

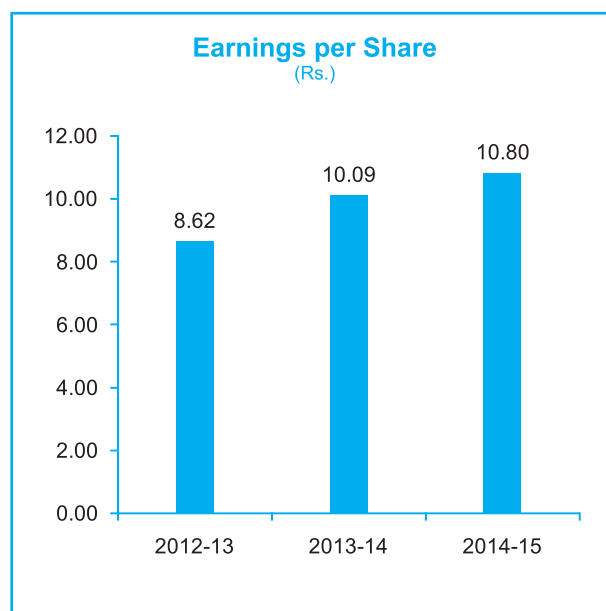
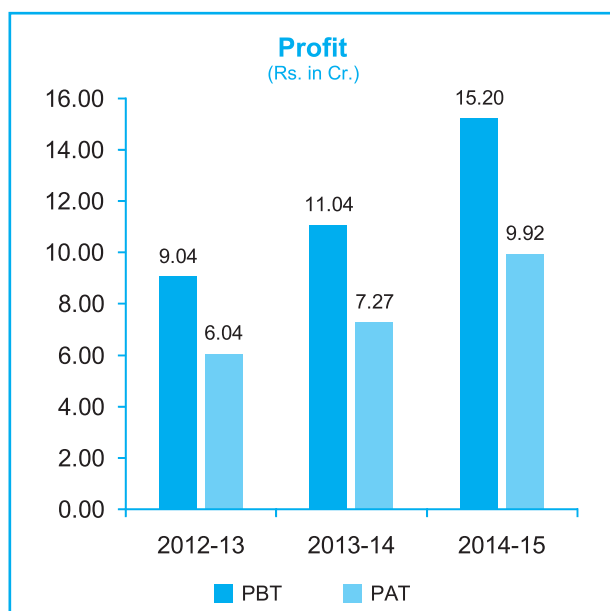
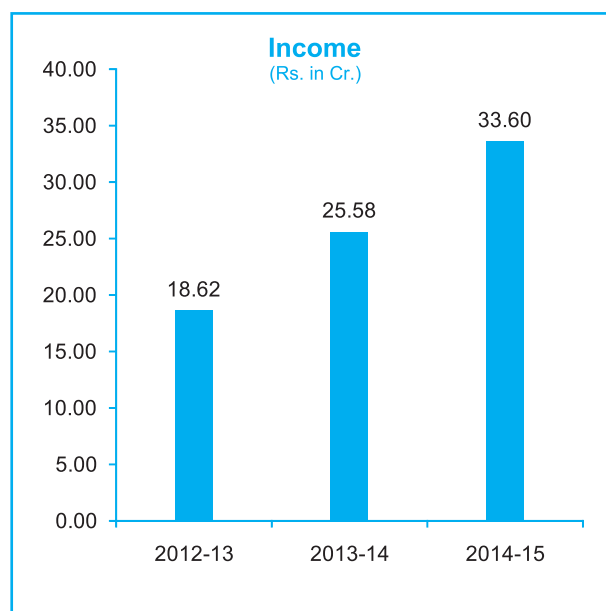
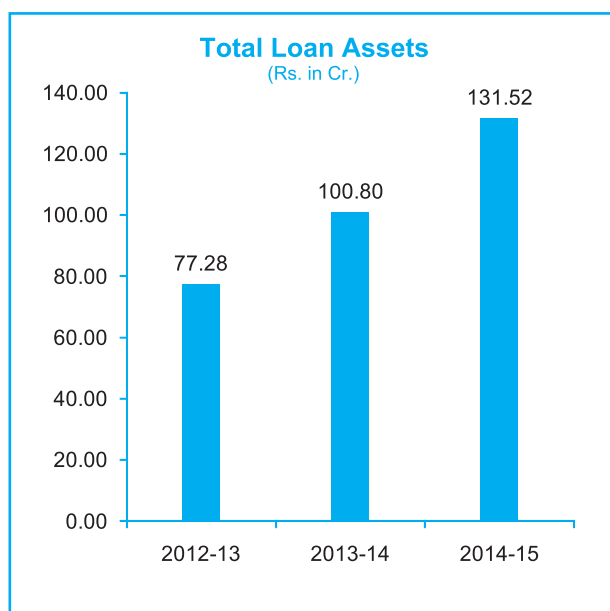
Five Star Business Credits Limited

31st Annual Report

2014 - 15



FINANCIAL HIGHLIGHTS



BOARD OF DIRECTORS	<p>Mr. M. Anandan Chairman</p> <p>Mr. D. Lakshmipathy Managing Director</p> <p>Mr. Rishi Navani</p> <p>Mr. M. K. Mohan</p> <p>Mr. B. Haribabu</p> <p>Mr. L. R. Raviprasad</p>
MENTOR AND SPECIAL ADVISOR	Mr. V. K. Ranganathan
SECRETARY	Ms. V. Nikita
AUDITORS	<p>M/s. Brahmayya & Co., Chartered Accountants, 48, Masilamani Road, Balaji Nagar, Royapettah, Chennai - 600 014</p>
BANKERS / FINANCIAL INSTITUTIONS	<p>HDFC Bank</p> <p>Bank of Maharashtra</p> <p>Federal Bank</p> <p>City Union Bank</p> <p>Lakshmi Vilas Bank</p> <p>RBL Bank</p> <p>DCB Bank</p> <p>Tamilnad Mercantile Bank</p> <p>SIDBI</p> <p>Sundaram Finance Ltd.,</p> <p>Mahindra & Mahindra Financial Services Ltd.,</p> <p>Cholamandalam Finance & Investment Co. Ltd.,</p> <p>Hinduja Leyland Finance Ltd.,</p> <p>Reliance Capital Ltd.,</p> <p>MAS Financial Services Ltd.,</p> <p>IFMR Capital Finance Pvt. Ltd.,</p>
REGISTERED OFFICE	<p>39, Outer Circular Road, Kilpauk Garden Colony, Kilpauk, Chennai - 600 010</p> <p>Phone : 23460963</p>
EMAIL	info@fivestarbcl.com
WEBSITE	www.fivestarbcl.com
CIN	U65991TN1984PLC010844

Contents

Director's Report	3
Report on Corporate Governance	26
Auditors Report	34
Balance Sheet	38
Statement of Profit and Loss	39
Cash Flow Statement	40
Notes to the Accounts	42

DIRECTORS REPORT TO MEMBERS

Your directors have pleasure in presenting the 31st Annual report together with the Audited Accounts of the Company for the Financial Year ended March 31, 2015.

1. Financial Results

(Rs.in lakhs)

Particulars	For the Financial Year ended 31 st March 2015	For the Financial Year ended 31 st March 2014
Operating Income	3,298.87	2,518.98
Other Income	61.49	29.94
Less: Expenditure including Depreciation	1,840.62	1,444.71
Profit before Taxation	1,519.74	1,104.22
Provision for Taxation	527.54	377.09
Profit after Taxation	992.20	727.13

2. State of Company's Affairs and Future Outlook

As you are aware, your company continued its financing business by concentrating on Small Business Loans (SBL) and Home Loans which have helped to change the financial health and growth of the company.

During the year your company disbursed Rs. 7925.20 lakhs towards financing secured Small Business Loans (SBL) and Home Loans as against Rs. 6104.04 lakhs during the FY ended 2014-15.

The company raised Rs 15,60,00,000 (including premium) by issue of Equity Shares on Preferential Basis.

Prospects

The credit business has large potential in India, particularly from self employed and Small Business customers. Bulk of your company's customers belongs to this group. Your directors are confident that with the knowledge/experience gained so far in this segment and with the anticipated additional capital and further funds from institutions your company will continue to pursue good and profitable growth in the years to come.

The Company would continue to strive to reach out its operations to more and more under-served self employed and Small Business customers and help them access credit on reasonable terms by opening more number of branches in the semi urban/rural areas.

RBI Guidelines / Prudential Norms

Your Company is registered with RBI as a category "B" – Company not accepting deposits from Public. Your Company has complied with all applicable regulations of the Reserve Bank of India. Further, your Company did not accept any public deposits during the year and did not have any public deposits outstanding at the end of the financial year.

3. Change in Nature of Business

There is no change in the nature of Business of your Company during the year under review.

4. Dividend

Given the excellent business results, your Directors are pleased to recommend a dividend of 18% amounting to Rs. 165.31 Lakhs to be paid on your approval at the ensuing Annual General Meeting.

5. Amount Transferred to Reserves

The amount transferred to statutory reserves and general reserve are Rs 1,99,83,302 and Rs. 1,00,00,000 respectively.

6. Changes in Share Capital

During the financial year 2014-15, your Company has made an allotment of 12,00,000 equity shares of Rs.10 each at a premium of Rs. 120 per share on preferential basis to M/s Matrix Partners India Investment Holdings II, LLC.

Subsequent to that, your Company's capital funds stood at Rs. 71,25,15,444 (including premium) at the end of March 2015 with an additional infusion of Rs 15,60,00,000 (including premium). The capital adequacy ratio as on March 31st 2015 stood at 52.17% much higher than 15% regulatory minimum.

7. Disclosure regarding issue of Employee Stock Options

Your Company has not implemented an Employees Stock Option Scheme for its employees.

8. Extract of Annual Return

As per Section 92(3) of the Companies Act, 2013 and rule 12(1) of the Companies (Management and Administration) Rules, 2014, an extract of annual return in Form MGT 9 is enclosed and form part of this report as **Annexure A**.

9. Number of Board Meetings

During the financial year ended 31st March 2015, seven (7) Board Meetings were held on 25th April 2014, 21st May 2014, 20th August 2014, 7th November 2014, 26th December 2014, 30th January 2015 and 25th March 2015 respectively.

10. Particulars of Loans, Guarantees or Investments under Section 186 of Companies Act, 2013

As the Company is a Non-Banking Financial Company, the requirements under Section 186 of the Companies Act, 2013 relating to Loans, Guarantees or Investments are not applicable to the company.

11. Particulars of Contracts or Arrangements with Related parties

During the financial year, the Company has entered into contracts or Arrangement with Related Parties as per Section 188 of the Companies Act, 2013 and the Rules framed thereunder as enclosed in **Annexure-B**.

12. Material Changes Affecting the Financial Position of the Company

There are no material changes and commitments between 31st March 2015 and the date of this report having an adverse bearing on the financial position of the Company.

13. Conservation of Energy, Technological Absorption & Foreign Exchange Earnings/Outgo

(i) Conservation of Energy & Technological Absorption

Since your Company does not own any manufacturing facility, the requirement of disclosure of particulars relating to conservation of energy and technology absorption in terms of Section 134 of the Companies Act, 2013 and the Rules framed thereunder is not applicable.

(ii) Foreign Exchange Earnings / Outgo

Your Company does not have any foreign currency earnings or expenditure during the financial year ended 31st March 2015.

14. Risk Management Policy

Successful lending calls for timely identification, careful assessment and effective management of the credit, operational, market (interest rate and liquidity) and reputation risks. The Company has adopted efficient risk-management policies, systems and processes that seek to strike an appropriate balance between risk and returns.

The Company has also introduced appropriate risk-management measures, such as accessing the applicant's credit history with credit information bureaus, field investigation of the applicant's credentials, adoption of prudent loan/value ratio and analysis of the borrowers' debt-service capacity, thorough in-house scrutiny of legal documents, monitoring the end-use of approved loans and lending against approved properties.

Asset Liability Committee (ALCO) ensures that the liquidity and interest-rate risks are contained within the limits laid down by the Company. Being dynamic, the risk management framework continues to evolve in line with the emerging risk perceptions.

ALCO reviews the lending policy, interest rate policy and guides the team towards prudent lending practices. The Company has given high importance to prudent lending practices and has put in place suitable measures for risk mitigation.

15. Human Resource Development

The customer acquisition, credit delivery and collection process and manpower strength of Non-Banking Financial Companies operating in similar environment were studied to align our staff strength. Accordingly, the staff strength at the regions and branches were streamlined, keeping in mind our acquisition process and market segment, adding people where required. This is expected to help your company to focus on right level of productivity and growth.

Apart from imparting advanced training to all front line sales and marketing, credit and other staff which included the KYC and FPC training, employees were nominated to various training programs.

16. Details of Directors and Key Managerial Personnel

As per the provisions of the Companies Act, 2013, Mr M. K. Mohan and Mr. B. Haribabu were appointed as Independent Directors and Mr. M. Anandan was appointed as a Director of the Company liable to retire by rotation at the extra ordinary Meeting held on 28th March 2015. Mr. M.K. Ganeshram resigned from the board with effect from 30th January 2015. Your Directors express their sincere thanks and deep appreciation to Mr. M.K. Ganeshram for the contribution made by him to the Company during his tenure as Director.

Ms. V. Nikita an associate member of The Institute of Company Secretaries of India was appointed as wholetime Company Secretary at the Board meeting held on 30th June 2015.

Your directors express their deepest condolences for the sad demise of Mr. Rajamannar, incumbent Company Secretary.

17. Details of Significant & Material Orders passed by the Regulators or Court s or Tribunal

During the financial year, there are no significant and material orders passed by the Regulators or Courts or Tribunals impacting the going concern status and your company's operations in future.

18. Details of Adequacy of Internal Financial Controls

The Company has well defined and adequate internal controls and procedures commensurate with the size and nature of operations. This is further strengthened by Internal Audit done concurrently by M/s. B.B. Naidu and Co., Chartered Accountants. Besides, the Audit and Risk management Committee, which regularly review and monitor system, internal control, risk management measures, accounting procedures, financial management and operations of the company and the reports on findings and recommendations presented by the Internal Auditors.

The Audit & Risk Management Committee, Independent Directors and the Board, after review, satisfied with the Internal financial controls and risk management systems put in place by the Company.

19. Deposits

Your Company has not accepted any deposits from public.

20. Declaration from Independent Directors

The Company has received declarations from all the Independent Directors to the effect that they meet the criteria of independence as provided in sub-section (6) of Section 149 of the Companies Act, 2013.

21. Auditors

Statutory Auditors

Your Company's Statutory Auditors, M/s. Brahmayya & Co., Chartered Accountants, who retire at the ensuing Annual General Meeting, are eligible for reappointment. They have confirmed their eligibility under Section 139 & 141 of the Companies Act, 2013 and the Rules framed thereunder for reappointment as Statutory Auditors of the Company.

Internal Auditor

To carry out internal audit of all its operations, your Company has engaged M/s. B.B. Naidu & Co., Chartered Accountants, as its Internal Auditors. The internal audit covers the Head Office and branches of the Company. The Audit & Risk Management Committee assures the internal audit functions, as well as the adequacy and effectiveness of the internal systems and controls.

Secretarial Auditor

M/s S Sandeep & Associates, Practicing Company Secretaries was appointed to conduct the secretarial audit of the Company for the financial year 2014-15, as required under Section 204 of the Companies Act, 2013 and rules made thereunder.

