



IFIN Commodities Ltd
(Subsidiary of IFCI Financial Services Ltd)

IFIN COMMODITIES LIMITED

ANNUAL REPORT 2018-19

IFIN COMMODITIES LIMITED

Board of Directors (As on the date of this report)

Shri Ramesh N G S	-	Additional Director
Shri O Ramesh Babu	-	Nominee Director
Shri Sreekumaran V Nair	-	Nominee Director
Shri M P Rege	-	Director

Statutory Auditors (2018-19)

M/s. Ganesan & Co.,
Chartered accountants
FRN 000859S
N. Venkatramani
M. No: 215145
Partner

Registered Office

Continental Chambers, 3rd Floor
142, Mahatma Gandhi Road
Nungambakkam, Chennai - 600 034
Ph: 044 2830 6600

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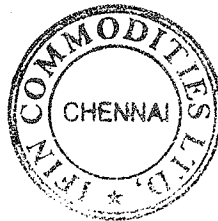
NOTICE

Notice is hereby given that the 11th Annual General Meeting of the shareholders of M/s. IFIN Commodities Limited will be held at Continental Chambers, 142, III Floor, Mahatma Gandhi Road, Nungambakkam, Chennai – 600034 on Tuesday, September 17, 2019 at 03:30 P.M to transact the following business:

ORDINARY BUSINESS

1. To receive, consider and adopt the audited Financial Statements of the Company for the year ended on March 31, 2019, together with the Board of Directors' Report and Auditors' Report thereon.
2. To appoint a director in place of Shri M P Rege (DIN: 02247110), who retires by rotation and being eligible, offers himself for re-appointment.
3. To fix remuneration of the Statutory Auditor of the Company in terms of the provisions of Section 139(5) and 142 of the Companies Act, 2013 and to pass the following resolution, with or without modification(s), as an Ordinary resolution:.

"**RESOLVED THAT** pursuant to the provisions of Section 139(5) and 142 and all other applicable provisions, if any, of the Companies Act, 2013 and Companies (Audit and Auditors) Rules 2014 (including any statutory modification(s) or re-enactment thereof for the time being in force) the Board of Directors of the Company be and is hereby authorized to decide and fix the remuneration of the Statutory Auditor of the Company appointed by Comptroller and Auditor General of India (CAG) for the Financial Year 2019-20, as may be deemed fit."



Regd. & Corp. Office : 'Continental Chambers', 3rd Floor, 142, Mahatma Gandhi Road, Nungambakkam, Chennai - 600 034. Tel : +91 (044) 2830 6600, Fax : +91 (044) 2830 6650

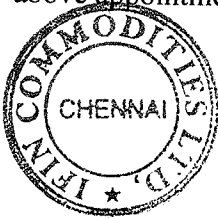
SPECIAL BUSINESS

4. To appoint Shri Ramesh N G S (DIN: 06932731) as Director of the Company.

To consider and if thought fit, to pass, with or without modification(s) if any, the following resolution as an **“Ordinary Resolution”**

“RESOLVED THAT pursuant to provisions of Section 152 and 161 and any other applicable provisions of the Companies Act, 2013 and the rules made there under (including any statutory modification(s) or re-enactment thereof for the time being in force) Shri Ramesh N G S (DIN: 06932731), who was appointed by the Board of Directors as an Additional Director on 17.06.2019 be and is hereby appointed as a Director of the Company liable to retire by rotation with effect from September 17, 2019.”

“RESOLVED FURTHER THAT any one of the Directors of the Company be and is hereby authorized to digitally sign and file the necessary e-forms with the Registrar of Companies, Chennai and inform other statutory authorities as may be necessary in connection with the above appointment.”



Place: Chennai

Date: August 23, 2019

By Order of the Board

For IFIN Commodities Limited

A handwritten signature in black ink, appearing to read "Aby Eapen".

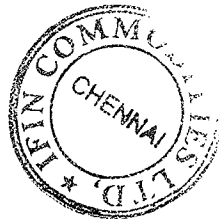
Aby Eapen

Company Secretary

**ABY EAPEN
COMPANY SECRETARY
MEM No. A23807
SREE SAILAM, NEAR N.G.O.FLATS
MARIKKUNNU P.O, CALICUT
KERALA-673012.**

Notes:

1. *A member entitled to attend and vote is entitled to appoint a proxy to attend and vote instead of himself and such proxy need not be a member of the company. Proxy forms should be submitted to the Company 48 Hours before the commencement of the Meeting.*
2. *Corporate members intending to send their authorised representatives to attend the meeting are requested to send to the Company a certified copy of board resolution authorizing their representative to attend and vote on their behalf at the meeting.*
3. *Members should bring the attendance slip duly filled in for attending the meeting.*
4. *All documents referred to in the accompanying Notice and the explanatory statement shall be open for inspection at the registered office of the Company during Business Hours except on Holidays, up to and including the date of the Annual General Meeting of the Company.*
5. *Details of Directors seeking appointment or re-appointment at the Annual General Meeting of the Company to be held on Tuesday, September 17, 2019 are provided in Annexure - A of this notice.*



EXPLANATORY STATEMENT

As required by Section 102 of the Companies Act, 2013, the following Explanatory Statement sets out all material facts relating to the special businesses under Item No. 4 accompanying the Notice dated August 23, 2019.

Item No. 4:

Shri Ramesh N G S (DIN: 06932731) was appointed as an Additional Director by the Board of Directors w.e.f. 17.06.2019 in accordance with the provisions of Section 152 & 161 of the Companies Act, 2013 and will hold the office of directorship only until the conclusion of this Annual General Meeting under Section 161 of the Companies Act, 2013.

Shri Ramesh N G S has been heading Stockholding Corporation of India Limited as MD & CEO since 2014. He has an overall experience of 30+ years in Retail Business, Resource PMS & Training, HR, Operations and Vigilance. Prior to joining Stockholding, he worked with prominent institutions such as IDI Bank, HDFC Bank, Times Bank, IndusInd Bank & syndicate Bank. He holds a Bachelor's Degree in Science from the University of Pune and has also completed a Post-Graduate Diploma in Investment & Financial Management from the University of Pune.

The appointment proposed in Item No. 4 is not affecting any other Company in the manner as prescribed in the provisions of Section 102 of the Companies Act, 2013.

Hence, the Directors recommend the resolution at Item No. 4 as Ordinary Resolution for the approval of Shareholders.

None of the Directors of the Company or their relatives, except Shri Ramesh N G S, are in any way concerned or interested in the said resolution.



Place: Chennai

Date: August 23, 2019

By Order of the Board

For **IFIN Commodities Limited**


Aby Eapen

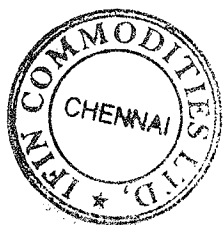
Company Secretary

ABY EAPEN
COMPANY SECRETARY
MEM No. A23807
SREE SAILAM, NEAR N.G.O. FLATS
MARIKKUNNU P.O. CALICUT
KERALA-673019

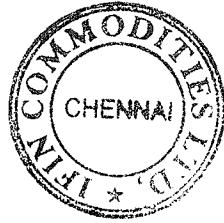
Annexure – A

Details of the Directors seeking Appointment / Re-Appointment in the forthcoming Annual General Meeting

Name of the Director	Shri M P Rege	Shri Ramesh N G S
Date of Birth	January 17, 1951	October 14, 1961
Date of Appointment	January 21, 2009	June 17, 2019
Expertise in Specific functional area	Economic Services	Financial Services and Banking
Qualification	Post Graduate in Economics from UK	B.Sc., PGDIFM
Experience	23 years of experience with different Economic Ministries of the Government of India, including the position of Additional Economic Adviser, in Ministry of Food & Civil Supplies	30 plus years of experience in banking and Financial Services
Directorships in other Companies		1. Stockholding Securities IFSC Limited 2. SHCIL Services Limited 3. Wonder Home Finance Limited 4. Stockholding Corporation of India Limited 5. Stockholding Document Management Services Limited
Number of Board Meetings attended during the Year	5	Nil



Chairman/ Membership of the Committee across all Companies	Nil	Nil
Shareholding in the Company	Nil	Nil
Relationship with other Directors	Nil	Nil



ATTENDANCE SLIP

IFIN Commodities Limited

CIN: U93000TN2009GOI070524

**Registered Office: Continental Chambers, 3rd Floor, 142, Mahatma Gandhi Road,
Nungambakkam, Chennai – 600034**

Registered Folio No. : _____

Number of Shares held : _____

I certify that I am a registered shareholder/ proxy for the registered shareholder of the Company.

