting Standard 18, issued by The Institute of Chartered Accountant of India, the disclosures of transactions with the related parties as defined in the accounting standard are given below:

List of Related Parties with whom transactions have taken place & relationship

SNO.	Name of the related party		Relationship	Remarks
1	Padam J Challani		Key Management	Managing Director
2	P Shobha		Relatives of Key Management Personnel	Relative of KMP
2	J Padamchand Huf		Relatives of Key Management Personnel	Relative of KMP

The nature and volume of transactions of the company during the year with the related parties are as follows: (Rupees in Lakhs)

Particulars	Associates	Key Management Personnel	Relative of Key Management Personnel
Managerial Remuneration	-	-	-
Rent Payments - J Padamchand Huf	-	-	1.50
Rent Payment - P Shobha	-	-	4.50
Un Secured Loan Payable (Outstanding)	310.02	10.96	-

i) Dividend

During the current year the company has not declare any dividend due to losses and there is no liability in this regards.

j) Contingent Liabilities:

S.No.	Particulars	12 Months Ended 31.03.2019	12 Months Ended 31.03.2018
1	Estimated amount of contracts remaining to be executed on Capital	NIL	NIL
2	Deposited Sales Tax liability of Rs. 92,120/-fully covered by deposit with the department Rs.92,120/-	92,120	92,120

This amount of Deposit is to be claimed from Sales Tax Department since company is not assessable to Sales Tax.

Earning in Foreign Currency : NIL
Expenditure in Foreign Currency : NIL



h) INCOME TAX AND TDS

The company has several pending assessments in various stages. The company had gone an appeal against dues levied by income tax department and such appeal are pending. However the company had made payments in such a way that even if the assessment goes against the company there will be no tax outflow.

i) As identified by management and relied upon by the auditors there is no amount due to Small Scale Industries in terms of "The Micro, Small and Medium Enterprises Development Act,2006'.

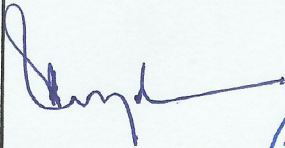
j) Previous year figures are regrouped/reclassified/rearranged wherever necessary.

k) Previous year figures are for the period of 12 months and current year figures are for the period of 12 months.

As per our report of even date attached

For RAJARATHINAM & ASSOCIATES

FIRM REG. NO.: 011135S

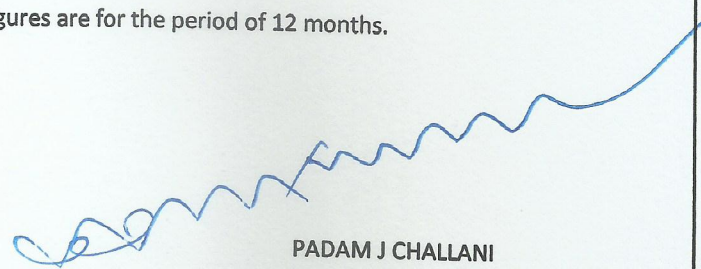


R. RAJARATHINAM
PARTNER
[M. NO: 020610]

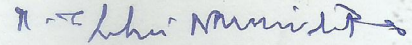


Place: Chennai

Date: 29.04.2019



PADAM J CHALLANI
[MANAGING DIRECTOR]
[DIN. NO: 00052216]



LAKSHMI NARASIMHA RAO
[DIRECTOR]

[DIN. NO: 01275880]

Schedule to the Balance Sheet for the period ended 31st March 2019
[as required in terms of paragraph 9BB of **Non-Banking Financial Companies**
Prudential Norms(Reserve Bank) Directions 2007]