The secretarial audit report for the financial year ended 31st March 2015 forms part Annual report as an **Annexure C** to Board's Report.

22. Corporate Social Responsibility Policy (CSR)

Pursuant to Section 135 of the Companies Act, 2013 read with the Companies (Corporate Social Responsibility Policy) Rules, 2014, your Company has adopted a Policy on CSR and the Policy has been on the website of the Company. A report on CSR is attached as **Annexure D** to this Report.

23. Composition of Audit & Risk Management Committee

The Audit & Risk Management Committee currently consists of the following members:

1. Mr B Haribabu
2. Mr M K Mohan
3. Mr L R Raviprasad

All the recommendations of the Committee have been adopted by the Board.

24. Nomination & Remuneration Committee:

The Nomination & Remuneration Committee currently consists of the following members:

1. Mr. M. Anandan
2. Mr. L. R. Raviprasad
3. Mr. B. Haribabu
4. Mr. D. Lakshmi pathy

The Nomination & Remuneration Committee has formulated Directors Appointment, Remuneration Evaluation policy as per Section 178 of the Companies Act, 2013 which is enclosed as **Annexure E** to this report.

25. Business & Resource Committee:

The Business & Resource Committee currently consists of the following members:

1. Mr. L. R. Raviprasad
2. Mr. M. K. Mohan
3. Mr. D. Lakshmipathy

26. Whistle Blower Policy & Vigil Mechanism

Your Company has established a Vigil Mechanism & has adopted a Whistle Blower Policy for directors and employees to report their genuine concerns to the Chairman of the Audit & Risk Management Committee. The Whistle Blower Policy has been formulated with a view to provide a mechanism for employees and directors to approach the Audit & Risk Management Committee of the Company.

27. Corporate Governance Report

Reports on Corporate Governance are enclosed and form part of this report as **Annexure F**.

28. Disclosures under Sexual Harassment of Women at Workplace (Prevention, Prohibition & Redressal) Act, 2013

The Company has in place an Anti-Sexual Harassment Policy named "Policy Against Sexual Harassment" in line with the requirements of The Sexual Harassment of Women at the Workplace (Prevention, Prohibition & Redressal) Act, 2013. An Internal Complaints Committee (ICC) has been set up to redress complaints received regarding sexual harassment.

Your Directors further state that during the year under review, no complaints have been received pursuant to the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013.

29. Directors' Responsibility Statement

To the best of their knowledge and belief, and according to the information and explanations obtained by them, your Directors confirm the following in terms of Section 134 of the Companies Act, 2013 and the Rules made thereunder:-

- a. in the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- b. the directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit of the company for that period;
- c. the directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- d. the directors had prepared the annual accounts on a going concern basis; and
- e. the directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

Acknowledgement

Your Directors wish to thank the customers, bankers, shareholders, service agencies and other stakeholders for their support. The directors also thank the employees for their contribution during the financial year under review.

For and on behalf of the Board of Directors

Place : Chennai
Date : 30-06-2015

M. ANANDAN
Chairman

Form No. MGT-9
EXTRACT OF ANNUAL RETURN

as on the financial year ended on 31/03/2015

[Pursuant to section 92(3) of the Companies Act, 2013 and rule 12(1) of the Companies Management and Administration) Rules, 2014]

I. REGISTRATION AND OTHER DETAILS:

- (i) CIN : U65991TN1984PLC010844
- (ii) Registration Date : 07/05/1984
- (iii) Name of the Company: FIVE STAR BUSINESS CREDITS LIMITED
- (iv) Category / Sub-Category of the Company: Company Limited by Shares
- (v) Address of the Registered Office and contact details:
 39, Outer Circular Road, Kilpauk Garden Colony, Kilpauk,
 Chennai - 600 010, Tamil Nadu, India
- (vi) Whether listed Company : No
- (vii) Name, Address and Contact details of Registrar and Transfer Agent, if any: NA

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY:

All the business activities contributing 10 % or more of the total turnover of the company shall be stated:-

S.No	Name and Description of main products / services	NIC Code of the Product/ service	% to total turnover of the company
1	Small Business Loans, Home Loans & Mortgage Loans	64920	100%

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES:

S.No	Name and address of the company	CIN/GLN	Holding/ Subsidiary /Associate	% of shares held	Applicable Section
NIL					

IV. SHARE HOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity)

i) Category-wise Share Holding:

Category of Shareholders	No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				% of Change during the Year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
(A) Promoters									
(1) Indian									
(a) Individual/HUF	-	37,57,860	37,57,860	41.75	-	44,47,560	44,47,560	43.60	1.85
(b) Central Govt	-	-	-	-	-	-	-	-	-
(c) State Govt (s)	-	-	-	-	-	-	-	-	-
(d) Bodies Corp.	-	-	-	-	-	-	-	-	-
(e) Banks / FI	-	-	-	-	-	-	-	-	-
(f) Any Other	-	-	-	-	-	-	-	-	-
Sub-Total (A) (1)	-	37,57,860	37,57,860	41.75	-	44,47,560	44,47,560	43.60	1.85
(2) Foreign									
(a) NRIs - Individuals	-	-	-	-	-	-	-	-	-
(b) Other – Individuals	-	-	-	-	-	-	-	-	-
(c) Bodies Corp.	-	-	-	-	-	-	-	-	-
(d) Banks / FI	-	-	-	-	-	-	-	-	-
(e) Any Other	-	-	-	-	-	-	-	-	-
Sub-Total (A) (2)	-	-	-	-	-	-	-	-	-
Total Shareholding of Promoter									
(A) = (A) (1) + (A) (2)	-	37,57,860	37,57,860	41.75	-	44,47,560	44,47,560	43.60	1.85

Category of Shareholders	No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				% of Change during the Year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
(B) Public Shareholding									
(1) Institutions									
(a) Mutual Funds	-	-	-	-	-	-	-	-	-
(b) Banks/FI	-	-	-	-	-	-	-	-	-
(c) Central Govt	-	-	-	-	-	-	-	-	-
(d) State Govt (s)	-	-	-	-	-	-	-	-	-
(e) Venture Capital funds	-	-	-	-	-	-	-	-	-
(f) Insurance Companies	-	-	-	-	-	-	-	-	-
(g) FIs	-	-	-	-	-	-	-	-	-
(h) Foreign Venture Capital Funds	-	-	-	-	-	-	-	-	-
(i) Others (Specify)	-	-	-	-	-	-	-	-	-
Sub-Total (B)(1)	-	-	-	-	-	-	-	-	-
(2) Non- Institutions									
(a) Bodies Corp									
i. Indian	-	2,10,000	2,10,000	2.33	-	2,10,000	2,10,000	2.06	-0.27
ii. Overseas	-	20,00,000	20,00,000	22.22	-	39,40,240	39,40,240	38.63	16.41
(b) individuals									
i. Individual shareholders holding nominal share capital up to Rs. 1 lakh	-	5,09,160	5,09,160	5.66	-	5,04,360	5,04,360	4.95	-0.71
ii. Individual shareholders holding nominal share capital in excess of Rs 1 lakh	-	25,22,980	25,22,980	28.04	-	10,97,840	10,97,840	10.76	-17.28
(c) Others (Specify)	-	-	-	-	-	-	-	-	-
Sub-Total (B)(2)	-	52,34,940	52,34,940	58.25	-	57,52,440	57,52,440	56.40	-1.85
Total Public Shareholding = (B) (1) + (B) (2)	-	52,34,940	52,34,940	58.25	-	57,52,440	57,52,440	56.40	-1.85
C. Shares held by custodian for GDRs & ADRs	-	-	-	-	-	-	-	-	-
Grand Total(A+B+C)	-	90,00,000	90,00,000	100.00	-	1,02,00,000	1,02,00,000	100.00	-

(ii) Shareholding of Promoters:

S.No	Shareholders' Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% of Change during the Year
		No. of Shares	% of total Shares	% of Shares Pledged / encumbered	No. of Shares	% of total Shares	% of Shares Pledged / encumbered	
1	D. Lakshmipathy	17,96,240	19.96	-	19,37,830	19.00	-	-0.96
2	L. Hema	14,63,650	16.26	-	21,66,760	21.24	-	4.98
3	R. Deenadayalan	1,63,200	1.81	-	1,63,200	1.60	-	-0.21
4	D. Varalakshmi	3,14,770	3.50	-	1,59,770	1.57	-	-1.93
5	L. Shritha	20,000	0.22	-	20,000	0.19	-	-0.03
	Total	37,57,860	41.75	-	44,47,750	43.60	-	1.85

(iii) Change in Promoters' Shareholding (please specify, if there is no change):

S.No	Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1.	D. Lakshmipathy				
2.	At the beginning of the year	17,96,240	19.96		
	Date wise Increase / Decrease				
	03-09-2014 - Transfer	1,900	0.02	17,98,140	19.98
	30-09-2014 - Transfer	200	-	17,98,340	19.98
	28-02-2015 - Transfer	137990	1.35	19,36,330	18.99
	18-03-2015 - Transfer	1500	0.01	19,37,830	19.00
	L. Hema				
1	At the beginning of the year	14,63,650	16.26		
2.	Date wise Increase / Decrease				
	28-02-2015 - Transfer	(100)	-	14,63,550	16.26
	28-02-2015 - Transfer	7,03,210	-	21,66,760	21.24

(iv) Shareholding Pattern of top ten Shareholders (other than Directors, Promoters and Holders of GDRs and ADRs):

S.No	For Each of the Top 10 Shareholders	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1	Matrix Partners India Investments Holdings II, LLC	20,00,000	22.22	39,40,240	38.63
2	Deepthi Anand	7,05,900	7.84	-	-
3	Anu Anand	5,62,550	6.25	-	-
4	Atmaram Builders (P) Ltd.,	2,10,000	2.33	2,10,000	2.06
5	R. Jayachandran	1,59,780	1.78	1,59,780	1.57
6	L.R. Deepak Krishna	75,650	0.84	75,650	0.74
7	L. Janarthanan	66,460	0.74	66,460	0.65
8.	R. Suguna	50,850	0.57	50,850	0.50
9.	V. K. Ranganathan	50,000	0.56	50,000	0.49
10.	V. Magesh Raman	50,000	0.56	50,000	0.49
11.	J. Bharathi	45,000	0.50	45,000	0.44
12.	L. R. Venkatesh	38,850	0.43	38,850	0.38

(v) Shareholding of Directors and Key Managerial Personnel:

S.No	For each of the Directors and KMP	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
Directors					
1	M. Anandan	1,36,790	1.52	-	-
2	D. Lakshmipathy	17,96,240	19.96	19,37,830	19.00
3	Rishi Navani	-	-	-	-
4.	D. Haribabu	1,62,500	1.81	1,62,500	1.59
5.	L.R. Raviprasad	1,27,200	1.41	1,27,200	1.25
6.	M. K. Mohan	5,800	0.06	5,800	0.06
Key Managerial Personnel					
1.	V. Nikita	-	-	-	-

V. INDEBTEDNESS:
Indebtedness of the Company including interest outstanding/accrued but not due for payment

(Rs.)

	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year				
i) Principal Amount	61,63,47,421	2,78,16,000	-	64,41,63,421
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	1,45,42,160	3,19,507	-	1,48,61,667
Total (i + ii + iii)	63,08,89,581	2,81,35,507	-	65,90,25,088
Change in Indebtedness during the financial year				
Addition	54,75,00,000	8,21,10,000	-	62,96,10,000
Reduction	38,28,66,285	1,51,75,000	-	39,80,41,285
Net Change	16,46,33,715	6,69,35,000	-	23,15,68,715
Indebtedness at the end of the financial year				
i) Principal Amount	78,09,81,136	9,47,51,000	-	87,57,32,136
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	1,06,78,865	16,42,124	-	1,23,20,989
Total (i + ii + iii)	79,16,60,001	9,63,93,124	-	88,80,53,125

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL:
A. Remuneration to Managing Director, Whole-time Directors and/or Manager:

(Rs.)

S.No	Particulars of Remuneration	Name of MD/WTM/Manager	Total Amount
		Mr. D. Lakshmipathy, MD	
1	Gross Salary		
(a)	Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	42,00,000	42,00,000
(b)	Value of perquisites u/s 17(2) Income-tax Act, 1961	-	-
(c)	Profits in lieu of salary under section 17(3) Income-tax Act, 1961	-	-
2	Stock Option	-	-
3	Sweat Equity	-	-
4	Commission	30,00,000	30,00,000
	- as % of profit	1.79	1.79
5	Others, please specify	-	-
	Total (A)	72,00,000	72,00,000
	Ceiling as per the Act (5% of Net Profit)	-	84,01,965

B. Remuneration to other Directors:

S.No	Particulars of Remuneration	Name of Directors			Total Amount (Rs)
1.	Independent Directors	M. K. Mohan	B. Haribabu		
	Fee for attending board / committee meetings	45,000	70,000		1,15,000
	Commission	1,50,000	1,50,000		3,00,000
	Others, please specify	-	-		-
	Total (1)	1,95,000	2,20,000		4,15,000
2.	Other Non-Executive Directors	M. Anandan	L.R. Raviprasad	M.K. Ganeshram *	
	Fee for attending board / committee meetings	90,000	70,000	80,000	2,40,000
	Commission	3,00,000	1,50,000	1,50,000	6,00,000
	Others, please specify	-	-	-	-
	Total (2)	3,90,000	2,20,000	2,30,000	8,40,000
	Total (B) = (1) + (2)	5,85,000	4,40,000	2,30,000	12,55,000
	Total Managerial Remuneration (A) + (B)	-	-	-	84,55,000
	Overall Ceiling as per the Act (11% of Net Profit)				1,68,03,930

* Resigned on 30-01-2015

C. Remuneration to key managerial personnel other than MD/MANAGER/WTD:

S.No	Particulars of Remuneration	G. Rajamannar **	CFO	Total
1.(a)	Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	60,000	-	60,000
(b)	Value of perquisites u/s 17(2) Income-tax Act, 1961	-	-	-
(c)	Profits in lieu of salary under section 17(3) Income-tax Act, 1961	-	-	-
2	Stock Option#	-	-	-
3	Sweat Equity	-	-	-
4	Commission	-	-	-
	- as % of profit	-	-	-
	- others, specify	-	-	-
5	Others, please specify	-	-	-
	Total (A)	60,000	-	60,000

** upto 15-11-2014

VII. PENALTIES / PUNISHMENT / COMPOUNDING OF OFFENCES:

Type	Section of the Companies Act	Brief Description	Details of Penalty / Punishment / Compounding fees imposed	Authority [RD / NCLT / COURT]	Authority [RD / NCLT / COURT]
Penalty Punishment Compounding	NONE				

C. OTHER OFFICERS IN DEFAULT

Penalty Punishment Compounding	NONE				
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Form No. AOC-2

(Pursuant to clause (h) of sub-section (3) of Section 134 of the Act and Rule 8 (2) of the Companies (Accounts) Rules, 2014)

Form for disclosure of particulars of contracts/arrangements entered into by the company with related parties referred to in sub-section (1) of section 188 of the Companies Act, 2013 including certain arms length transactions under third proviso thereto

1. Details of contracts or arrangements or transactions not at arm's length basis :
 - a) Name of the related party and nature of relationship: D Lakshmipathy
 - b) Nature of contracts/ arrangements / transactions: Lease Rentals
 - c) Duration of the contracts/ arrangements/ transactions : 36 Months
 - d) Salient terms of the contracts or arrangements or transactions including the value, if any :
 1. To use the premises only as an office for carrying on the business of the Company and not to put it to any other use.
 2. To carry out the internal alterations, partitions and other alterations which may be required for using the premises as an office, at the expenses of the company.
 3. Not to sub-let the premises to any one.
 - e) Justification for entering into such contracts/ arrangements/ transactions :

The premises is owned by the Managing Director and it is suitable for smooth functioning of the Registered and Head Office of the Company.
 - f) Date of approval by the Board: 2nd August 2013
 - g) Amount paid as advance , if any : Rs. 4,00,000
 - h) Date on which the special resolutions was passed in general meeting as required under the first proviso to section 188 : Not applicable
2. Details of material contracts or arrangement or transactions at arm's length basis :
 - a) Name of the related party and nature of relationship : NA
 - b) Nature of contracts/ arrangements/ transactions : NA
 - c) Duration of the contracts/ arrangements/ transactions : NA
 - d) Salient terms of the contracts or arrangements or transactions including the value, if any : NA
 - e) Justification for entering into such contracts/ arrangements/ transactions : NA
 - f) Date of approval by the Board : NA
 - g) Amount paid as advance, if any : NA

Place: Chennai
Date : 30-06-2015

M. Anandan
Chairman

Form No. MR-3

SECRETARIAL AUDIT REPORTFOR THE FINANCIAL YEAR ENDED 31st March 2015

[Pursuant to section 204(1) of the Companies Act, 2013 and rule No.9 of the Companies
(Appointment and Remuneration Personnel) Rules, 2014]

To,
The Members,
FIVE STAR BUSINESS CREDITS LIMITED
39, Outer Circular Road,
Kilpauk Garden Colony,
Chennai - 600010
Tamil Nadu, India.