I hereby record my presence at the 11th Annual General Meeting of the Company held on Tuesday, September 17, 2019 at 03:30 P.M at Continental Chambers, 142, III Floor, Mahatma Gandhi Road, Nungambakkam, Chennai – 600034.

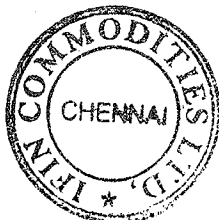
Name of the Member

Signature of the Member

Name of the Proxy

Signature of the Member

Note: Please fill the Attendance Slip and hand it over at the Entrance of the Meeting Hall.



PROXY FORM

FORM NO MGT-11

IFIN Commodities Limited

CIN: U93000TN2009GOI070524

**Registered Office: Continental Chambers, 3rd Floor, 142, Mahatma Gandhi Road,
Nungambakkam, Chennai – 600034**

*(Pursuant to Section 105(6) of the Companies Act, 2013 and rule 19(3) of the Companies
(Management and Administration) Rules, 2014)*

CIN : U93000TN2009GOI070524
Name of the Company : IFIN Commodities Limited
Registered Office : Continental Chambers, 3rd Floor, 142, Mahatma Gandhi Road,
Nungambakkam, Chennai – 600034
Email : cs@ifinltd.in
Telephone : 044 2830 6613

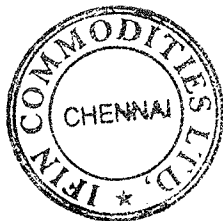
Name of the Member(s) :	
Registered Address :	
E mail Id :	
Folio No. / Client ID:	
DP ID :	

I / We, being the member(s) of _____ shares of the above named company, hereby appoint:

(1) Name: _____
Address: _____
Email ID: _____
Signature: _____, or failing him/her

(2) Name: _____
Address: _____
Email ID: _____
Signature: _____, or failing him/her

(3) Name: _____
Address: _____
Email ID: _____
Signature: _____, or failing him/her



as my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the 11th Annual General Meeting of the Company, to be held on Tuesday, September 17, 2019 at 03:30 P.M. at Continental Chambers, 142, III Floor, Mahatma Gandhi Road, Nungambakkam, Chennai – 600034 and at any adjournment thereof in respect of such resolutions as are indicated below:

Item No.	Resolutions	For	Against
Ordinary Business			
1.	Adoption of the audited Financial Statements of the Company for the year ended on March 31, 2019, together with the Board of Directors' Report and Auditors' Report thereon.		
2.	Appointment of director in place of Shri M P Rege (DIN: 02247110), who retires by rotation and being eligible, offers himself for re-appointment.		
3.	Fixing of remuneration of the Statutory Auditor of the Company in terms of the provisions of Section 139(5) and 142 of the Companies Act, 2013.		
Special Business			
4.	Appointment of Shri Ramesh N G S (DIN: 06932731) as Director of the Company.		

Signed this _____ day of _____ 2019.

Signature of the Shareholder

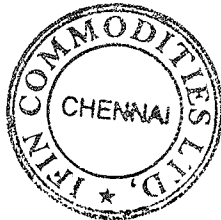
Signature of Proxy holder(s)

Affix One

Rupee

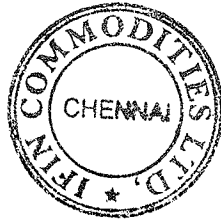
Revenue

Stamp



Notes:

1. *The form of Proxy, in order to be effective, should be duly completed and deposited at the registered office of the company not less than 48 Hours before the commencement of the Meeting.*
2. *A Proxy need not be a member of the Company.*
3. *In the case of joint holders, the vote of the senior who tenders a vote, whether in person or by proxy, shall be accepted to the exclusion of the vote of the other joint holders. Seniority shall be determined by the order in which the names stand in the Register of Members.*
4. *The form of Proxy confers authority to demand or join in demanding a poll.*
5. *The submission by a member of this form of proxy will not preclude such member from attending in person and voting at the meeting.*
6. *In case a member wishes his/her votes to be used differently, he/she should indicate the number of shares under the columns "For" or "Against" as appropriate.*



BOARD'S REPORT

To
The Members of
IFIN Commodities Limited

The Board of Directors of your Company presents the 11th Annual Report of IFIN Commodities Limited, together with the Audited Financial Statement, for the year ended March 31, 2019.

1. Financial Performance

(Rs. in lakh)

Particulars	YE 31.03.2019	YE 31.03.2018
Revenue from operations	118.42	68.95
Other income	80.62	35.42
Total income	199.18	104.37
Employee Benefits Expenses	94.03	80.90
Finance Costs	3.85	3.16
Depreciation and amortization Expenses	0.21	0.26
Other expenses	68.37	47.51
Total expenses	166.46	131.83
Provision for Doubtful debts	(11.07)	(0.55)
Profit/ (loss) before tax	43.78	(26.77)
Tax	6.30	0.04
PAT	37.48	(26.81)

2. Operations

During the FY 2018-19, Brokerage income has increased to Rs.118.42 lakh compared to the previous FY 2017-18 of Rs.68.95 lakh. Other income consists of Interest income which amounts to Rs.27.57 lakh. Employee cost has increased from Rs.80.90 lakh in FY 2017-18 to Rs.94.03 lakh in FY 2018-19. Other expenses include rent of Rs.22.98 lakh paid to IFIN, Commission of Rs. 6.27 lakh, Professional charges of Rs.15.03 lakh. The profit after tax is Rs.43.78 lakh for the financial year ending March 31, 2019 as against loss of Rs.26.77 lakh for the financial year ending March 31, 2018.

Regd. & Corp. Office : 'Continental Chambers', 3rd Floor, 142, Mahatma Gandhi Road, Nungambakkam, Chennai - 600 034. Tel : +91 (044) 2830 6600, Fax : +91 (044) 2830 6650

3. Business Environment

Investors who want to diversify their portfolios beyond shares, bonds and real estate; commodities are possibly the best option. Commodities actually offer immense potential to become a separate asset class for market-savvy investors, arbitrageurs and speculators. Retail investors, who claim to understand the equity markets, may find commodities an unfathomable market. But commodities are relatively easy to understand as far as fundamentals of demand and supply are concerned. Well-established physical commodities have been actively traded in spot and derivative markets. Generally, these are basic resources, apart from agricultural products such as crude oil, zinc, aluminum, copper, gold and silver.

4. Dividend

No dividend is being recommended by the Directors for the year ended March 31, 2019.

5. Transfer To Reserves

Since profits are inadequate for the FY 2018-19, no amount has been transferred to reserves.

6. Directors and Key Managerial person

Changes in Directors and KMP during the FY 2018-19

Smt. S. Usha (DIN: 03567757) had vacated her office as a Director of the Company with effect from April 27, 2018, due to completion of her tenure with IFCI Limited.

Shri Karra Visweswar Rao (DIN: 08111685) was appointed as Director of the Company with effect from May 16, 2018.

Shri Karra Visweswar Rao (DIN: 08111685) who retired by rotation at the Annual General meeting held on September 24, 2018, was reappointed as the Director of the Company

Shri Aby Eapen was appointed as the Company Secretary with effect from April 26, 2018.

As at March 31, 2019, the Board consisted of 4 Directors comprising of 2 Directors and 2 Nominee Directors.

The composition of the Board, number of meetings held, attendance of the Directors at the Board Meeting and the number of the Directorship in other companies in respect of each Director who was on Board as on 31.03.2019 is given below:-

S. No.	Name of Director	Attendance Particulars		No. of other Directorships as on 31 st March, 2019
		No. of Meetings during the tenure of respective directors in FY 2018 - 19		Other Director-ships (Including Private Limited Companies)
		Held	Attended	
1.	Shri M P Rege	5	5	0
2.	Shri Biswajit Banerjee*	5	5	5
3.	Shri Sreekumaran V Nair	5	5	4
4.	Shri Karra Visweswar Rao**	4	4	3

Notes:

* Shri Biswajit Banerjee (DIN: 02602582) had vacated his office as a Director of the Company with effect from May 23, 2019, as his nomination is withdrawn by IFCI Limited.

**Shri Karra Visweswar Rao (DIN: 08111685) had vacated his office as a Director of the Company with effect from June 01, 2019, as his nomination is withdrawn by IFCI Limited.

The Board wishes to place on record its gratitude and appreciation for the valuable contributions made by all the Directors who have resigned from their respective offices during their tenure in the Company.

During the Financial Year 2018-19, 5 Board Meetings were held on 26.04.2019, 07.08.2018, 12.11.2018, 07.02.2019 and 28.03.2019.

Shri M P Rege (DIN: 02247110) will retire by rotation at the conclusion of the forthcoming Annual General Meeting and being eligible has offered himself for re-appointment.