		(Rs. in Lakhs)	
	Particulars	Amount out-standing	Amount overdue
	Liabilities side:		
(1)	Loans and advances availed by the NBFCs inclusive of interest accrued thereon but not paid:		
	(a) Debentures : Secured	161.50	0.00
	: Unsecured	0.00	0.00
	(other than falling within the meaning of public deposits)		
	(b) Deferred Credits	0.00	0.00
	(c) Term Loans	0.00	0.00
	(d) Inter-corporate / KMP loans and borrowing	320.99	0.00
	(e) Commercial Paper	0.00	0.00
	(f) Public Deposits	0.00	0.00
	(g) Other Loans (Loan from Franchiser)	0.00	0.00
		482.49	0.00
(2)	Break-up of (1)(f) above (Outstanding public deposits inclusive of interest accrued thereon but not paid):		
	(a) In the form of Unsecured debentures	-	-
	(b) In the form of partly secured debentures i.e. debentures where there is a shortfall in the value of security	-	-
	(c) Other public deposits	-	-
	Particulars	Amount outstanding	
	Assets side:		
(3)	Break-up of Loans and Advances including bills receivables [other than those included in (4) below]:		
	(a) Secured		-
	(b) Unsecured		1036.25
(4)	Break up of Leased Assets and Stock on hire and hypothecation loans counting towards EL/HP activities		
	(i) Lease assets including lease rentals under sundry debtors:		
	(a) Financial lease		0.00
	(b) Operating lease		0.00
	(ii) Stock on hire including hire charges under sundry debtors:		
	(a) Assets on Hire		368.30
	(b) Repossessed Assets		0.00
	(iii) Hypothecation loans counting towards EL/HP activities:		
	(a) Loans where assets have been repossessed		0.00
	(b) Loans other than (a)above		-



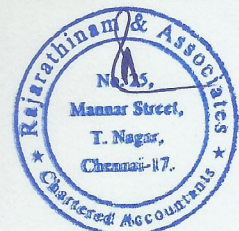
INDO ASIA FINANCE LIMITED

Schedule to the Balance Sheet for the period ended 31st March 2019

[as required in terms of paragraph 9BB of Prudential Norms(Reserve Bank) Directions 2007]

(Rs. in Lakhs)

	Particulars	Amount out-standing	Market Value
(5)	Break-up of Investments:		
	Current Investments :		
	1. Quoted :		
	(i) Shares: (a) Equity	0	0
	(b) Preference		
	(ii) Debentures and Bonds		
	(iii) Units of mutual funds		
	(iv) Government Securities		
	(v) Others (Please specify)		
	2. Unquoted :		
	(i) Shares: (a) Equity	0	0
	(b) Preference		
	(ii) Debentures and Bonds		
	(iii) Units of mutual funds		
	(iv) Government Securities		
	(v) Others (Please specify)		
	Long Term investments:		
	1. Quoted :		
	(i) Shares: (a) Equity	2.70	2.02
	(b) Preference	0	0
	(ii) Debentures and Bonds		
	(iii) Units of mutual funds		
	(iv) Government Securities		
	(v) Others (Bank Deposits)		
	2. Unquoted :		
	(I) Shares: (a) Equity	0.33	0.33
	(b) Preference	0.00	0.00
	(ii) Debentures and Bonds	0.00	0.00
	(iii) Units of mutual funds	0.00	0.00
	(iv) Government Securities	0.00	0.00
	(v) Others - Bank Deposits	0.00	0.00
	Total	3.03	2.35
	Less: Provision for Diminution for long term investments	0.68	0.00
	Total	2.35	2.35



Schedule to the Balance Sheet for the period ended 31st March 2019
[as required in terms of paragraph 9BB of
Prudential Norms(Reserve Bank) Directions 2007]

Category	Amount net of provisions (Rs. in Lakhs)		
	Secured	Unsecured	Total
1.Related Parties			
(a) Subsidiaries			
(b) Companies in the same group	0.00	0.00	0.00
(c)Other related parties	0.00	0.00	0.00
2.Other than related parties			
Total	368.30	1036.25	1404.55

Investor group-wise classification of all investments (current and long term) in shares and securities (both quoted and unquoted)

Category	Market Value/Break up or fair value or NAV	Book Value (Net of Provisions)
1.Related Parties		
(a) Subsidiaries		
(b) Companies in the same group	0.00	0.00
(c) Other related parties	0.00	0.00
2.Other than related parties		
Total	3.03	2.35

Particulars		Amount
(i)	Gross Non-Performing Assets	
	(a) Related Parties	
	(b) Other than related parties	-
(ii)	Net Non-Performing Assets	342.24
	(a) Related Parties	
	(b) Other than related parties	-
(iii)	Assets acquired in satisfaction of debt (During the year)	-

As per our report of even dated

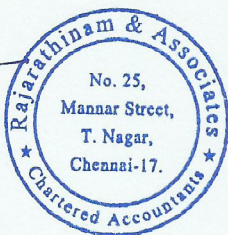
for RAJARATHINAM & ASSOCIATES

FIRM REG. NO.: 0111355

R. RAJARATHINAM
PARTNER

[M. NO: 020610]

Date: 29.04.2019



Padam J Challani

[Managing Director]

[DIN. No: 00052216]

Lakshmi Narasimha Rao

[Director]

[DIN. No: 01275880]