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices of M/s. FIVE STAR BUSINESS CREDITS LIMITED (CIN: U65991TN1984PLC010844) (hereinafter called "the Company").

The Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/ statutory compliances and expressing our opinion thereon.

Based on our verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, We hereby report that in our opinion, the company has, during the audit period covering the financial year ended on 31st March 2015, has complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

We have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on 31st March 2015 according to the provisions of:

- (i) The Companies Act, 2013 (the Act) and the rules made thereunder;
- (ii) The provisions of Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder as applicable to the Company;
- (iii) The provisions of the Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder as applicable to the Company.
- (iv) The provisions of the Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder as applicable to the extent of Foreign Direct Investment. The Company does not have any External Commercial Borrowings or other credit facilities.
- (v) The Company has materially complied with the following and other laws applicable specifically to the Non Banking Financial Company identified by the Company including:
 - (a) Reserve Bank of India, 1934, and the guidelines carried thereunder;
 - (b) The Prevention of Money Laundering Act, 2002

We have also examined compliance with the applicable clauses of the Secretarial Standards issued by The Institute of Company Secretaries of India. (Not applicable during the Audit Period).

The Company has not entered into any listing agreement with any Stock Exchange in India or abroad.

During the period under review the Company has complied with the provisions of the applicable Acts, Rules, Regulations, Guidelines, Standards, etc. as mentioned above.

We further report that, during the audit period there were no actions / events in pursuance of:

- a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
- b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 1992;
- c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009;
- d) The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999;
- e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008;
- f) The Securities and Exchange Board of India (Delisting of equity shares regulations), 2009
- g) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998
- h) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client.

We further report that the Board of Directors of the Company is duly constituted with proper balance of Executive, Non-Executive Directors and Independent Directors. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act.

Adequate notice is given to all the Directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent at least seven days in advance, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.

We further report that, based on the information provided by the Company, its officers and authorized representatives during the conduct of the audit, and also on the review of quarterly compliance reports taken on record by the Board of Directors of the Company, in our opinion, adequate systems and processes and control mechanism exist in the Company to monitor and ensure compliance with applicable general laws.

As per the minutes of the meetings duly recorded and signed by the Chairman, the decisions of the Board were taken unanimously and no dissenting views have been recorded.

We further report that there are adequate systems and processes in the company commensurate with the size and operations of the company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

We further report that, during the audit period except for the preferential issue of 12,00,000 Equity shares, of Rs 10 each at a premium of Rs 120/- per share to M/s Matrix Partners India Investment Holdings II, LLC, there were no other specific events / actions in pursuance of the above referred laws, rules, regulations, guidelines, etc., having a major bearing on the Company's affairs.

For S Sandeep & Associates

S Sandeep
Managing Partner
FCS No. 5853

Place : Chennai
Date : 30-06-2015

ANNUAL REPORT ON CSR ACTIVITIES FOR THE FINANCIAL YEAR 2014 - 15

1. Brief outline of the Company's CSR policy including overview of projects or programs proposed to be undertaken and a reference to the web-link to the CSR policy and projects or programs.

Five Star Business Credits is a growing company and is committed towards social welfare of the common people as it caters the housing needs of self employed, informal segment of customers, belonging to middle income, primarily from semi urban and rural markets. The Company shall seek to positively impact the lives of the disadvantaged by supporting and engaging in activities that aim to improve their wellbeing.

Your company would be undertaking the CSR activities as listed in Schedule VII and Section 135 of the Companies Act, 2013 and the Rules framed thereunder.

The Company's CSR policy has been uploaded in the website of the Company and the web link to CSR policy is www.fivestarbcl.com/CSR_Policy.pdf

2. Composition of the CSR Committee

1. Mr. D. Lakshmipathy
2. Mr. B. Haribabu
3. Mr. L. R. Raviprasad

The Committee met once during the year under review.

3. Average net profit of the Company for the last three financial years :

Average net profit : Rs. 7,74,31,525

4. Prescribed CSR expenditure (2% of the average net profit of the last three financial years) :

The Company during the financial year 2014-15 is required to spend Rs. 15,48,631 towards CSR.

5. Details of CSR spent during the financial year :

- a) Total amount spent for the financial year : Rs. 5,00,000
- b) Amount unspent, if any; Rs. 10,48,631
- c) Manner in which the amount spent during the financial year is detailed below :

S.No	CSR project or activity identified	Sector in which the Project is covered	Project or programs (1) Local area or other (2) Specify the State and district where projects or programs was undertaken	Amount outlay (budget) project or programme wise	Cumulative expenditure up to the reporting period	Amount spent Direct or through implementing agency
1	Setting up Old Age Homes, day care centres and such other facilities for senior citizens	Old Age Homes	Tamil Nadu, Tiruvallur	Rs. 5 lakhs	Rs. 5 lakhs	Rs. 5 lakhs

6. In case the company has failed to spend the two per cent, of the average net profit of the last three financial years or any part thereof, the company shall provide the reason for not spending the amount in its Board Report.

The Management is in the process of identifying suitable projects and programmes which would complement the businesses of the Company

7. A responsibility statement of the CSR Committee that the implementation and monitoring of CSR Policy, it is compliance with the CSR objectives and policy of the company.

The CSR Committee of the Company affirms that the Company's CSR implementation and monitoring is in compliance with the CSR objectives and the policy of the Company.

Place : Chennai

Date :30-06-2015

Managing Director

Chairman - CSR Committee

FIVE STAR – DIRECTORS APPOINTMENT, REMUNERATION & EVALUATION POLICY

1. Purpose of this Policy:

Five Star Business Credits Limited ("Five Star" or the "Company") has adopted this Policy on appointment, remuneration and evaluation of the Directors, Key Managerial Personnel and Senior Management (the "Policy") as required by the provisions of Section 178 of the Companies Act, 2013 (the "Act").

The purpose of this Policy is to establish and govern the procedure applicable:

- a) To evaluate the performance of the members of the Board.
- b) To ensure remuneration to Directors, KMP and Senior Management involves a balance between fixed and incentive pay reflecting short and long-term performance objectives appropriate to the working of the Company and its goals.
- c) To retain, motivate and promote talent and to ensure long term sustainability of talented managerial persons and create competitive advantage.

The Company should ensure that the level and composition of remuneration is reasonable and sufficient to attract, retain and motivate Directors of the quality required to run the Company successfully and the relationship of remuneration to performance is clear and meets appropriate performance benchmarks.

2. Definitions:

Independent Director means a director referred to in Section 149(6) of the Act, as amended from time to time.

Key Managerial Personnel (the "KMP") shall mean "Key Managerial Personnel" as defined in Section 2(51) of the Act.

Nomination and Remuneration Committee, by whatever name called, shall mean a Committee of Board of Directors of the Company, constituted in accordance with the provisions of Section 178 of the Act.

Remuneration means any money or its equivalent given or passed to any person for services rendered by him and includes perquisites as defined under the Income-tax Act, 1961.

Senior Management means personnel of the Company who are members of its core management team excluding Board of Directors. This would include all members of management one level below the Managing Director, including all functional heads.

Words and expressions used and not defined in this Policy, but defined in the Act or any rules framed under the Act or the Accounting Standards shall have the meanings assigned to them in these regulations.

3. Composition of the Nomination & Remuneration Committee:

The composition of the Committee to be in compliance with the Act, Rules made thereunder, as amended from time to time.

4. Role of the Committee:

- a. To review the structure, size and composition (including the skills, knowledge and experience) of the Board at least annually and make recommendations on any proposed changes to the Board to complement the Company's Corporate Strategy.
- b. To identify individuals suitably qualified to become Board members and select or make recommendations to the Board on the selection of individuals nominated for Directorships
- c. To assess the independence of Independent Non-Executive Directors
- d. To review the result of the performance evaluation process that relates to the composition of the Board.

- e. To make recommendation to the Board regarding the appointment and re-appointment of Directors and succession planning for Directors in particular for Chairman & Chief Executive.
- f. To recommend the remuneration payable to Non-Executive Directors of the Company from time to time.
- g. Annual appraisal of the performance of Managing Director and fixing his terms of remuneration
- h. Annual appraisal of the Senior Management Team reporting to the Managing Director
- i. Administration and superintendence in connection with the Scheme under the broad policy and framework laid down by the Company and/or by the Board of Directors.
- j. Formulate from time to time specific parameters relating to the Scheme, including,
 - (i) The quantum of Options to be granted under the Scheme to a particular Eligible employee or to a category or group of Eligible employees and in aggregate;
 - (ii) Determination of eligibility conditions and selection of Eligible employees to whom Options may from time to time be granted hereunder;
 - (iii) The Vesting Period and the Exercise Period within which the eligible employee should exercise the Options and that Options would lapse on failure to exercise the Options within the exercise period;
 - (iv) The conditions under which Options vested in Eligible employee may lapse in case of termination of employment for misconduct;
 - (v) The specified time period within which the Eligible employee shall exercise the vested Options in the event of termination or resignation of an Eligible employee;
 - (vi) The right of an Eligible employee to exercise all the Options vested in him at one time or at various points of time within the Exercise Period;
 - (vii) The procedure for making a fair and reasonable adjustment to the number of Options and to the Exercise Price in case of corporate actions such as rights issues, bonus issues, etc;
 - (viii) Make rules by which all options including non-vested options vest immediately in case of sale, transfer or takeover of the company or amalgamation of the Company with any other company, etc. and provide for rules related to exercise period under such circumstances.
 - (ix) Make rules related to performance based vesting of such part of the options granted to eligible employees as the Committee may decide.
 - (x) To prescribe, amend and rescind rules and regulations relating to the Scheme;
 - (xi) To construe, clarify and interpret the terms of the Scheme and Options granted pursuant to the Scheme;
- k. Identification of persons who are qualified to become directors and who may be appointed in senior management in accordance with the criteria laid down, recommend to the Board their appointment and removal and shall carry out evaluation of every director's performance.
- l. Formulation of criteria for determining qualifications, positive attributes and independence of a director and recommend to the Board a policy, relating to the remuneration for the directors, key managerial personnel and other employees

5. Appointment and removal of Director, KMP and Senior Management:

5.1 Appointment criteria and qualification: The Committee shall identify and ascertain the integrity, qualification, expertise and experience of the person for appointment as Director and recommend to the Board his / her appointment.

For the appointment of KMP (other than Managing Director) or Senior Management, a person should possess adequate qualification, expertise and experience for the position he / she is considered for the appointment.

Further, for administrative convenience, the appointment of KMP (other than Managing Director) or Senior Management, the Managing Director is authorised to identify and appoint a suitable person for such position. However, if the need be, the Managing Director may consult the Committee / Board for further directions / guidance.

5.2 Term: The Term of the Directors including Managing Director / Independent Director shall be governed as per the provisions of the Act and Rules made thereunder, as amended from time to time. Whereas the term of the KMP (other than the Managing Director) and Senior Management shall be governed by the prevailing HR policies of the Company.

5.3 Evaluation: The Committee shall carry out evaluation of performance of every Director. The Committee shall identify evaluation criteria which will evaluate Directors based on knowledge to perform the role, time and level of participation, performance of duties, level of oversight, professional conduct and independence. The appointment / re-appointment / continuation of Directors on the Board shall be subject to the outcome of the yearly evaluation process.

Framework for performance evaluation of Directors, Board and committees is as per **Annexure-1** to this Policy.

5.4 Removal: Due to reasons for any disqualification mentioned in the Act or under any other applicable Act, Rules and Regulations thereunder and / or for any disciplinary reasons and subject to such applicable Acts, Rules and Regulations and the Company's prevailing HR policies, the Committee may recommend, to the Board, with reasons recorded in writing, removal of a Director, KMP or Senior Management.

5.5 Policy Review: Subject to the approval of the Board, the Nomination & Remuneration Committee reserves the right to review and amend this policy, if required, to ascertain its appropriateness as per the needs of the Company. The company may be amended by passing a resolution at a meeting of the Nomination and Remuneration Committee.

6. Remuneration of Managing Director, KMP and Senior Management:

The remuneration / compensation / commission, etc., as the case may be, to the Managing Director will be determined by the Committee and recommended to the Board for approval. The remuneration / compensation / commission, etc., as the case may be, shall be subject to the approval of the shareholders of the Company and Central Government, wherever required and shall be in accordance with the provisions of the Act and Rules made thereunder. Further, the Managing Director of the Company is authorised to decide the remuneration of KMP and Senior Management, and which shall be decided by the Managing Director based on the standard market practice and prevailing HR policies of the Company.

7. Remuneration to Non-executive / Independent Director:

The remuneration / commission / sitting fees, as the case may be, to the Non-Executive / Independent Director, shall be in accordance with the provisions of the Act and the Rules made thereunder for the time being in force or as may be decided by the Committee / Board / Shareholders.

Annexure -1
Framework for performance evaluation of Directors, Board & committees
Board of Directors and Evaluation

Source	Particulars	Board's Role in Evaluation	Remarks
Companies Act – Section (134) (p)	Evaluation to be done by the entire Board	<p>Has to do formal annual evaluation of its own performance</p> <p>Has to do formal annual evaluation of its Committees</p> <p>Has to do formal annual evaluation of all the Individual directors</p> <p>Has to do performance evaluation of Independent Director's (excluding the director being evaluated)</p> <p>Please refer Annexure-3, for criterion for evaluation</p>	<p>Board overall evaluation</p> <p>Evaluation of Committees</p> <p>Evaluation of Individual directors</p> <p>The said evaluation will be the basis for continuation of the extension / the term of the Independent Director</p>
Companies Act – Section 134 (3)(p) read with Rule 8 of Companies (Accounts) Rules 2014	Disclosure	Board's Report	All the listed companies and public companies with paid-up share capital of Rs Twenty Five crore or more shall have to include such a statement in Board Report indicating the manner & criteria of formal Board evaluation.