7. Extract of Annual Return as provided under sub-section (3) of Section 92

An extract of Annual Return as provided under sub-section (3) of section 92 in Form MGT-9 as on March 31, 2019 is attached as Annexure-I. The copy of the Annual Return is also available at the website of the Company. The link is provided below:

URL:	http://www.ifinltd.in/Aboutus/Financials
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8. Directors' Responsibility Statement

To the best of our knowledge and belief and according to the information and explanations obtained by us, your Directors make the following statements in terms of Section 134 (3) (c) of the Companies Act, 2013:

- 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 and loss 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.

9. Auditors

M/s. Ganesan & Co, Chartered Accountant, (Firm Reg. No. 000859S) was appointed by the Comptroller & Auditor General of India (C&AG) as Statutory Auditor of your Company for FY 2018-19. C&AG shall appoint Statutory Auditors for the Financial Year 2019-20.

10. Explanations/ Comments on the report of Comptroller & Auditor General of India

Company is awaiting report on the accounts for the year ended 31st March, 2019 under Companies Act, 2013. On receipt of the same it would be attached as Annexure-II to this report.

11. Particulars of loans, guarantees or investments under Section 186 of the Companies Act, 2013

Details of loans, guarantees and investments covered under the provisions of Section 186 of the Companies Act, 2013 form part of the notes to the financial statement.

12. Related Party Transactions

All transactions entered by the Company with Related Parties were in the ordinary course of business and at Arm's Length pricing basis.

There were no materially significant transactions with Related Parties during the financial year 2018-19 which were in conflict with the interest of the Company.

The particulars of Contracts or Arrangement with related parties are given in notes to the financial statement. Information on transactions with related parties pursuant to Section 134(3)(h) of the Act read with rule 8(2) of the Companies (Accounts) Rules, 2014 are given in Annexure-III in Form AOC-2.

13. The details relating to deposits, covered under chapter V of the Act

During the Financial Year 2018-19, your Company did not accept any deposits within the meaning of provisions of chapter V – Acceptance of Deposits by Companies of the Companies Act, 2013 read with rules thereunder.

14. Material changes and commitments

There were no material changes and commitments affecting the financial position of the company between the end of the financial year i.e March 31, 2019 and the date of the report.

15. Conservation of energy, technology absorption and foreign exchange earnings and outgo & expenditure on research and development

In view of the nature of activities which are being carried on by the Company, Section 134(3) (m) of the Companies Act, 2013 read with Rule 8 (3) of the Companies (Accounts) Rules, 2014, conservation of energy and technology absorption does not apply to the Company.

However, the Company has taken measures to conserve energy by having energy efficient electronic equipment. As regards absorption of technology, your Company has installed computer systems, software packages and other office equipment to increase its organizational efficiency, maximize productivity and to gain competitive advantage.

Your Company has neither incurred any expenditure nor earned any income in foreign exchange. Further, your Company has not incurred any expenditure on Research and Development.

16. Risk Management

The Company has formulated and put in place Risk Management and Surveillance Policy in order to mitigate risk related to the business of the Company. The Risk Management team of the Company takes effective measures in order to protect the interest of the Company and investors as per the policy of the Company.

17. Internal Financial Control

The Company has put in place adequate Internal Financial Control commensurate with the size of the Company and nature of its business. The Company has appointed M/s. KPMG as single

Advisor-cum-Implementation Partner (Advisor), for implementation of Internal Financial Control framework in the Company

The Company has also appointed M/s. Chenthilkumar & Co., as Internal Auditors to conduct internal audit of the functions and the activities of the Company.

The findings and recommendations of the Internal Auditors are reviewed by the Board of Directors on a periodical basis and necessary corrective actions are being undertaken.

18. Vigil Mechanism/ Whistle Blower Policy

Pursuant to Section 177(9) & Section 177(10) of the Companies Act, 2013 read with Rule 7 of the Companies (Meetings of Board and its Powers) Rules, 2014, the Company has voluntarily established a vigil mechanism which is overseen through the Board. Adequate safeguards against victimization of employees and directors who express their concerns, forms part of the mechanism.

Your Company hereby affirms that no Director/ employee have denied access to the Chairman of the Board of Directors and that no complaints were received during the year.

19. Anti - Sexual Harassment Policy

There Company has in place Anti Sexual Harassment Policy in line with the requirements of Prevention of Sexual Harassment of Women at Workplace (Prevention, Prohibition & Redressal) Act, 2013.

An internal Complaints Committee has been set up for redressal of complaints and that all employees (permanent, contractual, temporary, trainees) are covered under this policy.

During the year under review, the company has not received any compliant pursuant to the provisions of Sexual Harassment of Women at workplace (Prevention, Prohibition and Redressal) Act, 2013.

20. Formal Annual Evaluation of Board and Directors

The Board has made formal annual evaluation of its own performance and individual directors taking into consideration the evaluation criteria set out in Nomination and Remuneration policy of IFCI Financial Services Limited being its immediate Holding Company.

21. Significant and Material Orders passed by the Regulators or Courts or Tribunals impacting the Going Concern status and company's operations in future

There are no significant and material orders passed by the regulators or courts or Tribunals which would impact the going concern status of the Company.

22. Details of employees under Section 197 read with Sub rule 5 (2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

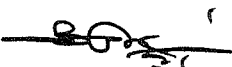

The company has no employee in respect of whom the information required under Section 197 of the Companies Act, 2013 read with Rule 5 (2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, as amended, is required to be given.

23. Acknowledgement

The Board of Directors express their gratitude for the co-operation, guidance and support received from M/s. IFCI Limited, IFCI Financial Services Limited, Clients of the Company, Commercial Banks, Regulators, Statutory Authorities, Multi Commodity Exchange of India Ltd (MCX), National Commodity and Derivatives Exchange Ltd (NCDEX) and other stakeholders of the Company.

By Order of the Board

For IFIN Commodities Limited

	
Sreekumaran V Nair	O Ramesh Babu
Nominee Director	Nominee Director
(DIN: 02207516)	(DIN: 05149448)

Place: Chennai

Date: August 8, 2019

Form No. MGT - 9

Extract of Annual Return for the financial year ended on 31.03.2019

Pursuant to Section 92 (3) of the Companies Act, 2013 and rule 12(1) of the Company (Management & Administration) Rules, 2014.

I. Registration & Other Details

1.	CIN	U93000TN2009GOI070524
2.	Registration Date	21/01/2009
3.	Name of the Company	IFIN Commodities Limited
4.	Category of the Company	Company Limited by shares
5.	Sub-category of the Company	Union Government Company
6.	Address of the Registered Office & Contact Details	No. 142, Mahatma Gandhi Road, Nungambakkam, Chennai – 600034. Email: cs@ifinltd.in Telephone: 044 2830 6613
7.	Whether listed company	No
8.	Name, Address & contact details of the Registrar & Transfer Agent, if any.	Nil

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.	Security and commodity contracts brokerage	6612	99.89%

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
1.	IFCI Limited IFCI Towers, 61, Nehru Place, New Delhi – 110019	L74899DL1993GOI053677	Ultimate Holding Company	Nil*	Section 2 (87) & Section 2 (46)
2.	IFCI Financial Services Limited IFCI Towers, 61, Nehru Place, New Delhi – 110019	U74899DL1995GOI064034	Holding Company	100%	Section 2 (87) & Section 2 (46)

* Direct holding is NIL

Category of Shareholders	No. of Shares held at the beginning of the year [As on 31.03.2018]				No. of Shares held at the end of the year [As on 31.03.2019]				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
i) Individual shareholders holding nominal share capital upto Rs. 1 lakh	-	-	-	-	-	-	-	-	-
ii) Individual shareholders holding nominal share capital in excess of Rs 1 lakh	-	-	-	-	-	-	-	-	-
c) Others (specify)	-	-	-	-	-	-	-	-	-
Non Resident Indians	-	-	-	-	-	-	-	-	-
Overseas Corporate Bodies	-	-	-	-	-	-	-	-	-
Foreign Nationals	-	-	-	-	-	-	-	-	-
Clearing Members	-	-	-	-	-	-	-	-	-
Trusts	-	-	-	-	-	-	-	-	-
Foreign Bodies - D R	-	-	-	-	-	-	-	-	-
Sub-total (B)(2):-	-	-	-	-	-	-	-	-	-
Total Public Shareholding (B)=(B)(1)+ (B)(2)	-	-	-	-	-	-	-	-	-
C. Shares held by Custodian for GDRs & ADRs	-	-	-	-	-	-	-	-	-
Grand Total (A+B+C)	-	50,00,000	50,00,000	100.00	-	50,00,000	50,00,000	100.00	0

*Beneficial interest are held by IFCI Financial Services Limited

B) Shareholding of Promoter

S. No.	Shareholder's Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% change in shareholding during the year
		No. of Shares	% of total Shares of the company	%of Shares Pledged/ encumbered to total shares	No. of Shares	% of total Shares of the company	%of Shares Pledged/ encumbered to total shares	
1.	IFCI Financial Services Limited	49,99,994	100.00	-	49,99,994	100.00	-	-
2.	Smt. Chandra Ramesh (Nominee of IFCI Financial Services Limited)	1	0.00	-	1	0.00	-	-
3.	Shri D. V. Ramesh (Nominee of IFCI Financial Services Limited)	1	0.00	-	1	0.00	-	-
4.	Smt. Rajesh Kumar Gupta (Nominee of IFCI Financial Services Limited)	1	0.00	-	0	0.00	-	-
5.	Shri Sreekumaran V Nair (Nominee of IFCI Financial Services Limited)	1	0.00	-	1	0.00	-	-
6.	Shri Ramkumar Srinivasan (Nominee of IFCI Financial Services Limited)	1	0.00	-	1	0.00	-	-
7.	Shri R. Govindarajan (Nominee of IFCI Financial Services Limited)	1	0.00	-	1	0.00	-	-
8.	Shri Karra Visweswar Rao (Nominee of IFCI Financial Services Limited)	0	0.00	-	1	0.00	-	-
	Total	50,00,000	100.00	-	50,00,000	100.00	-	-

C) 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.	At the beginning of the year	50,00,000	100.00	50,00,000	100.00
2.	Date wise Increase/ Decrease in Promoters Shareholding during the year specifying the reasons for increase/ decrease (e.g. allotment / transfer / bonus/ sweat equity etc.)	-	-	-	-
3.	At the end of the year	50,00,000	100.00	50,00,000	100.00

D) 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.	At the beginning of the year	-	-	-	-
2.	Date wise Increase/ Decrease in Shareholding during the year specifying the reasons for increase/ decrease (e.g. allotment / transfer / bonus/ sweat equity etc.):	-	-	-	-
3.	At the end of the year	-	-	-	-

E) Shareholding of Directors and Key Managerial Personnel:

S. No.	Shareholding of each Directors and each Key Managerial Personnel	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.	At the beginning of the year				
	- Shri Sreekumaran V Nair (Nominee of IFCI Financial Services Limited)	1	0.00	1	0.00
2.	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase /decrease (e.g. allotment / transfer / bonus/ sweat equity etc.):	-	-	-	-
3.	At the end of the year				
	- Shri Sreekumaran V Nair (Nominee of IFCI Financial Services Limited)	1	0.00	1	0.00
	- Shri Karra Visweswar Rao (Nominee of IFCI Financial Services Limited)	1	0.00	1	0.00

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

Particulars	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year				
a) Principal Amount	-	-	-	-
b) Interest due but not paid	-	-	-	-
c) Interest accrued but not due	-	-	-	-
Total (i+ii+iii)	-	-	-	-
Change in Indebtedness during the financial year				
* Addition	-	-	-	-
* Reduction	-	-	-	-
Net Change	-	-	-	-
Indebtedness at the end of the financial year				
a) Principal Amount	-	-	-	-
b) Interest due but not paid	-	-	-	-
c) Interest accrued but not due	-	-	-	-
Total (i+ii+iii)	-	-	-	-

VI. Remuneration of Directors and Key Managerial Personnel

A. Remuneration to Managing Director, Whole-time Directors and/or Manager: (Amount in Rs.)

S. No.	Particulars of Remuneration	Name of MD/ WTD/ Manager	Total Amount
1.	Gross salary	-	-
	a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	-	-
	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	-	-
	a) As % of profit	-	-
	b) Others, Specify	-	-
5.	Others, please specify	-	-
	Total (A)	-	-
	Ceiling as per the Act		@5% of profits calculated under Section 198 of the Companies Act, 2013

B. Remuneration to other directors (Amount in Rs.)

S. No.	Particulars of Remuneration	Name of the Director	Total Amount (Rs.)
1.	Independent Directors	-	
	Fee for attending board/ committee meetings	-	-
	Commission	-	-
	Others, please specify	-	-
	Total (1)	-	-
2.	Other Non-Executive Directors	Shri M P Rege	
	Fee for attending board/ committee meetings	50,000	50,000
	Commission	-	-
	Others, please specify	-	-
	Total (2)	50,000	50,000
	Total (B)=(1+2)	50,000	50,000
	Total Managerial Remuneration*	-	-
	Overall Ceiling as per the Act		@1% of profits calculated under Section 198 of the Companies Act, 2013

*Excluding sitting fees under Section 197 (5) of the Companies Act, 2013 and as per Schedule V of the Companies Act, 2013

C. Remuneration to Key Managerial Personnel Other Than MD/ Manager/ WTD

S. No.	Particulars of Remuneration	Key Managerial Personnel			
		CEO	CS	CFO	Total
1.	Gross salary				
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	-	-	-	-
	(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	-	-	-	-

VII. Penalties / Punishment/ Compounding of Offences:

There were no Penalty / Punishment/ Compounding under Companies Act during the year ended 31.03.2019.

**By Order of the Board
For IFIN Commodities Limited**



**Sreekumaran V Nair
Nominee Director**

(DIN: 02207516)



**O Ramesh Babu
Director**

(DIN: 05149448)

Place: Chennai

Date: August 8, 2019

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 arm's length transaction under third proviso thereto.

1. Details of contracts or arrangements or transactions not at Arm's length basis.

S. No.	Particulars	Details
a)	Name (s) of the related party & nature of relationship	Nil
b)	Nature of contracts/arrangements/transaction	Nil
c)	Duration of the contracts/arrangements/transaction	Nil
d)	Salient terms of the contracts or arrangements or transaction including the value, if any	Nil
e)	Justification for entering into such contracts or arrangements or transactions	Nil
f)	Date of approval by the Board	Nil
g)	Amount paid as advances, if any	Nil
h)	Date on which the special resolution was passed in General meeting as required under first proviso to section 188	Nil

2. Details of material contracts or arrangements or transactions at Arm's length basis.

S. No.	Particulars	Details
a)	Name (s) of the related party & nature of relationship	Nil
b)	Nature of contracts/arrangements/transaction	Nil
c)	Duration of the contracts/arrangements/transaction	Nil
d)	Salient terms of the contracts or arrangements or transaction including the value, if any	Nil
e)	Date of approval by the Board	Nil
f)	Amount paid as advances, if any	Nil

By Order of the Board
For IFIN Commodities Limited


Sreekumaran V Nair

Nominee Director

(DIN: 02207516)


O Ramesh Babu

Nominee Director

(DIN: 05149448)

Place: Chennai

Date: August 8, 2019



GANESAN AND COMPANY

CHARTERED ACCOUNTANTS

Independent Auditor's Report

To the Members of M/s. IFIN COMMODITIES LIMITED

Report on the Standalone Financial Statements

Opinion

We have audited the standalone financial statements of **IFIN COMMODITIES LIMITED** ("the Company"), which comprise the balance sheet as at 31st March 2019, and the statement of Profit and Loss, statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2019, and profit, (changes in equity) and its cash flows for the year ended on that date.

Basis for Opinion

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

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

- a. Unreconciled balances in payables accounts for more than five years have been written back to other income vide explanation given under Note No. XVIII (ii) and reconciliation / review of such unreconciled balances less than five years are being taken up, which would be dealt with suitably in the ensuing year(s).

Management's Responsibility for the Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance, (changes in equity) 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. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate implementation and maintenance of 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 statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

Report on Other Legal and Regulatory Requirements

As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the "**Annexure A**", a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

As required by Section 143(3) of the Act, we report that:

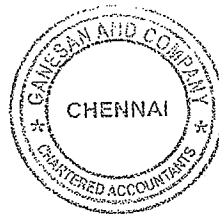
- a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
- b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.



- c) The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
- d) In our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- e) On the basis of the written representations received from the directors as on 31st March, 2019 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2019 from being appointed as a director in terms of Section 164 (2) of the Act.
- f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B".
- g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- i. The Company has disclosed the impact of pending litigations on its financial position in its financial statements – Refer Note XI . iii to the financial statements;
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

As required by section 143(5) of the Companies Act, 2013, we give in the "Annexure C" to our report on the directions issued by the Comptroller and Auditor General of India.

for GANESAN AND COMPANY
CHARTERED ACCOUNTANTS
Firm Regn No.: 000859S



Place : Chennai
Date : 17.04.2019

N Venkatramani
N VENKATRAMANI
PARTNER.
M.No. 215145

ANNEXURE "A" TO THE INDEPENDENT AUDITORS REPORT

REPORT ON THE COMPANY (AUDITOR'S REPORT) ORDER, 2016 ("THE ORDER"), UNDER CLAUSE (i) OF SUB-SECTION (11) OF SECTION 143 OF THE COMPANIES ACT, 2013 (the ACT)

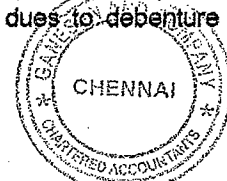
Referred to in paragraph 1 under the heading 'Report on Other Legal and Regulatory Requirement' of our report of even date to the financial statements of the Company for the year ended March 31, 2019

- i) (a) The Company is maintaining proper records showing full particulars including quantitative details and situation of fixed assets.