Nomination & Remuneration Committee and Evaluation

Source	Particulars	Committee's Role in Evaluation	Remarks
Companies Act – section 178(2)	Nomination & Remuneration Committee (NRC)	Evaluate every director's performance	<p>Evaluation of Directors include :</p> <ol style="list-style-type: none"> Independent directors Non executive directors Executive directors and whole time directors Managing Directors Chairperson

Role and functions of Independent Directors in relation to evaluation

Source	Particulars	Independent Directors' Role in Evaluation	Remarks
Companies Act – Schedule IV – Code for ID (Part VII)	In the separate meeting of Independent Directors	<p>Review the performance of Non-Independent Directors</p> <p>Review the performance of the Board as a whole</p> <p>Review the performance of the Chairperson of the Company, taking into account the views of Executive Director's and Non Executive Director's</p> <p>Assess the:</p> <ul style="list-style-type: none"> a. Quality b. Quantity and c. Timeliness <p>Of flow of information between the Company management and the Board, that is necessary for the Board to effectively and reasonably perform their duties.</p> <p>Please refer Annexure-3 for Familiarisation programme for independent Directors</p>	<p>Review of</p> <ul style="list-style-type: none"> a. Non executive Directors b. Managing Director, whole time Directors and Executive Directors <p>Review the performance of the Board as a whole</p> <p>Review the performance of the chairperson</p> <p>Quality of information includes its relevance, completeness, and authenticity, how comprehensive, concise and clear such information is. As regards quantity, the independent director need to assess that the information is neither too less nor too much resulting in an information overload. Typically the information to the board members should carry an executive summary which is supplemented by detailed notes and where necessary back-up papers as annexure. Timeliness of information flow can be gauged from facts such as how soon are important events communicated between board meetings, timeliness of the agenda papers, etc.</p>

Annexure-2

Familiarisation Programme for Independent Directors

As required by the provisions of Schedule IV to the Act the Company is required to develop a Familiarisation Programme for the Independent Directors of the Company.

The Company will impart Familiarisation Programmes for new Independent Directors inducted on the Board of the Company.

The Familiarisation Programme of the Company will provide information relating to the Company, NBFC industry, business model of the Company, geographies in which Company operates, etc. The programme also intends to improve awareness of the Independent Directors on their roles, rights, responsibilities towards the Company. Further, the Familiarisation Programme should also provide information relating to the financial performance of the Company and budget and control process of the Company.

The Managing Director or such other authorised officer(s) of the Company shall lead the Familiarisation Programme on aspects relating to business / industry.

The Chief Financial Officer, CS or such other authorised officer(s) of the Company may participate in the programme for providing inputs on financial performance of the Company and budget, control process, etc.

CRITERIA FOR EVALUATION**Criteria for evaluation of the Board and non-independent directors :**

1. Composition of the Board and availability of multi-disciplinary skills
2. Commitment to good Corporate Governance Practices
3. Adherence to Regulatory Compliance
4. Track record of financial Performance
5. Grievance redressal mechanism
6. Existence of integrated Risk Management System
7. Use of Modern technology
8. Commitment to CSR
9. Stakeholder focus
10. Knowledge sharing
11. Drive and commitment
12. Financial & Risk Awareness

Criteria for evaluation of Chairman & Managing Director:

1. Leadership qualities
2. Standard of Integrity
3. Understanding of Macroeconomic trends and Micro Industry trends.
4. Public Relations
5. Future Vision and Innovation

Criteria for evaluation of Independent Directors:

1. Qualifications & Experience
2. Standard of Integrity
3. Attendance in Board Meetings/AGM
4. Understanding of Company's business
5. Value addition in Board Meetings

Criteria for evaluation of the Committees:

1. Qualification & Experience of members
2. Depth of review of financial performance
3. Oversight of Audit & Inspection
4. Review of regulatory compliance
5. Fraud monitoring
6. Defined set of terms of reference
7. Consideration of the recommendations of the committees by the Board
8. Familiarity of the members with the policies, procedures and guidelines of the Committees
9. Receipt of agenda & supporting materials by the members
10. Attendance at committee meetings

REPORT ON CORPORATE GOVERNANCE

The fundamental objective of "Good Corporate Governance and Ethics" is to ensure the commitment of an organization in managing the company in a legal and transparent manner in order to maximize the long-term value of the company for its stakeholders including shareholders, customers, employees and other partners.

Company Philosophy

Five Star Business Credits Limited (Five Star) philosophy on corporate governance envisages adherence to the highest levels of commitment, integrity, transparency, accountability and fairness, in all areas of its business and in all interactions with its stakeholders.

Board of Directors

Your Board of Directors currently consists of six members including the Managing Director. of these, two are Independent Directors and three are Non-Executive Directors.

Mr D Lakshmipathy is the Managing Director of the Company.

During the financial year ended 31st March 2015, seven (7) Board Meetings were held on 25th April 2014, 21st May 2014, 20th August 2014, 7th November 2014, 26th December 2014, 30th January 2015 and 25th March 2015 respectively and not more than 120 days elapsed between any two meetings.

Particulars of the Directors' attendance to the Board/Committee Meetings and particulars of their other company directorships are given below:

Name	Nature of Directorship	Attendance		Other Directorships
		Board	Committee	
M Anandan	Chairman	7	11	1
D Lakshmipathy	Managing Director	7	12	3
B Haribabu	Independent Director	7	2	1
M K Mohan	Independent Director	5	9	4
M. K. Ganeshram *	Director	6	14	0
L R Raviprasad	Director	6	3	0
Rishi Navani	Nominee Director	4	-	9

* Resigned on 30-01-2015

Changes in Board of Directors

As per the provisions of the Companies Act, 2013, Mr. M. K. Mohan and Mr. B. Haribabu were appointed as Independent Directors and Mr M Anandan was appointed as a Director of the Company liable to retire by rotation at the extra ordinary Meeting held on 28th March 2015.

Independent Directors

Your Company has appointed Independent Directors as per the provisions of the Companies Act, 2013. None of the Independent Directors are Promoters or related to Promoters. They do not have pecuniary relationship with the Company and further do not hold two percent or more of the total voting power of the Company.

Every Independent Director, at the first meeting of the Board in which he/she participates as a Director and thereafter at the first meeting of the Board in every financial year, gives a declaration that he/she meets the criteria of independence as required under Section 149(7) of the Companies Act, 2013.

The Company had issued a formal letter of appointment to all Independent Directors and the terms and conditions of their appointment have been disclosed in the website of the Company.

Code of Conduct

Your Company has adopted a Code of Conduct for members of the Board (incorporating duties of Independent Directors) and the Senior Management. The Code aims at ensuring consistent standards of conduct and ethical business practices across the Company.

Committees of the Board

Audit & Risk Management Committee

Composition and Meetings

The Audit & Risk Management Committee currently consists of the following members:

1. Mr B. Haribabu
2. Mr M. K. Mohan
3. Mr L. R. Raviprasad

The Audit & Risk Management Committee of the Board met four (4) times during the year on 21st May 2014, 20th August 2014, 7th November 2014 and 30th January 2015 respectively.

Terms of reference:-

1. Oversight of the Company's financial reporting process and the disclosure of its financial interest to ensure that the financial statements are correct, sufficient and credible.
2. The recommendation for appointment, remuneration and terms of appointment of statutory, secretarial and internal auditors of the company.
3. Reviewing with the management the quarterly, half yearly and annual financial statements before submission to the Board, with particular reference to:
 - Matters required to be included in Director's Responsibility Statement to be included in the Board's report to members.
 - Changes, if any in accounting policies and practices and reasons for the same.
 - Major Accounting entries involving estimates based on the exercise of judgment by management.
 - Significant adjustments made in the financial statements arising out of audit findings.
 - Compliance with accounting and other legal requirements relating to financial statements.
 - Disclosure of any Related Party Transactions.
 - Qualifications in draft Auditors Report
4. Reviewing with the management performance of statutory and internal auditors, adequacy of the internal control systems.
5. Reviewing the adequacy of internal audit function, if any, including the structure of the internal audit department, staffing and seniority of the official heading the department reporting structure and frequency of internal audit.
6. Discussion with internal auditors any significant findings and follow up thereon.
7. Reviewing the findings of any internal investigations by the internal auditors into matters where there is suspected fraud or irregularity or a failure of internal control systems of a material nature and reporting the matter to the Board.

-
8. Discussion with statutory auditors before the audit commences, about the nature & scope of audit as well as post audit discussion to ascertain any area of concern
 9. Laying down the review of procedures relating to risk assessment & risk minimization to ensure that executive management controls risk through means of a properly defined framework
 10. Credit & Portfolio Risk Management
 11. Operational & Process Risk Management
 12. Laying down guidelines on KYC Norms
 13. Review on quarterly basis the securitization/bilateral assignment transactions and investment activities of the Company.
 14. Annual Review of Company's policies framed pursuant to RBI guidelines and suggest changes if any, required to the Board for adoption.
 15. Review and monitor the auditor's independence and performance, and effectiveness of audit process;
 16. Examination of the financial statement and the auditors' report thereon;
 17. Approval or any subsequent modification of transactions of the company with related parties;
 18. Scrutiny of inter-corporate loans and investments;
 19. Valuation of undertakings or assets of the company, wherever it is necessary;
 20. Evaluation of internal financial controls and risk management systems;
 21. Monitoring the end use of funds raised through public offers and related matters

The Committee shall mandatorily review the following information:

1. Management discussion and analysis of financial condition and results of operation
2. Statement of significant related party transactions
3. Management letters/letters of internal control weaknesses issued by the statutory auditors.
4. Internal audit report relating to internal control weaknesses.

Nomination & Remuneration Committee

Composition and Meetings

The Nomination & Remuneration Committee currently consists of the following members:

1. Mr M Anandan
2. Mr L R Raviprasad
3. Mr B Haribabu
4. Mr D Lakshmipathy

The Nomination & Remuneration Committee of the Board met Two (2) times during the year on 20th August 2014 & 30th January 2015 respectively.

Terms of Reference

1. To review the structure, size and composition (including the skills, knowledge and experience) of the Board atleast annually and make recommendations on any proposed changes to the Board to complement the Company's Corporate Strategy.

2. To identify individuals suitably qualified to become Board members and select or make recommendations to the Board on the selection of individuals nominated for Directorships.
3. Identification of persons who are qualified to become directors and who may be appointed in senior management in accordance with the criteria laid down, Recommend to the Board their appointment and removal and shall carry out evaluation of every director's performance.
4. To access the independence of Independent Non-Executive Directors.
5. Formulation of criteria for determining qualifications, positive attributes and independence of a director and recommend to the Board a policy, relating to the remuneration for the directors, key managerial personnel and other employees.
6. To review the result of the performance evaluation process that relates to the composition of the Board.
7. To make recommendation to the Board regarding the appointment and re- appointment of Directors and succession planning for Directors in particular for Chairman & Chief Executive.
8. To recommend the remuneration payable to Non-Executive Directors of the Company from time to time.
9. Annual appraisal of the performance of Managing Director and fixing his terms of remuneration
10. Annual appraisal of the Senior Management Team reporting to the Managing Director.
11. Administration and superintendence of ESOP scheme of the Company and /or by the Board of Directors.

Business & Resource Committee

Composition and Meetings

The Business & Resource Committee currently consists of the following members:

1. Mr L. R. Raviprasad
2. Mr M. K. Mohan
3. Mr D. Lakshmiopathy

Terms of Reference

1. To consider and approve availing of all kinds and types of loans and credit facilities.
2. To consider and approve creation of security in connection with the aforesaid loan and credit facilities.
3. To establish current and other banking accounts with various banks to specify and change the authorized signatories and their transaction limits to the said banking accounts; to close current and other banking accounts.
4. To consider and approve any unsecured loans to be given by the Company other than staff loan advances to be approved by the Business & Resource Committee.
5. To consider and approve any secured loan to be given by the Company including Business Loans, Home Loans, Loan against Property and other loans exceeding Rs. 50 Lakhs to be approved by Business & Resource Committee.
6. To consider and approve transactions / proposal / arrangements for sale / assignment / securitization of the loan receivables / book debts of the Company on such terms and conditions as it thinks fit.
7. To authorize affixing the common seal of the Company in accordance with the manner laid down in the Articles of Association and to authorize taking the Common Seal out of the registered office of the Company.
8. To consider and approve the investment policy for the Company and its amendment and/or modification from time to time.

The Business & Resource Committee of the Board met Twelve (12) times during the year on 10.04.2014, 14.05.2014, 13.06.2014, 25.07.2014, 01.09.2014, 29.09.2014, 01.10.2014, 13.11.2014, 30.01.2015, 03.02.2015, 28.02.2015 & 25.03.2015

Asset Liability Committee

Composition and Meetings

The Asset Liability Committee currently consists of the following members:

1. Mr D. Lakshmipathy, MD
2. Mr K. Arunkumar, Head (Accounts)

Terms of Reference

1. Liquidity Risk Management
2. Management of Market (Interest Rate) Risk
3. Funding and Capital Planning
4. Credit and Portfolio Risk Management
5. Setting credit norms for various lending products of the company
6. Operational and Process Risk Management
7. Laying down guidelines on KYC norms
8. To approve and revise the actual interest rates to be charged from customers for different products from time to time applying the interest rate model.

The Asset Liability Committee of the Board met Two (2) times during the year on 31st October 2014 and 30th January 2015 respectively.

Corporate Social Responsibility Committee

During the year your Company has constituted Corporate Social Responsibility Committee as per Section 135 of Companies Act, 2013 and the Rule made there under. The Committee consists of following members:

1. Mr D. Lakshmipathy
2. Mr B. Haribabu
3. Mr L. R. Raviprasad

Terms of Reference

- (1) To formulate and recommend to the Board, a Corporate Social Responsibility Policy which shall indicate the activities to be undertaken by the company as specified in Schedule VII to the Companies Act, 2013 as may be amended or modified from time to time;
- (2) To recommend the amount of expenditure to be incurred on the activities referred above
- (3) To monitor the Corporate Social Responsibility activities of the company from time to time.

Your Company has adopted a Corporate Social Responsibility Policy.

Remuneration of Directors

Sitting Fees

All directors except the MD and Nominee Director are paid a sitting fee of Rs 10,000 (wef 21.05.2014) for attending every meeting of the Board and Rs. 5000 for attending every meeting of the Audit & Risk Management Committee and Nomination & Remuneration Committee thereof.

The details of sitting fees paid to Directors during the financial year ended 31st March 2015 are as follows:

Name	Sitting Fees (Rs.)	
	Board	Committee
M.Anandan	65,000	25,000
M.K.Mohan	45,000	-
M.K.Ganeshram	55,000	25,000
B.Haribabu	65,000	5,000
L.R.Raviprasad	55,000	15,000

Commission to Non-Executive Directors:

The Non-executive Directors (including Independent Directors) of the Company are paid remuneration by way of profit related Commission based on the criteria laid down by the Nomination and Remuneration Committee and the Board. The same has been approved by the Board and the shareholders and is within the limits prescribed under the Companies Act, 2013.