(b) The physical verification of fixed assets is being done by the company once in a year which in our opinion is reasonable having regard to the size of the company and nature of business. During the year the assets have been physically verified by the management and no material discrepancies have been noticed on such verification.

(c) The Company does not own any immovable properties. Therefore, provisions of Clause 3(i)(c) of the said Order are not applicable to the Company.
- ii) The Company is in the business of rendering services and consequently do not hold any inventory. Therefore, the provisions of clause 3(ii) of the Order are not applicable to the Company.
- iii) The Company has not granted any loan, secured or unsecured, to companies, firms, Limited Liability Partnerships or other parties covered in the register maintained under Section 189 of the Act. Therefore, the provisions of clause 3(iii), (iii)(a), (iii)(b) and (iii)(c) of the said Order are not applicable to the Company.
- iv) The company has not granted any loans, investments, guarantees and securities to which provisions of section 185 and 186 of the Act applies. Therefore, the provisions of clause 3(iv) of the said Order with respect of Section 185 are not applicable to the Company.
- v) The Company has not accepted any deposits from the public within the meaning of Section 73 to 76 or any other relevant provisions of the Companies Act and the rules framed there under, wherever applicable. Therefore the provisions of clause 3(v) of the Order are not applicable to the Company.
- vi) The Central Government of India has not prescribed the maintenance of cost records under Section 148(1) of the Act for any of the services rendered by the company.
- vii) a) According to the information and explanations given to us and the records produced before us for verification, the company is regular in depositing undisputed statutory dues including provident fund, employees' state insurance, income-tax, sales-tax, wealth tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues with the appropriate authorities.

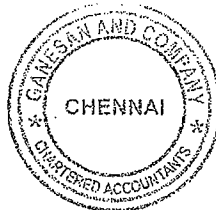
b) According to the information and explanations given to us, there are no dues of income tax, sales tax, wealth tax, service tax or duty of customs or duty of excise or value added tax or cess which have not been deposited on account of any dispute.
- viii) According to the records of the Company examined by us and the information and explanation provided to us, the company has not defaulted any repayment of loans or borrowings to any financial institutions or bank or Government or dues to debenture



holders as at the balance sheet date. The Company has also not taken any loan from financial institutions, banks or government. The Company has no debenture holders.

- ix) The company has not raised any moneys by way of initial public offer, further public offer (including debt instruments) and term loans. Accordingly the provisions of clause 3(ix) of the Order are not applicable to the Company.
- x) During the course of our examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanation given to us, we have neither come across any instance of material fraud by the Company or on the Company by its officers or employees, noticed or reported during the year, nor have we been informed of any such case by the Management.
- xi) The Company has not paid / provided any managerial remuneration. Accordingly, the provisions of clause 3(xi) of the Order are not applicable to the Company.
- xii) The Company is not a Nidhi company and the Nidhi Rules, 2014 are not applicable to it. Accordingly, the provisions of clause 3(xii) of the Order are not applicable to the Company.
- xiii) The Company has entered into transactions with related parties in compliance with the provisions of Sections 177 and 188 of the Act. The details of such related party transactions have been disclosed in the financial statements as required under Accounting Standard (AS) 18, Related Party Disclosures specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- xiv) The Company has not made any preferential allotment / private placement of shares or fully or partly convertible debentures during the year under audit. Accordingly, the provisions of clause 3(xiv) of the Order are not applicable to the Company.
- xv) The company has not entered into any non cash transactions with directors or persons connected with them within the meaning of Section 192 of the Act. Accordingly, the provisions of clause 3(xv) of the Order are not applicable to the Company.
- xvi) The company is not required to be registered under Section 45 - IA of Reserve Bank of India Act, 1934. Accordingly, the provisions of clause 3(xvi) of the Order are not applicable to the Company.

for GANESAN AND COMPANY
CHARTERED ACCOUNTANTS
Firm Regn No.: 000859S



N. Venkatramani
N VENKATRAMANI
PARTNER.

M.No. 215145

Place : Chennai
Date : 17.04.2019

"Annexure B" to Independent Auditor's Report

(Referred to Point f in paragraph 2 under 'Report on Other Legal and Regulatory Requirements' section of our report of even date to the members of **IFIN COMMODITIES LIMITED** on the financial statements for the year ended March 31, 2019.)

Report on the Internal Financial Controls under Clause (i) of Sub Section 3 of Section 143 of the Companies Act, 2013 ("the Act")

We have audited the internal financial controls over financial reporting of **IFIN COMMODITIES LIMITED** as of 31st March 2019 in conjunction with our audit of the financial statements for the year ended on that date.

Management's Responsibility for Internal Financial Controls

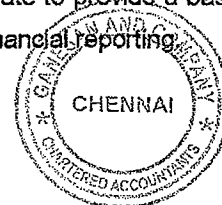
The Board of Directors of the Company are responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of Internal Control stated in the Guidance Note on Audit of Internal Controls over Financial Reporting issued by Institute of Chartered Accountants of India. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act.

Auditors' Responsibility

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

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

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.



Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that:

- (1) Pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;
- (2) Provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and
- (3) Provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

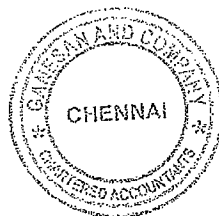
Inherent Limitations of Internal Financial Controls Over Financial Reporting

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

Opinion

In our opinion, the Company has, in all material respects, maintained adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting as at 31 March 2019, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India, the Company's internal financial controls over financial reporting were operating effectively as of 31st March 2019.

Place : Chennai
Date : 17.04.2019



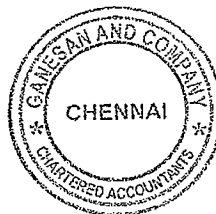
for **GANESAN AND COMPANY**
CHARTERED ACCOUNTANTS
Firm Regn No.: 000859S

N. Venkatramani
N VENKATRAMANI
PARTNER.
M.No. 215145

ANNEXURE C REFERRED TO IN PARAGRAPH 3 UNDER THE HEADING "REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS" OF OUR REPORT OF EVEN DATE ON THE FINANCIAL STATEMENTS OF IFIN COMMODITIES LIMITED FOR THE YEAR ENDED MARCH 31, 2019 ON THE DIRECTIONS ISSUED BY THE COMPTROLLER AND AUDITOR GENERAL OF INDIA UNDER SECTION 143(5) OF THE ACT

S.No.	GENERAL DIRECTIONS	AUDITOR'S COMMENT
1.	Whether the company has system in place to process all the accounting transactions through IT system? If yes, the implications of processing of accounting transactions outside IT system on the integrity of the accounts along with the financial implications, if any, may be stated.	The company has in place adequate system to process all the accounting transactions through IT system with the support of accounting software –LIDHA DIDHA (LD). The main activity of the company is trading in derivatives which are updated on a daily basis on the basis of trades carried out through exchange with the support of file / data shared by the exchange. In respect of payroll related data, based on the files received from payroll department entries are uploaded periodically / monthly in the respective ledger accounts in the accounting software. Other administrative and routine entries are passed through the accounting software with appropriate menu based operations. There is no accounting transactions processed outside the IT systems except what has been stated above.
2.	Whether there is any restructuring of any existing loan or cases of waiver / write off of debts / loans / interest, etc. made by a lender to the company due to company's inability to repay the loan? If yes, the financial impact may be stated.	No such cases.
3.	Whether funds received / receivable for specific schemes from Central / State agencies were properly accounted for / utilized as per its terms and conditions? List the cases of deviation.	No such cases of funds received / receivable for any schemes from Central / State agencies.

Place : Chennai
Date : 17.04.2019



For GANESAN AND COMPANY
CHARTERED ACCOUNTANTS
FIRM REGN. No. 000859S

N. Venkatramani
N. VENKATRAMANI
PARTNER
M.No: 215145

IFIN Commodities Limited
Balance Sheet as at 31st March 2019

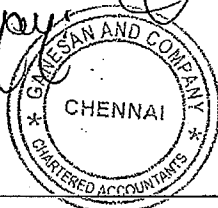
(Amount in Rs.)