The details of commission paid to Directors during the financial year ended 31st March 2015 are as follows:

Director	Commission (Rs)
Mr. M Anandan	3,00,000
Mr. L R Raviprasad	1,50,000
Mr. M K Mohan	1,50,000
Mr. B Haribabu	1,50,000
Mr. Ganesh ram	1,50,000
TOTAL	9,00,000

Remuneration to Managing Director:

The details of remuneration paid for the financial year ended 31st March 2015 are as follows:

Particulars	Amount (Rs.)
Salary	42,00,000
Commission	30,00,000
Total	72,00,000

MD/Head of accounts Certification

MD/ Head of accounts have given a certificate to the Board as per the format given in clause 49 of the standard listing agreement.

General Body Meetings

During the financial year ended 31st March 2015, one (1) Annual General Meeting was held on 20th August 2014 and three (3) Extra-ordinary General Meetings were held on 25th April 2014, 24th January 2015 and 28th March 2015 respectively.

All the proposed resolutions, including special resolutions, were passed by the shareholders as set out in the Notices.

General Shareholder Information

Financial year	April 1 st 2014 to March 31 st 2015
31st Annual General Meeting Day, Date and Time	Friday, 21st August 2015, 10.15 A.M.
Venue	Towers Club, 'Tower Valley', W Block, 3rd Main Road, Anna Nagar, Chennai - 600 040.

Shareholding pattern as on 31st March 2015

Name of the Shareholder	No. of shares	Percentage of share holding
Category		
(A) Promoter & his relatives.		
D. Lakshmipathy	44,47,560	43.60
(B) Directors & their relatives.		
B. Haribabu	1,62,500	1.59
L.R. Raviprasad	2,71,700	2.66
M.K. Mohan	26,150	0.26
(C) Investor		
Matrix Partners India Investment Holdings II, LLC	39,40,240	38.63
(D) Public	13,51,850	13.26
Total	1,02,00,000	100.00

For and on behalf of the Board of Directors

Place : Chennai
Date : 30-06-2015

M. ANANDAN
Chairman

MD / HEAD - ACCOUNTS CERTIFICATE

30th June 2015

The Board of Directors
Five Star Business Credits Limited

This is to certify that :

1. We have reviewed financial statements and the cash flow statement for the year ended 31st March 2015 and that to the best of our knowledge and belief:
 - a. these statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
 - b. these statements together present a true and fair view of the company's affairs and are in compliance with existing accounting standards, applicable laws and regulations.
2. There are, to the best of our knowledge and belief, no transactions entered into by the company during the year which are fraudulent or illegal.
3. We accept responsibility for establishing and maintaining internal controls for financial reporting.

Mr. K. Arunkumar
Head - Accounts

Mr. D. Lakshmiopathy
Managing Director

Place : Chennai

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF FIVE-STAR BUSINESS CREDITS LIMITED

1. Report on the Financial Statements

We have audited the accompanying financial statements of FIVE-STAR BUSINESS CREDITS LIMITED ("the Company"), which comprise the Balance Sheet as at 31st March, 2015, the Statement of Profit and Loss, the Cash Flow Statement for the year then ended, and a summary of the significant accounting policies and other explanatory information.

2. Management's Responsibility for the Financial Statements

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

3. Auditor's Responsibility

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

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

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

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on whether the Company has in place an adequate internal financial controls system over financial reporting and the operating effectiveness of such controls. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.

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

4. Opinion

In our opinion and to the best of our information and according to the explanations given to us, the 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:

- a) in the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2015;
- b) in the case of the Statement of Profit and Loss, of the profit for the year ended on that date; and
- c) in the case of the Cash Flow Statement, of the cash flows for the year ended on that date.

5. Report on Other Legal and Regulatory Requirements

- (i) As required by the Companies (Auditor's Report) Order, 2015 ("the Order") issued by the Central Government of India in terms of sub-section 11 of section 143 of the Act, we give in the Annexure a statement on the matter specified in paragraph 3 of the Order,
- (ii) As required by Section 143 (3) of the Act, we report that
 - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - (c) The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
 - (d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
 - (e) On the basis of the written representations received from the directors as on 31st March, 2015 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2015 from being appointed as a director in terms of Section 164 (2) of the Act.
 - (f) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i. the Company has disclosed the effect of the pending litigation in its financial statements as mentioned in Note 29.7 of the Notes to the Accounts;
 - ii. based on the current assessment of the long term contracts, in the ordinary course of business, the company has made adequate provision for losses, where required, as explained in Note 28.2 of the Notes to the Accounts. The company did not enter into any derivative contracts during the year.
 - iii. during the year, there has been no delay in transferring the amounts required to be transferred to the Investor Education and Protection Fund.

For BRAHMAYYA & Co.
Chartered Accountants
Firm Regn. No.000511S

L. Ravi Sankar
Partner
Membership No. 025929

Place: Chennai
Date : 30th June, 2015

ANNEXURE TO THE AUDITORS' REPORT REFERRED TO IN PARAGRAPH 5 OF OUR REPORT OF EVEN DATE

1. a) The Company is maintaining proper records showing full particulars, including quantitative details and situation of fixed assets.
b) Fixed assets have been physically verified by the Management during the year, in accordance with an annual plan of verification, which in our opinion is reasonable having regard to the size of the Company and the nature of the fixed assets. The discrepancies noticed on such verification were not material and have been properly dealt with in the books of account.
2. In our opinion and according to the information and explanations given to us, the Company has not granted any loans secured or unsecured to companies, firms or other parties covered in the register maintained under Section 189 of the Act. Therefore, clauses (iii)(a) and (b) of paragraph 3 of the Order are not applicable to the Company for the year.
3. In our opinion and according to the information and explanations given to us, there are adequate internal control procedures commensurate with the size of the Company and the nature of its business with regard to purchase of fixed assets. During the course of our audit, no major weaknesses were noticed in the internal controls and therefore the reporting of the same does not arise.
4. The company has not accepted deposits from public.
5. The Central Government has not prescribed the maintenance of cost records under Section 148(1) of the Act.
6. i) According to the records of the Company and the information and explanations given to us, undisputed statutory dues, including Provident Fund, Employees State Insurance, Income tax and Service tax and other material statutory dues have been regularly deposited during the year with the appropriate authorities. According to the information and explanations given to us, there are no arrears of statutory dues which are outstanding as at 31st March 2015 for a period of more than six months from the date they became payable.
ii) According to the records of the Company and the information and explanations given to us, there are no dues of Service tax which have not been deposited on account of any dispute. Details of disputed Income tax not deposited are as follows:

Nature of dues	Amount (Rs. Lakhs)	Period to which the amount relates	Forum where the dispute is Pending
Income tax	6,73,698	Financial year 2005 - 06	Commissioner of Income Tax (Appeals)
- iii) Based on our examination of the records and the information and explanations given to us, the amount to be transferred to the Investor Education and Protection Fund by the Company during the year has been transferred within time in accordance with the relevant provision of the Companies Act, 1956 and the rules made thereunder.
7. The Company does not have any accumulated losses at the end of the financial year and has not incurred cash losses during the current and immediately preceding financial years.
8. Based on our audit procedures and the information and explanations given by the Management, the Company has not defaulted in the repayment of dues to banks or debenture holders. The company has not obtained any loans from financial institutions during the year.

9. In our opinion and according to the information and explanations given to us, the Company has not given any guarantees for loans taken by others from banks or financial institutions.
10. Based on our examination of the records and the information and explanations given to us, the term loans were applied for the purposes for which the loans were obtained.
11. To the best of our knowledge and belief and according to the information and explanations given to us, during the year, no fraud by the Company and no fraud on the Company were noticed or reported during the course of our audit.
12. In our opinion and according to the information and explanations given to us, the nature of the Company's business / activities during the year has been such that clause ii of paragraph 3 of the Companies (Auditor's Report) Order 2015 is not applicable to the Company for the year.

For BRAHMAYYA & Co.
Chartered Accountants
Firm Regn. No.000511S

L. Ravi Sankar
Partner
Membership No. 025929

Place: Chennai
Date : 30th June, 2015

BALANCE SHEET AS AT 31ST MARCH 2015

Particulars	Note No.	As at 31st March 2015 Rs.	As at 31st March 2014 Rs.
A. EQUITY AND LIABILITIES			
1. Shareholders' Funds			
(a) Share Capital	3	10,20,00,000	9,00,00,000
(b) Reserves and Surplus	4	61,05,15,444	38,72,33,533
		71,25,15,444	47,72,33,533
2. Non-current Liabilities			
(a) Long term Borrowings	5	34,72,01,603	23,83,34,903
(b) Other Long term Liabilities	6	23,70,412	36,11,500
(c) Long Term Provisions	7	60,29,738	39,28,914
		35,56,01,753	24,58,75,317
3. Current Liabilities			
(a) Short Term Borrowings	8	15,74,54,001	11,16,65,542
(b) Trade payables	9	56,42,754	34,86,727
(c) Other current liabilities	10	38,50,44,341	30,65,94,952
(d) Short Term Provisions	11	3,04,24,762	2,05,18,702
		57,85,65,858	44,22,65,923
TOTAL		164,66,83,055	116,53,74,773
B. ASSETS			
1. Non-current Assets			
(a) Fixed Assets			
(i) Tangible assets	12	73,05,184	72,59,030
(ii) Intangible assets	12	4,69,391	73,037
(b) Deferred Tax assets(Net)	13	55,78,059	36,16,709
(c) Long term receivables under financing activity	14	88,26,42,145	61,66,54,200
(d) Long term loans and advances	15	1,07,71,232	2,08,02,321
(e) Other Non Current Assets	16	3,14,464	6,75,320
		90,70,80,475	64,90,80,617
2. Current assets			
(a) Current Investments	17	18,75,000	76,08,257
(b) Cash and Bank balances	18	28,71,85,083	10,89,07,051
(c) Short term receivables under financing activity	19	43,25,02,980	39,13,55,679
(d) Short term loans and advances	20	1,42,84,822	68,04,160
(e) Other Current Assets	21	37,54,695	16,19,009
		73,96,02,580	51,62,94,156
TOTAL		164,66,83,055	116,53,74,773
Significant Accounting Policies and Notes to the Accounts	2 to 29		

As per our report of even date attached
For Brahmayya & Co.,
Chartered Accountants
Firm Registration Number 000511S

For and on behalf of the Board of Directors

M. Anandan
Chairman

D. Lakshmipathy
Managing Director

L. Ravi Sankar
Partner
Membership No. 025929
Place : Chennai
Date : 30-06-2015

V. Nikita
Company Secretary

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

Particulars	Note No.	2014-15 Rs.	2013-14 Rs.
REVENUE			
Revenue from Operations	22	32,98,87,387	25,18,98,246
Other income	23	61,49,138	29,94,573
Total Revenue		33,60,36,525	25,48,92,819
EXPENSES			
Finance costs	24	10,37,11,509	9,49,24,924
Employee benefit expenses	25	4,88,51,309	2,95,83,080
Other expenses	26	2,34,35,050	1,43,60,331
Provision, loan loss and other charges	27	44,45,844	38,65,639
Depreciation	12	36,18,843	17,37,268
Total Expenses		18,40,62,555	14,44,71,242
Profit Before Tax		15,19,73,970	11,04,21,577
Tax Expenses			
Current tax expenses		5,46,94,831	3,95,47,531
Deferred tax		(19,40,484)	(18,38,565)
		5,27,54,347	3,77,08,966
Profit for the Year		9,92,19,623	7,27,12,611
Earnings per share - (Refer Note 29.4)			
- Basic (of Rs. 10/- each)		10.80	10.09
- Diluted		10.80	10.09
Significant Accounting Policies and Notes to the Accounts	2 to 29		

As per our report of even date attached
For Brahmayya & Co.,
Chartered Accountants
Firm Registration Number 000511S

L. Ravi Sankar
Partner
Membership No. 025929
Place : Chennai
Date : 30-06-2015

For and on behalf of the Board of Directors

M. Anandan
Chairman

D. Lakshmipathy
Managing Director

V. Nikita
Company Secretary

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH 2015

Particulars	Year ended 31-03-2015 Rs.	Year ended 31-03-2014 Rs.
A) CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit	9,92,19,623	7,27,12,611
Provision for Taxation	5,27,54,347	3,77,08,966
	<u>15,19,73,970</u>	<u>11,04,21,577</u>
Add: Financial Expenses	10,37,11,510	9,49,24,924
	<u>25,56,85,480</u>	<u>20,53,46,501</u>
Depreciation	36,18,843	17,37,268
Provision against Non - Performing assets	13,47,390	14,61,882
General Provision on Standard Assets	7,71,067	5,57,415
Provision for Gratuity	13,01,151	27,804
(Profit)/loss on sale of Fixed Assets	(59,371)	(1,43,641)
Interest/Dividend Income	-	(96,051)
Operating Profit Before Working Capital Changes	<u>26,26,64,560</u>	<u>20,88,91,178</u>
(Increase) Decrease in Loans and Advances	(30,71,35,246)	(23,52,10,233)
(Increase) Decrease in Other Receivables	25,50,426	(1,60,09,528)
Increase (Decrease) in Current Assets	(21,35,686)	(16,19,009)
Increase (Decrease) in Non Current Assets	3,60,856	-
Increase (Decrease) in Current Liabilities	40,62,706	10,10,235
Increase (Decrease) in Other Current Liabilities	<u>(14,18,681)</u>	<u>24,86,011</u>
	<u>(30,37,15,625)</u>	<u>(24,93,42,524)</u>
	(4,10,51,065)	(4,04,51,346)
Financial Expenses	<u>(10,69,88,787)</u>	<u>(9,59,59,899)</u>
Direct Taxes Paid	(5,03,30,536)	(3,84,83,488)
	<u>(15,73,19,323)</u>	<u>(13,44,43,387)</u>
Net Cash from Operating Activities (A)	<u>(19,83,70,388)</u>	<u>(17,48,94,733)</u>
B) CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Fixed Assets	(42,14,869)	(46,97,673)
Sale of Fixed Assets	1,51,500	2,09,100
Investments in Fixed Deposit	(50,00,000)	(47,50,000)
Sale of Investments	<u>57,33,257</u>	<u>3,25,14,410</u>
Net Cash from Investing Activities (B)	<u>33,30,112</u>	<u>2,32,75,837</u>

Particulars	Year ended 31-03-2015 Rs.	Year ended 31-03-2014 Rs.
C) CASH FLOW FROM FINANCING ACTIVITIES		
<u>Long Term & Medium Term</u>		
Increase in Share Capital	1,20,00,000	2,00,00,000
Increase in Share Premium	14,40,00,000	15,00,00,000
Proceeds from Issue of Debentures	1,75,00,000	1,25,83,156
Debentures Redeemed	(6,81,79,000)	(7,61,18,156)
Increase (Decrease) in Term Loans from Banks & Others	15,66,46,700	13,47,94,745
Increase (Decrease) in Loan from Directors	10,66,000	1,63,22,000
Increase (Decrease) in Other Borrowings	6,71,23,218	-
<u>Short Term</u>		
Increase (Decrease) in Bank Borrowings	6,00,13,015	(98,69,768)
Dividend paid (Including Corporate Dividend Tax)	(1,51,91,401)	(1,47,41,370)
Net Cash from Financing Activities (C)	<u>37,49,78,532</u>	<u>23,29,70,607</u>
Net Increase in Cash and Cash Equivalents (A) + (B) + (C)	17,32,78,032	8,13,51,712
Cash and Cash Equivalents at the Beginning of the Year	10,41,57,050	2,28,05,338
Cash and Cash Equivalents at the End of the Year	<u>27,74,35,082</u>	<u>10,41,57,050</u>
Components of Cash and Cash Equivalents at the end of the Year		
Cash on Hand	52,76,939	31,82,882
Cash with Scheduled Banks	27,21,58,143	10,09,74,168
Cash & Cash Equivalents	<u>27,74,35,082</u>	<u>10,41,57,050</u>