Particulars	Note No.	As at 31st March 2019	As at 31st March 2018	As at 01st April 2017
(1) ASSETS				
Non-current assets				
(a) Property, Plant and Equipment	1	67,517	67,517	67,517
(b) Capital work-in-progress		-	-	-
(c) Investment Property		-	-	-
(d) Goodwill	2	-	-	-
(e) Other Intangible assets	3	86,366	1,07,468	1,33,904
(f) Intangible assets under development		-	-	-
(g) Financial Assets				
(i) Investments		-	-	-
(ii) Trade receivables		-	-	-
(iii) Loans	4	2,25,00,000	1,18,00,000	1,18,00,000
(h) Deferred tax assets (net)		-	-	-
(i) Other non-current assets	5	15,00,000	13,63,969	-
(2) Current assets				
(a) Inventories		-	-	-
(b) Financial Assets				
(i) Investments	6	-	-	-
(ii) Trade receivables	7	364	359	353
(iii) Cash and cash equivalents	8	5,88,87,321	6,81,36,984	9,55,13,520
(iv) Bank balances other than (iii) above		-	-	-
(v) Loans	9	29,04,389	26,21,385	27,76,378
(vi) Others (to be specified)		-	-	-
(c) Current Tax Assets (Net)		-	-	-
(d) Other current assets	10	20,67,828	20,39,066	23,04,016
Total Assets		8,80,13,785	8,61,36,748	11,25,95,689
EQUITY AND LIABILITIES				
Equity				
(a) Equity Share capital	SCE	5,00,00,000	5,00,00,000	5,00,00,000
(b) Other Equity	SCE	42,16,312	4,68,605	31,49,588
LIABILITIES				
Non-current liabilities				
(a) Financial Liabilities				
(i) Borrowings		-	-	-
(ii) Trade payables		-	-	-
(b) Provisions		-	-	-
(c) Deferred tax liabilities (Net)	11	19,135	22,005	18,188
(d) Other non-current liabilities	12	-	-	-
Current liabilities				
(a) Financial Liabilities				
(i) Borrowings		-	-	-
(ii) Trade payables	13	2,60,76,087	2,35,72,223	5,05,01,456
(b) Other current liabilities	14	67,79,386	1,10,70,302	79,52,907
(c) Provisions and Current Tax Liabilities	15	9,22,865	10,03,613	9,73,549
Total Equity and Liabilities		8,80,13,785	8,61,36,748	11,25,95,689

See accompanying notes to the financial statements
IN TERMS OF OUR REPORT OF EVEN DATE

For GANESAN AND COMPANY
CHARTERED ACCOUNTANTS
FIRM REGN. No. 000859S

N. VENKATRAMANI
PARTNER
M.No: 215145



Karla Visweswar Rao
Director

FOR AND ON BEHALF OF THE BOARD OF
IFIN COMMODITIES LIMITED

Manoj Purushottam Rege
Director

Aby Eapen
Company Secretary

Place : Chennai
Date : 17-04-2019

IFIN Commodities Limited
Statement of Profit and Loss for the year ended 31st March 2019

(Amount in Rs.)

	Particulars	Note No.	Year ended 31st March 2019	Year ended 31st March 2018
I	Revenue From Operations	16	1,18,55,781	69,09,368
II	Other Income	17	80,61,901	35,42,235
III	Total Income (I+II)		1,99,17,682	1,04,51,603
IV	EXPENSES			
	Employee benefits expense	18	94,03,098	80,90,452
	Finance costs	19	3,85,457	3,15,654
	Other expenses	20	68,36,865	47,50,933
	Depreciation and amortization expense	1	21,104	26,436
	Total expenses (IV)		1,66,46,524	1,31,83,475
V	Profit (Loss) before Provisions and extraordinary items and tax (III-IV)		32,71,158	(27,31,872)
VI	Provision for Impairment loss	21	(11,07,250)	(54,706)
VII	Profit (Loss) before extraordinary items and tax (V-VI)		43,78,408	(26,77,165)
VIII	Tax expense:			
	(1) Current tax		6,33,570	3,817
	(2) Deferred tax		(2,870)	-
IX	Profit (Loss) for the period from continuing operations (VII-VIII)		37,47,708	(26,80,982)
X	Other Comprehensive Income			
a. (i)	Items that will not be reclassified to Profit or Loss		-	-
(ii)	Income Tax relating to items that will not be reclassified to Profit or Loss		-	-
b. (i)	Items that will be reclassified to Profit or Loss		-	-
(ii)	Income Tax relating to items that will be reclassified to Profit or Loss		-	-
XI	Total Other Comprehensive Income for the period			
XII	Earnings per Share (EPS) - not annualised			
	Basic & Diluted		7.50	(5.36)

See accompanying notes to the financial statements
 IN TERMS OF OUR REPORT OF EVEN DATE
 ATTACHED HERETO

FOR AND ON BEHALF OF THE BOARD OF
 IFIN COMMODITIES LIMITED

For GANESAN AND COMPANY
 CHARTERED ACCOUNTANTS
 FIRM REGN. No. 000859S

N. Venkatramani
 N. VENKATRAMANI
 PARTNER
 M.No: 215145

K. Visweswar Rao
 Katta Visweswar Rao
 Director

Manoj Purushottam Rege
 Manoj Purushottam Rege
 Director



Aby Eapen
 Aby Eapen
 Company Secretary

Place : Chennai

Date : 17-04-2019

Company Secretary

Cash Flow Statement for the year ended 31st March 2019.

(Amount in Rs.)

Particulars	As at	
	31st March 2019	31st March 2018
A CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit before tax as per P&L a/c	37,47,708	(26,80,982)
Adjustments for:		
Depreciation / Amortisation on Fixed Assets	21,104	26,436
Provision for Doubtful Debts	-	-
Preliminary Expenses w/off.	-	-
Prior period Expenses	-	-
Interest income	(27,56,887)	(31,28,690)
Interest Expenses	3,63,653	3,15,654
Operation Profit before Working Capital Changes	13,75,577	(54,67,583)
Adjustments for:		
(Increase) / Decrease in Trade Receivables	(6)	(6)
(Increase) / Decrease in short term Loans & Advances	(2,83,004)	88,446
(Increase) / Decrease in other Current Assets	(28,762)	2,64,950
(Increase) / Decrease in loans & Advances	-	-
Increase / (Decrease) in Trade Payable	25,03,864	(2,69,10,877)
Increase / (Decrease) in Current Liabilities	(42,90,917)	31,65,584
Increase / (Decrease) in Provisions	(80,748)	30,064
	(21,79,573)	(2,33,61,839)
Cash Generated from Operation before tax	(8,03,996)	(2,88,29,422)
Deferred tax liabilities (Net)	-	3,817
Direct taxes paid	-	-
Net cash from Operating Activities	(8,03,996)	(2,88,25,605)
B CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Fixed Assets	-	-
Decrease in Capital Work in Progress	-	-
(Increase) / Decrease in Fixed Deposits	36,00,108	51,07,124
Interest Received	27,56,886	31,28,690
Repayment of Long Term Liabilities	-	-
(Purchase) / Sale of Investment	-	-
(Increase) / Decrease in Other non-current assets	(1,36,031)	-
(Increase) / Decrease in Loans	(1,07,00,000)	-
Sale of Fixed Assets	-	-
Net Cash used in / raised from Investing Activities	(44,79,037)	82,35,814
C CASH FLOW FROM FINANCING ACTIVITIES		
Dividend Received	-	-
Equity Capital Infused	-	-
Corporate Dividend Tax	-	-
Interest Paid	(3,63,654)	(3,15,654)
Deferred tax paid	(2,870)	-
Issue of Share Capital	-	-
Share Application Money Repaid	-	-
Capital by the Holding company	-	-
	(3,66,524)	(3,15,654)
Net Changes in Cash & Cash Equivalent (a+b+c)	(56,49,556)	(2,09,05,443)
Opening Cash and Cash Equivalent	2,55,08,584	4,64,14,026
Closing Cash and Cash Equivalent	1,98,59,028	2,55,08,584
Increase / Decrease In Cash & Cash Equivalent	(56,49,556)	(2,09,05,443)

Notes

Cash flows are reported using the indirect method, whereby profit for the year is adjusted for the effects of transactions of a non-cash nature, any deferrals or accruals of past or future operating cash receipts or payments and item of income or expenses associated with investing or financing cash flows. The cash flows from operating, investing and financing activities of the Company are segregated. The Company considers all highly liquid investments that are readily convertible to known amounts of cash to be cash equivalents

Effective April 1, 2018, the Company adopted the amendment to Ind AS 7, which require the entities to provide disclosures that enable users of financial statements to evaluate changes in liabilities arising from financing activities, including both changes arising from cash flows and non-cash changes, suggesting inclusion of a reconciliation between the opening and closing balances in the Balance Sheet for liabilities arising from financing activities, to meet the disclosure requirement. The adoption of the amendment did not have any material impact on the financial statements

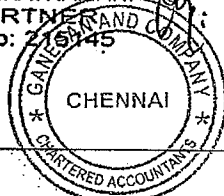
**IN TERMS OF OUR REPORT OF EVEN DATE FOR AND ON BEHALF OF THE BOARD OF
For GANESAN AND COMPANY ATTACHED HEREWITH FIN COMMODITIES LIMITED**

**CHARTERED ACCOUNTANTS
FIRM REGN. No. 000859S**

N. VENKATRAMANI

PARTNER AND COMPANY

M.No: 216/45



Karra Visweswar Rao
Director

Manoj Purushottam Raje
Director

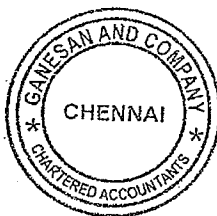
Aby Eapen
Company Secretary

Place : Chennai
Date : 17-04-2019

IFIN Commodities Limited					
Statement of Changes in Equity for the year ended 31st March 2019					
A. Equity Share Capital					In Units
Particulars	Balance at the beginning of the reporting year	Changes in equity share capital during the year	Balance at the end of the reporting year in Qty	Balance at the end of the reporting year in Rs.	% of Share Holding
IFCI Limited and nominees	50,00,000	-	50,00,000	5,00,00,000	100
Total	50,00,000	-	50,00,000	5,00,00,000	100

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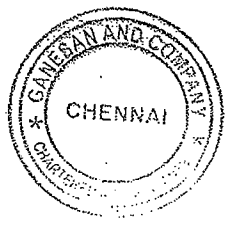
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IFIN Commodities Limited
Statement of Changes in Equity for the year ended 31st March 2019

Particulars	Share application money pending allotment	Equity component of compound financial instruments	Reserves and Surplus				Total
			Capital Reserve	Securities Premium Reserve	Statutory Reserves	General Reserve	
Balance at the beginning of the reporting period	-	-	-	-	-	-	-
Changes in accounting policy or prior period errors	-	-	-	-	-	-	-
Restated balance at the beginning of the reporting period	-	-	-	-	-	-	-
Total Comprehensive Income for the year	-	-	-	-	-	-	4,68,604
Dividends	-	-	-	-	-	-	-
Transfer to retained earnings	-	-	-	-	-	-	-
Any other change (to be specified)	-	-	-	-	-	-	-
Balance at the end of the reporting period	-	-	-	-	-	-	42,16,312
							37,47,708
							42,16,312

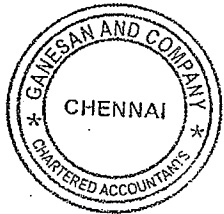
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IFIN Commodities Limited
Note No : 1,2,3

	(Amount in Rs.)										
	Gross Block			Accumulated Depreciation				Net Block			
	Balance as at 1st April 2018	Additions	Disposals	Balance as at 31st March 2019	Balance as at 1st April 2018	Depreciation charge for the year	On disposals	Balance as at 31st March 2019	Balance as at 31st March 2019	Balance as at 31 March 2018	Balance as at 31 March 2017
Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	
Fixed Assets											
a Tangible Assets											
Office equipment	1,38,400	-	-	1,38,400	1,31,596	-	-	1,31,596	6,804	6,804	6,804
Computer hardware	12,14,273	-	-	12,14,273	11,53,560	-	-	11,53,560	60,713	60,713	60,713
Total	13,52,673	-	-	13,52,673	12,85,156	-	-	12,85,156	67,517	67,517	67,517
b Intangible Assets											
Computer software	15,53,728	-	-	15,53,728	14,46,268	21,104	-	14,67,362	86,366	1,07,468	1,33,904
Intangible Membership Card	32,00,000	-	-	32,00,000	32,00,000	-	-	32,00,000	-	-	-
Total	47,53,728	-	-	47,53,728	46,46,268	21,104	-	46,67,362	86,366	1,07,468	1,33,904
Grand Total	61,06,401	-	-	61,06,401	59,31,414	21,104	-	59,52,518	1,53,884	1,74,986	2,01,422
Previous Year	61,06,401	-	-	61,06,401	59,04,980	26,436	-	59,31,416	1,74,986	2,01,422	2,34,538


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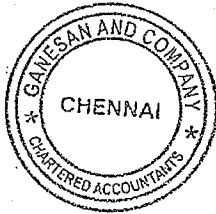


IFIN Commodities Limited
Notes

(Amount in Rs.)

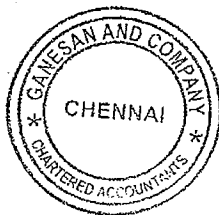
Note 4	Particulars	As at 31st March 2019	As at 31st March 2018	As at 01st April 2017
A	Security Deposits			
	Secured, considered good	-	-	-
	Unsecured, considered good *	2,25,00,000	1,18,00,000	1,18,00,000
	Total	2,25,00,000	1,18,00,000	1,18,00,000
B	Loans and advances to related parties			
	Secured, considered good	-	-	-
	Unsecured, considered good *	-	-	-
	Doubtful	-	-	-
	Total	-	-	-
C	Other loans and advances			
	Other Loans & Advances	-	-	-
	Advance Tax (net of provisions)	-	-	-
	Doubtful	-	-	-
	Total	-	-	-
	Total	2,25,00,000	1,18,00,000	1,18,00,000

noted 



IFIN Commodities Limited				
Notes				
(Amount in Rs.)				
Note No.	Particulars	As at 31st March 2019	As at 31st March 2018	As at 01st April 2017
5	Non Current Investments			
	(a) Investment in Fixed Deposits*	15,00,000	13,63,969	15,00,000
	Total	15,00,000	13,63,969	15,00,000
6	Current Investments			
	(a) Investment in Equity instruments	-	-	-
	(b) Investments in preference shares	-	-	-
	Total	-	-	-
	Less:			
	Provision for Impairment loss allowance	-	-	-
	Total	-	-	-
7	Trade Receivables			
a	Trade receivables outstanding for a period less than six months from the date they are due for			
	Secured, considered good	-	-	-
	Unsecured, considered good	364	359	353
	Unsecured, considered doubtful	5,388	-	-
	Total	5,752	359	353
	Less:			
	Provision for Impairment loss	5,388	-	-
	Total	364	359	353
b	Trade receivables outstanding for a period greater than six months from the date they are due for payment			
	Secured, considered good	-	-	-
	Unsecured, considered good	-	-	-
	Unsecured, considered doubtful	7,693	11,20,331	27,95,219
	Total	7,693	11,20,331	27,95,219
	Less:			
	Provision for Impairment loss	7,693	11,20,331	27,95,219
	Total	-	-	-
	Grand Total	364	359	353

Noted *AB*

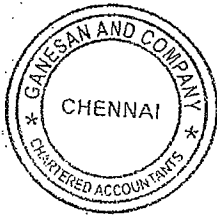


IFIN Commodities Limited
Notes

(Amount in Rs.)

Note No.	Particulars	As at 31st March 2019	As at 31st March 2018	As at 01st April 2017
8	Cash and cash equivalents			
	Bank Balances			
	a.Current Accounts	1,98,55,486	2,55,01,425	4,64,02,114
	b.Fixed Deposits*	3,90,28,293	4,26,28,401	4,90,99,494
	Total	5,88,83,779	6,81,29,825	9,55,01,608
	Cash Balances			
	Cash Balance	3,542	7,159	11,912
	Total	5,88,87,321	6,81,36,984	9,55,13,520
9	Short term loans and advances			
	a. Loans and advances to related parties			
	Secured, considered good	-	-	-
	Unsecured, considered good	-	-	66,546
	Unsecured, considered doubtful	-	-	-
	Total	-	-	66,546
	Less:			
	Provision for Impairment loss	-	-	-
	Total	-	-	66,546
	b.Others			
	Other Loans and Advances	9,73,638	1,77,125	5,68,695
	Advance Tax (net of provisions)	15,35,990	23,19,610	19,69,024
	Prepaid Expenses	3,94,761	1,24,650	1,72,112
	Total	29,04,389	26,21,385	27,09,831
	Less:			
	Provision for Impairment loss	-	-	-
	Total	29,04,389	26,21,385	27,09,831
	Grand Total	29,04,389	26,21,385	27,76,378
10	Other current assets			
	Interest accrued on Deposits	20,67,828	20,39,066	23,04,016
	Other Assets	-	-	-
	Interest Receivable	-	-	-
	Total	20,67,828	20,39,066	23,04,016

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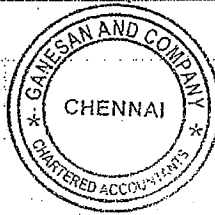


IFIN Commodities Limited
Notes

(Amount in Rs.)