As per our report of even date attached
For Brahmaya & Co.,
Chartered Accountants
Firm Registration Number 000511S

L. Ravi Sankar
Partner
Membership No. 025929
Place : Chennai
Date : 30-06-2015

For and on behalf of the Board of Directors

M. Anandan
Chairman

D. Lakshminpathy
Managing Director

V. Nikita
Company Secretary

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Note	Particulars
1. CORPORATE INFORMATION	
	<p>Five-Star Business Credits Limited (the Company) is a Registered Non Banking Finance Company (NBFC) with Reserve Bank of India (RBI). The Company follows RBI guidelines applicable for NBFCs. The Company is a public limited company with Registered & Head Office at Kilpauk, Chennai.</p> <p>The Company has been in business for 31 years providing finance for Small Business Loans and for House renovations/ extensions.</p>
2. SIGNIFICANT ACCOUNTING POLICIES	
2.1 Basis of accounting and preparation of financial statements	<p>The financial statements are prepared under the historical cost convention in accordance with the generally accepted accounting principles in India, Accounting Standards (AS) notified by the Companies (Accounting Standards) Rules, 2006 (as amended) / issued by the Institute of Chartered Accountants of India and the relevant provisions of the Companies Act, 2013</p> <p>The Company follows the prudential norms for income recognition, asset classification and provisioning as prescribed by the Reserve Bank of India for Non Deposit Taking Non Banking Finance Companies (NBFC-ND)</p>
2.2 Use of estimates	<p>The preparation of the financial statements in conformity with Indian GAAP requires the Management to make estimates and assumptions considered in the reported amounts of assets and liabilities (including contingent liabilities) and the reported income and expenses during the year. The Management believes that the estimates used in preparation of the financial statements are prudent and reasonable. Future results could differ due to these estimates and the differences between the actual results and the estimates are recognised in the periods in which the results are known/materialise.</p>
2.3 Depreciation / Amortisation	<p>Depreciation on Fixed Assets is provided in accordance with useful life specified in the schedule II of the Companies Act, 2013. Depreciation for additions and deletions are provided on a pro-rata basis.</p> <p>Intangible Assets are amortised over the expected useful life of 5 years.</p>
2.4 Revenue Recognition	<p>Interest Income is recognised under the Internal Rate of Return method to provide a constant periodic rate of return on net investment outstanding on the Loan contracts. Income on Non-Performing assets is recognised only when realised and any interest accrued until the asset became a Non performing Asset and remaining overdue is de-recognised by reversing the interest income.</p> <p>Processing Fees, Penal Interest, Cheque bounce charges and other charges are recognised as income upon certainty of receipt.</p>
2.5 Tangible fixed Assets	<p>Fixed assets are stated at cost less accumulated depreciation. Cost includes taxes, duties, freight and incidental expense related to the acquisition and installation of the asset.</p>
2.6 Foreign Currency Transactions and Translations	<p>Transactions in foreign currencies entered into by the Company are accounted at the exchange rates prevailing on the date of the transaction or at rates that closely approximate the rate at the date of the transaction.</p>
2.7 Investments	<p>Investments are classified as Current and Non Current based on their nature and intended holding period. Non Current Investments are valued at cost, Current investments are valued at lower cost or net realisable value.</p>

Note	Particulars
2.8 Employee benefits	
	Employee benefits include provident fund, gratuity and other employee benefits.
	Defined contribution plans
	Contributions to the Employees Provident Fund Scheme maintained by the Central Government and the Company's contribution to the fund are charged to the revenue.
	Defined benefit plans
	For defined benefit plans in the form of gratuity which is non funded, the cost of providing benefits is determined using the Projected Unit Credit method, with actuarial valuations being carried out at each Balance Sheet date. Actuarial gains and losses are recognised in the Statement of Profit and Loss in the period in which they occur. Past service cost is recognised immediately to the extent that the benefits are already vested and otherwise is amortised on a straight-line basis over the average period until the benefits become vested. The retirement benefit obligation recognised in the Balance Sheet represents the present value of the defined benefit obligation as adjusted for unrecognised past service cost, as reduced by the fair value of scheme assets. Any asset resulting from this calculation is limited to past service cost, plus the present value of available refunds and reductions in future contributions to the schemes.
2.9 Leases	
	Leases where the lessor effectively retains substantially all the risks and benefits of ownership over the lease term, are classified as operating leases. Operating lease payments are recognized as an expense in the Statement of Profit and Loss on a straight line basis over the lease term.
2.10 Earnings per share	
	Basic earnings per share is computed by dividing the profit / (Loss) after tax (including the post tax effect of extraordinary item, if any) by the weighted average number of equity shares outstanding during the year.
2.11 Taxes on Income	
	Current tax is the amount of tax payable on the taxable income for the year as determined in accordance with the provisions of the Income Tax Act, 1961.
	Deferred tax is recognized on timing differences, being the difference between taxable and accounting income that originate in one period and are capable of reversal in one or more subsequent periods.
2.12 Impairment of assets	
	The carrying amounts of assets are reviewed at each Balance Sheet date to determine whether there is any indication of impairment of the carrying amount of the Company's assets. If any indication exists, an asset's recoverable amount is estimated. An impairment loss is recognized whenever the carrying amount of the asset exceeds the recoverable amount.
2.13 Provisions and contingencies	
	Provisions are recognised only when the Company has present or legal obligations as a result of past events for which it is probable that an outflow of economic benefit will be required to settle the transaction and when a reliable estimate of the amount of obligation can be made. Contingent liability is disclosed for (i) Possible obligation which will be confirmed only by future events not wholly within the control of the Company or (ii) Present obligations arising from past events where it is not probable that an outflow of resources will be required to settle the obligation or a reliable estimate of the amount of the obligation cannot be made. Contingent assets are not recognized in the financial statements since this may result in the recognition of income that may never be realized.

NOTE - 3 : SHARE CAPITAL

Particulars	As at 31st March 2015		As at 31st March 2014	
	Number of Shares	Rs.	Number of Shares	Rs.
(a) Authorised Equity Shares of Rs.10 each	1,20,00,000	12,00,00,000	1,20,00,000	12,00,00,000
(b) Issued, Subscribed and fully paid up Equity Shares of Rs.10 each	1,02,00,000	10,20,00,000	90,00,000	9,00,00,000

Notes:

(i) Reconciliation of the number of shares and amount outstanding at the beginning and at the end of the reporting year

Particulars	As at 31st March 2015		As at 31st March 2014	
	Number of Shares	Rs.	Number of Shares	Rs.
Equity Shares				
Opening Balance	90,00,000	9,00,00,000	70,00,000	7,00,00,000
Add - Shares Issued During the year	12,00,000	1,20,00,000	20,00,000	2,00,00,000
Closing Balance	1,02,00,000	10,20,00,000	90,00,000	9,00,00,000

(ii) Pursuant to the approval accorded by the Shareholders at the Extraordinary General Meeting held on 24th January 2015 and addendum to the Subscription Agreement and amendment to the Share Holders' Agreement dated 29th January 2015, the Board of Directors at the Board Meeting held on 3rd February 2015 allotted 12,00,000/- Equity Shares of Rs.10 each at a premium of Rs.120 per share on preferential basis amounting to Rs.15,60,00,000/- to M/s.Matrix Partners India Investment Holdings II, LLC.

(iii) Terms / right attached to Equity Shares:

The Company has only one class of equity shares having a par value of Rs. 10 each. Each holder is entitled to one vote per equity share. Dividends are paid in Indian Rupees. Dividends proposed by the Board of Directors, if any is subject to the approval of the share holders at the Annual General Meeting except in case of interim dividend. Repayment of capital will be proportion to the number of equity shares held.

(iv) Details of shares held by each shareholder holding more than 5% shares:

Class of shares / Name of Share Holder	As at 31st March 2015		As at 31st March 2014	
	Number of Shares Held	% of holding in that class of shares	Number of Shares held	% of holding in that class of shares
Equity Shares				
Matrix Partners India Investment Holdings II, LLC	39,40,240	38.63	20,00,000	22.22
L. Hema	21,66,760	21.24	14,63,650	16.26
D. Lakshmi pathy	19,37,830	19.00	17,96,240	19.96
Deepthi Anand	-	-	7,05,900	7.84
Anu Anand	-	-	5,62,550	6.25

Note - 4 : RESERVES AND SURPLUS

Particulars	As at 31st March 2015 Rs.	As at 31st March 2014 Rs.
(a) Securities premium account		
Opening balance	20,59,05,000	5,59,05,000
Add: Premium on shares issued during the year	14,40,00,000	15,00,00,000
Closing Balance	34,99,05,000	20,59,05,000
(b) Statutory Reserve (Note 4.1)		
Balance at the beginning of the year	4,97,16,698	3,51,16,698
Add: Amount transferred from surplus in the statement of profit & loss	1,99,83,302	1,46,00,000
Closing Balance	6,97,00,000	4,97,16,698
(c) General Reserve		
Balance at the beginning of the year	2,84,00,000	2,11,00,000
Add: Amount transferred from surplus in the statement of profit & loss	1,00,00,000	73,00,000
Closing Balance	3,84,00,000	2,84,00,000
(d) Surplus in the statement of profit and loss		
Balance at the beginning of the year	10,32,11,835	6,75,90,625
Less : Transition Reserve on Depreciation under Companies Act, 2013	40,523	-
	10,31,71,312	6,75,90,625
Add : Profit for the year	9,92,19,623	7,27,12,611
Less: Appropriations		
Transfer to Statutory Reserve	1,99,83,302	1,46,00,000
Transfer to General Reserve	1,00,00,000	73,00,000
Dividend	1,65,31,397	1,29,84,658
Distribution tax on Dividend	33,65,792	22,06,743
Net Surplus in the statement of Profit and Loss	15,25,10,444	10,32,11,835
Total Reserves and surplus	61,05,15,444	38,72,33,533

4.1 : Represents the Reserve Fund created under Section 45-C of the Reserve Bank of India Act. 1934

Note - 5 : LONG TERM BORROWINGS

Particulars	As at 31st March 2015 Rs.	As at 31st March 2014 Rs.
A. Secured :		
a. Redeemable Non-Convertible Debentures	2,38,39,000	6,99,51,000
b. Term Loans :		
- From Banks	17,66,88,952	1,36,15,598
- From other Parties	12,33,35,651	12,97,62,305
B. Unsecured :		
a. Loan from Related Parties	2,33,38,000	2,50,06,000
	34,72,01,603	23,83,34,903

5.1 DEBENTURES

The company had privately placed Secured Redeemable Non-Convertible Debentures with a maturity period of upto 3 years with an outstanding of Rs. 8,60,62,000 (Previous Year Rs.13,80,88,000)

Maturity of Secured Non-Convertible Debentures				
As on 31-03-2015				(Rs.)
Implicit Interest Rate %	<1 Year	1 to 2 Years	2 to 3 Years	Total
<9.75 to 12	2,29,37,000	-	-	2,29,37,000
<12 to 12.5	3,47,37,000	2,05,13,000	25,00,000	5,77,50,000
<12.5 to 12.63	45,49,000	8,26,000	-	53,75,000
Total	6,22,23,000	2,13,39,000	25,00,000	8,60,62,000

As on 31-03-2014				
				(Rs.)
Implicit Interest Rate %	<1 Year	1 to 2 Years	2 to 3 Years	Total
<9.75 to 12	4,15,48,000	75,61,000	-	4,91,09,000
<12 to 12.5	2,48,49,000	3,61,34,000	2,10,56,000	8,20,39,000
<12.5 to 12.63	17,40,000	43,74,000	8,26,000	69,40,000
Total	6,81,37,000	4,80,69,000	2,18,82,000	13,80,88,000

5.2 Details of Loans from Banks - Secured

Name of the Bank	Tenor	Repayment Terms	As at 31st March.2015 Rs.	As at 31st March.2014 Rs.
A. Cash Credit Facilities				
The Federal Bank Limited	On Demand	On Demand	4,58,01,906	4,44,35,634
City Union Bank Limited	On Demand	On Demand	4,45,28,877	6,72,29,908
Total			9,03,30,783	11,16,65,542
B. Term Loans				
The Federal Bank Limited	30 Months	Principal Monthly, Interest Monthly	-	1,16,66,667
The Federal Bank Limited*	36 Months	Principal Monthly, Interest Monthly	3,98,931	7,28,853
The Federal Bank Limited*	36 Months	Principal Monthly, Interest Monthly	6,00,185	-
City Union Bank Limited	36 Months	Principal Monthly, Interest Monthly	-	3,55,608
City Union Bank Limited	36 Months	Principal Monthly, Interest Monthly	-	24,02,762
Small Industries Development Bank of India	36 Months	Principal Monthly, Interest Monthly	1,15,50,000	1,93,50,000
The Ratnagar Bank Limited	36 Months	Principal Quarterly, Interest Monthly	3,75,00,000	-
The Ratnagar Bank Limited	36 Months	Principal Quarterly, Interest Monthly	7,00,00,000	-
HDFC Bank Limited	24 Months	Principal Monthly, Interest Monthly	4,06,91,249	-
DCB Bank Limited	36 Months	Principal Quarterly, Interest Monthly	4,58,33,000	-
Bank of Maharashtra	36 Months	Principal Monthly, Interest Monthly	5,00,00,000	-
Tamilnad Mercantile Bank Limited	48 Months	Principal Monthly, Interest Monthly	5,00,00,000	-
Total			30,65,73,365	3,45,03,890

- (a) Loans are secured by hypothecation of specified Receivables under Financing Activity.
- (b) * these loans secured by Hypothecation of the vehicles purchased from the loan amount.
- (c) All the above loans have been guaranteed by Mr. D. Lakshmipathy, Managing Director

	Current Year Rs.	Previous Year Rs.
Long term Borrowings (Refer Note 5)	17,66,88,952	1,36,15,598
Other Current Liabilities (Refer Note 10)	12,98,84,413	2,08,88,292
Total	30,65,73,365	3,45,03,890

5.3 Details of Loans from Financial Institutions

Name of the Bank	Tenor	Repayment Terms	As at 31st March.2015 Rs.	As at 31st March.2014 Rs.
MAS Financial Services Limited	36 Months	Principal Monthly, Interest Monthly	1,24,99,997	2,91,66,665
MAS Financial Services Limited	36 Months	Principal Monthly, Interest Monthly	1,94,44,445	3,61,11,113
MAS Financial Services Limited	36 Months	Principal Monthly, Interest Monthly	2,22,22,220	3,88,88,888
MAS Financial Services Limited	36 Months	Principal Monthly, Interest Monthly	1,31,94,452	2,15,27,780
Reliance Capital Limited	24 Months	Principal Monthly, Interest Monthly	-	2,27,17,336
Reliance Capital Limited	24 Months	Principal Monthly, Interest Monthly	-	2,58,00,708
Reliance Capital Limited	24 Months	Principal Monthly, Interest Monthly	96,91,606	2,55,85,949
Reliance Capital Limited	24 Months	Principal Monthly, Interest Monthly	73,39,059	1,70,66,636
IFMR Capital Finance Private Limited	24 Months	Principal Monthly, Interest Monthly	2,05,73,309	4,45,39,948
IFMR Capital Finance Private Limited	24 Months	Principal Monthly, Interest Monthly	1,23,98,561	2,40,79,339
IFMR Capital Finance Private Limited	36 Months	Principal Monthly, Interest Monthly	2,58,87,730	-
Hinduja Leyland Finance Limited	48 Months	Principal Monthly, Interest Monthly	2,70,99,813	-
Sundaram Finance Limited	36 Months	Principal Monthly, Interest Monthly	4,01,56,141	-
Sundaram Finance Limited	36 Months	Principal Monthly, Interest Monthly	4,48,89,048	-
Mahindra & Mahindra Financial Services Limited	24 Months	Principal Monthly, Interest Monthly	4,26,18,607	-
AR Chadha & Co. Pvt. Ltd.,	24 Months	Principal Monthly, Interest Monthly	-	2,41,05,627
K. Virji & Co. Private Limited	90 days	Revolving Credit	-	2,25,00,000
Total			29,80,14,988	33,20,89,989

(a) All loans are secured by hypothecation of specified Receivables under Financing Activities.

(b) All the above loans have been guaranteed by Mr. D. Lakshmipathy, Managing Director except Hinduja Leyland Finance Limited and Mahindra & Mahindra Financial Services Limited,

	Current Year Rs.	Previous Year Rs.
Long term Borrowings (Refer Note 5)	12,33,35,651	12,97,62,305
Other Current Liabilities (Refer Note 10)	17,46,79,337	20,23,27,684
Total	29,80,14,988	33,20,89,989

Note - 6 : OTHER LONG TERM LIABILITIES

Particulars	As at 31st March.2015 Rs.	As at 31st March.2014 Rs.
Interest accrued but not due on borrowings	23,70,412	36,11,500
	23,70,412	36,11,500

Note - 7 : LONG TERM PROVISIONS

Particulars	As at 31st March.2015 Rs.	As at 31st March.2014 Rs.
Provision for Employee Benefits		
Provision for Gratuity	28,54,745	16,49,861
Other Provisions		
Provision for Standard Assets	21,90,625	15,07,971
Provision for Non-Performing Assets	9,84,368	7,71,082
	60,29,738	39,28,914

Note - 8 : SHORT TERM BORROWINGS

Particulars	As at 31st March.2015 Rs.	As at 31st March.2014 Rs.
A. Secured :		
a. Cash Credit facilities with Scheduled Banks (Refer Note 8.1)	9,03,30,783	11,16,65,542
B. Unsecured :		
b. Commercial Papers (Refer Note 8.2)	6,71,23,218	-
	15,74,54,001	11,16,65,542

8.1 Refer Note 5.2 for details of Security, tenor and repayment terms

8.2 Face value of Commercial Paper Outstanding as on 31-03-2015 was Rs. 7,50,00,000/- (31-03-2014- Rs. Nil)

Note - 9 : TRADE PAYABLES

Particulars	As at 31st March.2015 Rs.	As at 31st March.2014 Rs.
Other than Acceptances	56,42,754	34,86,727
	56,42,754	34,86,727

Note - 10 : OTHER CURRENT LIABILITIES

Particulars	As at 31st March.2015 Rs.	As at 31st March.2014 Rs.
Current maturity of Long Term Borrowings (Refer Note 10.1)		
- from banks	12,98,84,413	2,08,88,292
- From other Parties	17,46,79,337	20,23,27,684
- Others	6,64,50,000	6,82,83,000
Interest accrued but not due on borrowings	83,95,690	1,04,31,879
Unclaimed Dividend	8,31,776	7,53,143
Unpaid matured debentures and interest accrued thereon	16,17,669	30,36,350
Statutory due Payable	31,85,456	8,74,604
	38,50,44,341	30,65,94,952

10.1 Refer Note 5.2 & 5.3 for details of security, tenor and repayment terms.

Note - 11 : SHORT TERM PROVISIONS

Particulars	As at 31st March.2015 Rs.	As at 31st March.2014 Rs.
Provision for Employee Benefits		
Provision for Gratuity	2,20,091	1,23,824
Other Provisions		
Provision for Standard Assets	10,37,631	9,49,218
Provision for Non Performing Assets	33,97,709	22,63,605
Proposed Dividend - Equity	1,65,31,397	1,29,84,658
Provision for Distribution tax on Dividend	33,65,792	22,06,743
Provision for Income Tax	58,72,142	19,90,654
	3,04,24,762	2,05,18,702

Provision for Income Tax comprises net off TDS and Advance Tax Rs. 8,55,00,679/- (31-03-2014 - Rs. 3,75,17,871/-)

Note - 12 : FIXED ASSETS

Rs.

DESCRIPTION	GROSS BLOCK				DEPRECIATION				NET BLOCK	
	Balance as at 01.04.2014	Addition	Deletion	Balance as at 31.03.2015	Balance as at 01.04.2014	For the year	Transition Reserve	Deletion	Balance as at 31.03.2015	Balance as at 31.03.2014
i) TANGIBLE ASSETS										
Furniture & Fixtures	65,73,471	15,62,651	-	81,36,122	26,34,254	13,27,895	-	-	41,73,973	39,39,217
Computers	28,55,375	11,38,452	21,840	39,71,987	14,12,777	12,28,290	54,852	20,748	12,96,816	14,42,598
Office Equipments	6,71,679	1,07,730	-	7,79,409	2,51,484	3,00,997	6,537	-	2,20,391	4,20,195
Vehicles	32,81,336	9,61,640	4,80,181	37,62,795	18,24,316	7,13,619	-	3,89,144	16,14,004	14,57,020
ii) INTANGIBLE ASSETS										
Computer Software	3,93,507	4,44,396	-	8,37,903	3,20,470	48,042	-	-	4,69,391	73,037
Total	1,37,75,368	42,14,869	5,02,021	1,74,88,216	64,43,301	36,18,843	61,389	4,09,892	77,74,575	73,32,067
Previous Year	96,46,065	46,97,673	5,68,370	1,37,75,368	52,08,944	17,37,268	-	5,02,911	73,32,067	44,37,121

Note - 13 : DEFERRED TAX ASSETS (NET)

Particulars	As at 31st March.2015 Rs.	As at 31st March.2014 Rs.
Deferred Tax Asset		
a) Depreciation	-	12,671
b) Employee Benefits	10,45,137	1,29,927
c) Provision for NPA	14,89,468	8,20,456
d) Provision for Standard Assets	10,97,284	8,13,631
e) Income derecognised on NPA	27,56,314	18,40,024
(A)	63,88,203	36,16,709
Less : Deferred Tax Liability		
a) Depreciation (B)	8,10,144	-
Net Deferred Tax Assets (A) - (B)	55,78,059	36,16,709

Note - 14 : LONG TERM RECEIVABLES UNDER FINANCING ACTIVITIES

Particulars	As at 31st March.2015 Rs.	As at 31st March.2014 Rs.
Considered Good :		
A. Secured		
Loans	88,26,42,145	61,66,54,200
	88,26,42,145	61,66,54,200

The Long Term Receivables Under Financing Activities includes Non-performing Loans of Rs.64,76,422 (31-03-2014 - Rs.72,62,448)

Note - 15 : LONG TERM LOANS AND ADVANCES

Particulars	As at 31st March.2015 Rs.	As at 31st March.2014 Rs.
<u>Unsecured, considered good</u>		
Rental Deposit		
- To Related Parties	4,00,000	4,00,000
- To Others	45,85,000	22,81,000
Security Deposit	25,00,000	25,00,000
Security Deposit - other NBFC's	32,29,167	1,55,54,256
Others	57,065	67,065
	1,07,71,232	2,08,02,321

Note - 16 : OTHER NON CURRENT ASSETS

	As at 31st March.2015 Rs.	As at 31st March.2014 Rs.
Interest Accrued on Deposits (Banks and NBFC's)	3,14,464	6,75,320
	3,14,464	6,75,320

Note - 17 : CURRENT INVESTMENTS (Valued at Lower of cost or Net Realisable Value)

Particulars	As at 31st March.2015 Rs.	As at 31st March.2014 Rs.
Investments in Mutual Funds (Unquoted)		
120435 units of Reliance Dynamic Bond Fund - Growth Plan	18,75,000	56,25,000
(P.Y. 359667 units of Reliance Dynamic Bond Fund - Growth Plan)		
(P.Y. 125900 units of Reliance Dynamic Bond Fund – Quarterly Dividend Plan)	-	13,11,859
(P.Y. 670 units of Reliance Money Manager Fund – Daily Dividend Plan)	-	6,71,398
TOTAL	18,75,000	76,08,257
Aggregate cost of unquoted investments		
- At Cost	18,75,000	76,08,257
- At Market Value (Net Asset Value)	22,88,867	78,78,198

Note - 18 : CASH AND BANK BALANCES

Particulars	As at 31st March.2015 Rs.	As at 31st March.2014 Rs.
1. Cash and Cash Equivalents :		
(a) Cash on Hand	52,76,939	31,82,882
(b) Balances with Banks		
(i) In Current accounts	2,13,26,367	2,21,026
(ii) In Deposit accounts with less than 3 months maturity	25,00,00,000	10,00,00,000
(iii) In Unpaid Dividend Accounts	8,31,776	7,53,143
	27,74,35,082	10,41,57,051
2. Other Bank Balances :		
a) Deposits with Banks		
i) Maturity more than 12 months	97,50,000	47,50,000
	28,71,85,082	10,89,07,051

Note - 19 : SHORT TERM RECEIVABLES UNDER FINANCING ACTIVITIES

Particulars	As at 31st March.2015 Rs.	As at 31st March.2014 Rs.
Considered Good :		
A. Secured		
Loans	43,25,02,980	38,19,47,199
B. Unsecured		
Loans	-	94,08,480
	43,25,02,980	39,13,55,679

The Short Term Receivables Under Financing Activities includes Non-performing Loans of Rs.1,74,50,382 (31-03-2014 - Rs. 1,16,68,611)

Note - 20 : SHORT TERM LOANS AND ADVANCES

Particulars	As at 31st March.2015 Rs.	As at 31st March.2014 Rs.
<u>Unsecured, Considered Good</u>		
Rental Deposit		
- Others	7,60,000	3,00,000
ESI Refund Due	-	14,968
Interest paid in Advance	-	4,14,246
Security Deposit - Other NBFCs	1,23,25,029	55,62,504
Staff Advances	52,594	-
Others	11,47,199	5,12,442
	1,42,84,822	68,04,160

Note - 21 : OTHER CURRENT ASSETS

Particulars	As at 31st March.2015 Rs.	As at 31st March.2014 Rs.
Interest accrued on Deposits (Banks and NBFCs)	37,54,695	16,19,009
	37,54,695	16,19,009

Note - 22 : REVENUE FROM OPERATIONS

Particulars	2014 - 15 Rs.	2013 - 14 Rs.
Interest Income	30,91,67,391	23,56,64,797
Processing Fees	94,91,937	62,50,236
Other operating income	1,12,28,059	99,83,213
	32,98,87,387	25,18,98,246

Note - 23 : OTHER INCOME

Particulars	2014 - 15 Rs.	2013 - 14 Rs.
Dividend	65,869	1,62,465
Interest on Bank Deposits	39,42,541	11,65,784
Interest on NBFC Deposits	16,36,467	12,98,447
Profit on Redemption of Mutual Fund	4,29,606	1,13,324
Profit on sale of Tangible Assets	59,371	1,47,444
Other non-operating Income	15,284	1,07,109
	61,49,138	29,94,573

Note - 24 : FINANCE COSTS

Particulars	2014 - 15 Rs.	2013 - 14 Rs.
Interest on		
(i) Bank Loans	2,84,46,657	1,73,63,324
(ii) Corporate Loans	4,93,24,583	4,61,27,754
(iii) Debentures	1,33,70,251	2,30,63,878
(iv) Other Loans	32,44,823	32,68,838
Discounting Charges on Commercial Paper	12,54,218	-
Other Borrowing Costs	80,70,977	51,01,130
	10,37,11,509	9,49,24,924

Note - 25 : EMPLOYEE BENEFIT EXPENSES

Particulars	2014 - 15 Rs.	2013 - 14 Rs.
Salaries, Commission & Bonus	4,43,30,667	2,76,37,094
Contribution to Provident Fund, ESI and Gratuity	35,84,047	14,15,033
Staff welfare expenses	9,36,595	5,30,953
	4,88,51,309	2,95,83,080

Note - 26 : OTHER EXPENSES

Particulars	2014 - 15 Rs.	2013 - 14 Rs.
Rent	50,03,695	37,40,516
Electricity Charges	5,25,441	3,64,994
Rates & Taxes	4,44,556	6,06,728
Communication Expenses	19,76,565	12,13,598
Consultancy Fees	18,76,000	2,05,616
Printing & Stationery	17,46,886	10,11,200
Directors Sitting Fees	3,55,000	1,55,000
Repairs & Maintenance	11,96,111	10,10,937
Audit Fees - Statutory Audit	5,00,000	1,85,000
- Tax Audit	2,00,000	40,000
- Other Services	7,500	-
Traveling Expenses	9,80,390	2,94,732
Loss on sale of Tangible Assets	-	3,803
Insurance	3,60,489	2,55,271
Service Tax	39,19,304	21,65,788
Collection Charges	14,56,014	8,76,835
Rating Fees	6,25,000	1,32,000
Corporate Social Responsibility Activities	5,00,000	-
Other Donations	9,500	2,00,000
Miscellaneous Expenses	17,52,599	18,98,313
	2,34,35,050	1,43,60,331

Note - 27 : PROVISIONS, LOAN LOSSES AND OTHER CHARGES

Particulars	2014 - 15 Rs.	2013 - 14 Rs.
Bad Debts	23,27,387	18,46,342
Provision Against Non Performing Assets	13,47,390	14,61,882
Provision for Standard Assets	7,71,067	5,57,415
	<u>44,45,844</u>	<u>38,65,639</u>

Note - 28 : ADDITIONAL INFORMATION TO THE FINANCIAL STATEMENTS**28.1 Micro, Small and Medium Enterprises**

There are no amounts due to Small Scale Industries in terms of "The Micro, Small and Medium Enterprises Development Act, 2006"

28.2 Loan Portfolio and Provision for Standard and Non Performing Assets

Asset Classification	Loan Outstanding As at 31st March 2015 Rs.	Provision for Assets As at 31st March 2015 Rs.	Loan Outstanding As at 31st March 2014 Rs.	Provision for Assets As at 31st March 2014 Rs.
Standard Assets	129,13,89,390	32,28,256	98,90,78,820	24,57,189
Sub-Standard Assets	1,89,23,086	18,92,311	1,61,99,672	16,19,972
Doubtful Assets	48,32,649	24,72,659	27,31,387	14,14,715
Loss Assets	-	-	-	-
Total	<u>131,51,45,125</u>	<u>75,93,226</u>	<u>100,80,09,879</u>	<u>54,91,876</u>

28.3 Disclosure Pursuant to Reserve Bank of India Notification DNBS.200/CGM (PK)-2008 dated August 1, 2008.**28.3.1 : Capital Adequacy Ratio**

Particulars	as at 31-03-2015	as at 31-03-2014
i) CRAR (%)	52.17	44.83
ii) CRAR - Tier I Capital (%)	52.17	44.83
iii) CRAR - Tier II Capital (%)	-	-

28.3.2 Exposure to Real Estate Sector

Rs. in lakhs

Particulars		as at 31.03.2015	as at 31.03.2014
a)	i Residential Mortgages : Lending fully secured by mortgages on residential property that is or will be occupied by the borrower or that is rented: - Individual housing Loans upto Rs. 15 lakhs - Individual housing Loans more than Rs. 15 lakhs	2838.31 243.10	2161.90 302.46
	ii Commercial Real Estate : Lending secured by mortgages on commercial real estates (office buildings, retail space, multipurpose commercial premises, multi family residential buildings, multi tenanted commercial premises, industrial or warehouse space, hotels, land acquisition, development and construction, etc.,) - Fund Based - Non Fund Based	- -	- -
	iii Investments in Mortgage Backed Securites (MBS) and other Securitised exposures : a. Residential b. Commercial Real Estate	- -	- -
b)	Indirect Exposure Fund based and non fund based exposures on National Housing Bank (NHB) and Housing Finance Companies (HFCs)	-	-

28.3.3 Asset Liability Management

Maturity pattern of certain items of assets and liabilities

2014-15

Rs. in Lakhs

	Upto 1 month	Over 1 months to 2 months	Over 2 months to 3 months	Over 3 months to 6 months	Over 6 months to 1 year	Over 1 year to 3 years	Over 3 year to 5 years	Over 5 years	Total
<u>Liabilities</u>									
Borrowing from Banks / Fianancial Institutions / CP	204.77	248.33	322.93	1724.16	2117.79	2949.12	53.32	-	7620.42
Market Borrowings	37.89	26.09	34.16	119.75	434.78	496.77	-	-	1149.44
<u>Assets</u>									
Advances	365.01	361.42	366.55	1107.04	2125.32	5673.31	2511.90	641.43	13151.98
Investments	1525.93	1012.50	-	82.45	58.61	92.30	-	-	2771.79

Maturity pattern of certain items of assets and liabilities

2013-14

Rs. in Lakhs

	Upto 1 month	Over 1 months to 2 months	Over 2 months to 3 months	Over 3 months to 6 months	Over 6 months to 1 year	Over 1 year to 3 years	Over 3 year to 5 years	Over 5 years	Total
<u>Liabilities</u>									
Borrowing from Banks / Fianancial Institutions / CP	167.24	166.86	167.34	1851.77	992.16	1293.71	169.44	-	4808.53
Market Borrowings	80.72	119.19	95.28	117.28	297.00	623.72	325.85	-	1659.04
<u>Assets</u>									
Advances	314.48	320.88	324.90	988.43	1964.86	2510.36	3623.59	32.60	10080.10
Investments	12.50	1012.50	22.67	23.58	54.16	199.33	10.00	-	1334.75

Note - 29 : DISCLOSURE UNDER ACCOUNTING STANDARDS

29.1 Employee benefit plans

29.1.a Defined contribution plans

The company makes Provident Fund contributions for qualifying employees to the Regional Provident Fund commissioner. Under the Scheme, the company is required to contribute a specified percentage of the payroll costs to fund the benefits. The company recognised Rs.17,60,064/- (Year ended 31st March 2014 Rs.9,27,315) for Provident fund contribution in the statement of profit and loss. The contributions payable to the scheme by the company are at rates specified in the rules of the scheme.

Rs.

Particulars	2014-15	2013-14	2012-13	2011-12	2010-11
Contribution to					
Provident Fund	17,60,064	9,27,315	5,34,617	3,89,775	2,55,797
Employees State Insurance	5,21,502	4,59,914	2,48,274	2,10,228	1,19,359

29.1.b Defined benefit plans

The company's obligation towards its Gratuity is a Defined Benefit plan.

The key assumptions used in the actuarial valuation as provided by independent actuary are as follows :

The company does not have a funded gratuity scheme for its employees as at 31st March 2015 and as at 31st March 2014. Gratuity provision has been made based on the actuarial valuation.

Rs.

Particulars	2014-15 Rs.	2013-14 Rs.
Present Value of the Obligation at the beginning of the period.	17,73,685	17,45,881
Interest Cost	1,61,405	1,39,670
Service Cost	3,06,663	2,31,694
Part Service Cost – (Vested Benefits)	-	-
Actuarial Loss / (gain) on obligation (Balancing Figure)	8,33,083	(3,43,560)
Benefits Paid	-	-
Projected Benefit Obligation as at the End of the Year	30,74,836	17,73,685
Changes in the Fair Value of Plan Assets		
Expected Returns on Plan Assets at the Beginning of the Year	-	-
Employer's Contribution	-	-
Benefits Paid	-	-
Actuarial Gain / (Loss) on plan assets (balancing figure)	-	-
Fair Value of Plan Assets at the End of the Year	-	-
Amounts Recognised in the Balance Sheet		
Present Value of Obligation	30,74,836	17,73,685
Fair Value of the Plan Assets at the Year end	-	-
Liability Recognised in the Balance sheet	30,74,836	17,73,685

Particulars	2014 - 15 Rs.	2013 - 14 Rs.
Expenses recognised in the statement of Profit & Loss :		
Current Service cost	3,06,663	2,31,694
Interest Cost	1,61,405	1,39,670
Expected Return on Plan Assets	-	-
Net Actuarial (Gains) / Losses recognized in the year	8,33,083	(3,43,560)
Past Service Cost – Vested Benefits	-	-
Expenses recognised in the statement of profit & loss:	13,01,151	27,804
Assumptions		
Discount Rate	7.80%	9.10%
Future Salary Increase	5%	5%
Attrition Rate	7%	7%
Expected Rate of Return on Plan Assets	NA	NA

Amount for the Current and previous four years are as follows :

Particulars	2014-15	2013-14	2012-13	2011-12	2010-11
Defined Benefit Obligations	30,74,836	17,73,685	17,45,881	22,56,671	20,54,223
Plan Assets	-	-	-	-	-
Surplus (Deficit)	(30,74,836)	(17,73,685)	(17,45,881)	(22,56,671)	(20,54,223)
Expenses adjustments on plan liabilities	(5,65,052)	1,98,878	(1,25,355)	95,216	84,469
Expenses adjustments on plan assets	-	-	-	-	-

29.2 Related Party Transactions

29.2.a Related Parties :

Key Management Personnel : Mr. D. Lakshmiopathy, Managing Director
Ms. V. Nikita, Company Secretary

Relatives of Key Management Personnel :

Mr. D. Lakshmiopathy	L. Hema R. Deenadayalan D. Varalakshmi B. Sudha	Wife Father Mother Sister
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Individual, directly or indirectly, holding more than 20% of the voting power of the company:

Mr. D. Lakshmiopathy (along with his wife Ms. L. Hema)

Companies directly or indirectly, holding more than 20% of the voting power of the company:

Matrix Partners India Investment Holdings II, LLC

Note : Related party relationships are as identified by the Management and relied upon by the Auditors.

29.2.b Details of related party transactions for the year

Transactions	Key Management Personnel 31.03.2015 Rs.	Key Management Personnel 31.03.2014 Rs.	Relatives of Key Management Personnel 31.03.2015 Rs.	Relatives of Key Management Personnel 31.03.2014 Rs.	Others 31.03.2015 Rs.	Others 31.03.2014 Rs.
Expenses:						
Interest	-	2,16,165	1,05,038	2,10,334	-	13,27,654
Salary	42,00,000	33,00,000	-	-	-	-
Commission/Remuneration	30,00,000	25,00,000	-	-	-	-
Guarantee Commission	-	-	-	2,00,000	-	-
Rent	8,64,000	8,40,000	-	-	-	-
Assets						
Rent Advance	4,00,000	4,00,000	-	-	-	-
Liabilities						
Issue of Equity Shares	-	-	-	-	1,20,00,000	2,00,00,000
Receipt of Share Premium	-	-	-	-	14,40,00,000	15,00,00,000
Equity Share Capital	1,93,78,300	1,79,62,400	2,16,67,600	-	3,94,02,400	3,26,84,500
Borrowings	-	-	16,70,000	12,36,000	-	-

29.3 Operating Lease

The company has operating lease agreement primarily for office premises. The lease is for a period of 3 to 9 years. An amount of Rs.50,03,695/- (Previous Year Rs.37,40,516/-) was debited to the statement of Profit and Loss towards lease rentals and other charges for the office premises during the current year.

29.4 Earnings per share

Particulars	2014 - 15 Rs.	2013 - 14 Rs.
Profit after tax (Rs.)	9,92,19,623	7,27,12,611
Weighted Average Number of Equity Shares		
- Basic (No.)	91,84,110	72,07,650
- Diluted (No.)	91,84,110	72,07,650
Earnings Per Share (EPS)		
- Basic (No.)	10.80	10.09
- Diluted (No.)	10.80	10.09
Face Value of Shares (Rs.)	10	10

29.5 Contingent Liability

Contested claims not provided for :

Particulars	as at 31.03.2015 Rs.	as at 31.03.2014 Rs.
Income Tax issue where the Company is in appeal	6,73,698	6,73,698
Disputed claims against the company lodged by parties under litigation.	50,04,000	50,04,000

29.6 Segment Information

The company is primarily engaged in the business of Small Business Loans, Housing Loans & Property Loans. All the activities of the Company revolve around the main business. Further, the company does not have any separate geographic segment other than India. As such there are no separate reportable segments as per AS-17 "Segment Reporting"

29.7 Pending Litigations

The pending Litigations as on 31st March 2015 have been compiled by the company and reviewed by Statutory Auditors. The Current position of the litigations has been evaluated and the effect thereof has been disclosed in the financial statement wherever appropriate.

29.8 Provision for Loan Accounts

Based on the current status of the loan accounts the company has made adequate provisions for losses, where required.

29.9 Depreciation of Tangible Fixed Assets

In accordance with the provisions of Companies Act, 2013 the company has reviewed during the year its policy of providing depreciation on tangible fixed assets and also has reassessed the remaining useful life of those assets as on 1st April 2014. The company has adopted the useful life specified in Schedule II to the Companies Act, 2013.

In Respect of Assets which have no remaining useful life, the carrying cost less residual value as on 31st March 2014 amounting to Rs.40,523/- (Net off deferred Tax) has been absorbed against retained earnings and accounted as Transition reserve on Depreciation.

29.10 Corporate Social Responsibility Activities

The Company has spent an amount of Rs. 5,00,000/- towards Corporate Social Responsibility activities under section 135 of Companies Act, 2013 in areas covered under setting up oldage homes, day care centre and such other facilities for senior citizens.

29.11 Previous Year Figures

Previous year's figures have been regrouped/reclassified wherever necessary to correspond with the current year's classification / disclosures.

As per our report of even date attached

For Brahmayya & Co.,
Chartered Accountants
Firm Registration Number 000511S

L. Ravi Sankar
Partner
Membership No. 025929
Place : Chennai
Date : 30-06-2015

For and on behalf of the Board of Directors

M. Anandan
Chairman

D. Lakshmiopathy
Managing Director

V. Nikita
Company Secretary

SCHEDULE TO THE BALANCE SHEET OF A NON-DEPOSIT TAKING NON-BANKING FINANCIAL COMPANY

As required in terms of Paragraph 13 of Non Banking Financial (Non-Deposit Accepting or Holding) Companies Prudential Norms (Reserve bank) Directions, 2007

Rs.

Particulars	Amount Outstanding	Amount Overdue
<u>Liabilities side :</u>		
1. Loans and advances availed by the NBFCs*		
a. Debentures : Secured	8,60,62,000	-
Unsecured	-	-
(Other than falling within the meaning of public deposits)		
b. Deferred Credits	-	-
c. Term Loans	-	-
d. Inter-corporate loans and borrowings	29,80,14,988	-
e. Commercial paper	6,71,23,218	-
f. Other Loans (specify nature)		
- Bank Borrowings	43,72,34,930	-
- Loan from Directors / Relatives of Directors	2,,88,82,000	-

Particulars	Amount Outstanding	Amount Overdue
<u>Assets Side :</u>		
2. Break up of Loans and Advances including bills receivables		
(Other than those included in (3) below) :		
a. Secured	131,51,97,719	-
b. Unsecured	3,03,92,117	-
3. Break up of Leased Assets and Stock on hire and other assets counting towards AFC activities :		
I. Lease assets including lease rentals under sundry debtors		
a. Financial Lease	-	-
b. Operating Lease	-	-
II. Stock on hire including hire charges under sundry debtors		
a. Assets on hire	-	-
b. Repossessed Assets	-	-
III. Hypothecation loans counting towards AFC activities		
a. Loans where assets have been repossessed	-	-
b. Loans other than (a) above	-	-

4. Breakup of Investments :

Particulars	Cost	Market Value
<u>Current Investments :</u>		
1. Quoted :-		
(i) Shares		
(a) Equity	-	-
(b) Preference	-	-
(ii) Debentures and Bonds	-	-
(iii) Units of Mutual Funds	-	-
(iv) Government Securities	-	-

Particulars	Cost	Market Value
2. Unquoted :		
(i) Shares		
(a) Equity	-	-
(b) Preference	-	-
(ii) Debentures and Bonds	-	-
(iii) Units of Mutual Funds	18,75,000	22,88,667
<u>Long Term Investments :</u>		
1. Quoted :	-	-
(i) Shares		
(a) Equity	-	-
(b) Preference	-	-
(ii) Debentures and Bonds	-	-
(iii) Units of Mutual Funds	-	-
2. Unquoted :		
(i) Shares		
(a) Equity	-	-
(b) Preference	-	-
(ii) Debentures and Bonds	-	-
(iii) Units of Mutual Funds	-	-
Total	18,75,000	22,88,667

5. Borrower group-wise classification of all assets financed as in (2) and (3) above

Category	Amount net of Provisions		
	Secured	Unsecured	Total
1. Related Parties -			
a. Subsidiaries	-	-	-
b. Companies in the same group	-	-	-
c. Other related parties	-	-	-
2. Other than related parties	131,51,97,719	3,03,92,117	134,55,89,836
Total	131,51,97,719	3,03,92,117	134,55,89,836

6. Investor group-wise classification of all Investments (Current and long term) in shares and securities :

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	-	-
c. Other related parties	-	-
2. Other than related parties	22,88,867	18,75,000
Total	22,88,867	18,75,000

** As per accounting standards

7. Other Informations :

Particulars	Amount
I. Gross non performing assets	
a. Related parties	-
b. Other than related parties	2,39,26,804
II. Net Non performing Assets	
a. Related parties	-
b. Other than related parties	1,95,44,727
III. Assets acquired in satisfaction of debt (during the year)	-

NOTES

BRANCHES

TAMIL NADU

AMINJIKARAI

THIRUVALLUR

GUDUVANCHERY

COIMBATORE - 1

KARUR

RASIPURAM

TIRUVANNAMALAI

VELLORE

MADURAI - 1

PUDUKOTTAI

RAJAPALAYAM

KARAIKUDI

TUTICORIN

POONAMALLEE

AMBATTUR

TIRUPUR

COIMBATORE - 2

SALEM

ERODE

KRISHNAGIRI

VANIYAMBADI

MADURAI - 2

THENI

KUMBAKONAM

TENKASI

NAGERCOIL

TAMBARAM

TIRUVOTTIYUR

POLLACHI

TRICHY

ATHUR

GOBI

HOSUR

VILLUPURAM

DINDIGUL

SIVAKASI

TANJORE

TIRUNELVELI

MARTHANDAM

ANDHRA PRADESH

TIRUPATHI

NELLORE

KARNATAKA

BANGALORE