Note No.	Particulars	As at 31st March 2019	As at 31st March 2018	As at 01st April 2017
11	Deferred Tax Liabilities			
	Deferred Tax Liabilities (Net)	19,135	22,005	18,188
	Total	19,135	22,005	18,188
12	Other Non Current Liabilities			
	Security and Sundry Deposits	-	-	-
	Total	-	-	-
13	Trade Payables			
	a. Dues of Micro and Small Enterprises	-	-	-
	b. Dues of creditors other than Micro and Small Enterprises	2,60,76,087	2,35,72,223	5,05,01,456
14	Other current Liabilities			
	Security Deposits	1,84,962	2,02,962	2,29,086
	Creditors for expenses	2,61,415	8,22,151	1,91,510
	Other Payables - Statutory Payment to Government Authorities	3,81,280	9,13,219	9,64,298
	Provision for tax	-	-	-
	Payable to Exchanges	35,61,068	75,42,089	50,74,404
	Other Liabilities	23,33,068	14,27,576	12,30,451
	Provision for expenses	57,593	1,62,306	2,63,159
	Total	67,79,386	1,10,70,302	79,52,907
15	Provisions			
	Gratuity	-	2,04,935	2,06,949
	Leave Encashment	8,03,604	6,63,084	5,96,760
	Provision for Bonus	1,19,261	1,35,594	1,69,840
	Total	9,22,865	10,03,613	9,73,549

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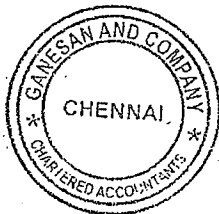


IFIN Commodities Limited
Notes

(Amount in Rs.)

Note No.	Particulars	Year ended 31st March 2019	Year ended 31st March 2018
16	Revenue From Operations		
	Brokerage	1,18,42,959	68,95,268
	Account Opening Charges	12,822	14,100
	Total	1,18,55,781	69,09,368
17	Other Income		
	Miscellaneous Income	53,05,014	36,720
	Interest Income	27,56,887	35,05,515
	Total	80,61,901	35,42,235
18	Employee Benefit Expenditure		
	(a) Salaries and incentives	83,83,731	72,17,569
	(b) Contributions to -		
	Provident fund & Employee State Insurance	5,11,512	5,25,614
	ESI	1,06,337	1,23,550
	Staff Welfare Expenditure	4,01,518	2,23,719
	Total	94,03,098	80,90,452
19	Finance Costs		
	Bank Charges	3,63,652	3,15,654
	Interest for Income Tax	21,805	-
	Total	3,85,457	3,15,654
20	Other Expenses		
	Insurance	66,794	31,396
	Auditors Remuneration	2,55,000	2,52,240
	Professional Charges	15,03,466	9,33,532
	Commission Paid	6,27,088	4,01,381
	Rent	22,97,928	22,97,928
	Membership & Subscription	1,60,069	1,50,000
	Rates And Taxes	8,000	11,400
	Penalty	-	3,987
	Postage & Telegram	1,71,681	1,21,021
	Printing & Stationery	1,51,910	1,09,618
	Bad debts written off	10,14,226	-
Other Expenses	5,80,703	4,38,430	
	Total	68,36,865	47,50,933
21	Impairment loss		
	Provision for Impairment loss	(11,07,250)	(54,706)
	Total	(11,07,250)	(54,706)

Noted *hbs*



IFIN COMMODITIES LIMITED

I. Background:

IFIN Commodities Limited or ICOM (the Company) is a subsidiary of IFCI Financial Services Limited. It was set up to spearhead exchange based Commodity trading. ICOM was incorporated on 21st January 2009.

The company is primarily engaged in the business of providing Commodity market related transaction services. It is a registered member of the Multi Commodity Exchange Ltd (MCX) and National Commodity and Derivatives Exchange (NCDEX).

Decision to continue with the process of merger considered at the meeting of the Board of Directors held on 22.04.2015, with IFIN Commodities Limited and IFIN Credit Limited, (subsidiaries of IFCI Financial Services Limited) was put on hold vide letter dated 13.06.2016 from IFCI Limited (ultimate holding company), as they are in the process of obtaining approval in this regard from Government of India. The same had been intimated to the office of the Regional Director, Southern Region, vide company's letter dated 24.06.2016. The company is yet to receive any approval in this regards.

II. Basis of Preparation of Financial Statements:

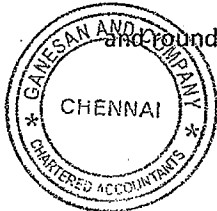
The financial statements for the year ended March 31, 2019 have been prepared by the Company in accordance with Indian Accounting Standards ("Ind AS") notified by the Ministry of Corporate Affairs, Government of India under the Companies (Indian Accounting Standards) Rules, 2015 and Companies (Indian Accounting Standards) (Amendment) Rules, 2016, as amended from time to time, in this regard.

For periods up to and including the year ended March 31, 2018, the Company presented its financial statements on accrual basis under historical cost convention, and conform in all material aspects to the Generally Accepted Accounting Principles in India ('Indian GAAP' or 'previous GAAP') which encompasses applicable accounting standards relevant provisions of the Companies Act, 2013, other statutory provisions and regulatory framework.

The financial statements for the year ended March 31, 2019 are the first financial statements of the Company prepared under Ind AS.

III. Functional and Presentation currency

These financial statements are presented in Indian Rupees (INR), which is the Company's functional and presentation currency. All amounts have been denominated in Indian Rupees and rounded off to the nearest two decimal, except when otherwise indicated.



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A handwritten signature in black ink, appearing to be "S. Srinivasan".

IV. Use of judgements and estimates

In preparing these financial statements, management has made judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities (including contingent liabilities and assets) as on the date of the financial statements and the reported income and expenses for the reporting period. Management believes that the estimates used in the preparation of the financial statements are prudent and reasonable. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised prospectively.

V. Revenue recognition

- Brokerage Income is recognized on the trade date of the transaction upon confirmation of the transactions by the exchanges.
- Commodity Futures are marked to market on daily basis. Debit or Credit Balances disclosed under Current Assets or Current liabilities respectively represent the net amount paid or received on the basis of movement of prices in the Commodity Index Futures till the Balance sheet date.

VI. Property, plant and equipment and Investment property

A. Recognition and measurement

Property, plant and equipment held for use or for administrative purposes, are stated in the balance sheet at cost less accumulated depreciation and accumulated impairment losses. The cost includes non-refundable taxes, duties, freight and other incidental expenses related to the acquisition and installation of the respective assets.

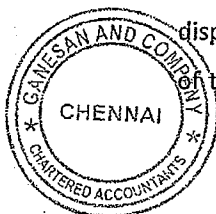
B. Depreciation

Depreciation is provided using the straight line method over the useful life as prescribed under Schedule II to the Companies Act, 2013. Depreciation is calculated on pro-rata basis, including the month of addition and excluding the date of sale/disposal. Residual value in respect of depreciable value is considered as 5% of the cost.

The estimated useful lives, residual values and depreciation method are reviewed at the end of each reporting period, with the effect of any changes in estimate accounted for on a prospective basis.

C. De-recognition

An item of property, plant and equipment or investment property is de-recognized upon disposal or when no future economic benefits are expected to arise from the continued use of the asset. Any gain or loss arising on the disposal or retirement of an item of property,



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plant and equipment or investment property is determined as the difference between the sales proceeds and the carrying amount of the asset and is recognised in profit or loss.

VII. Intangible assets

A. Recognition and measurement

Intangible assets are recognized at cost of acquisition which includes all expenditure that can be directly attributed or allocated on a reasonable and consistent basis, to create, produce or making the asset ready for its intended use.

B. Amortisation

Amortisation is recognised on a straight-line basis over their estimated useful lives. The estimated useful life and amortisation method are reviewed at the end of each reporting period, with the effect of any changes in estimate being accounted for on a prospective basis.

C. De-recognition

An intangible asset is de-recognized on disposal, or when no future economic benefits are expected from use or disposal. Gains or losses arising from de-recognition of an intangible asset, measured as the difference between the net disposal proceeds and the carrying amount of the asset, is recognised in profit or loss when the asset is de-recognized.

VIII. Impairment of non-financial assets

At each reporting date, the Company reviews the carrying amount of its non-financial assets to determine whether there is any indication of impairment. If any such indication exists, then the asset's recoverable amount is estimated.

~~Impairment losses are recognised in profit and loss. An impairment loss is reversed only to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined, net of depreciation or amortisation, if no impairment loss had been recognised.~~

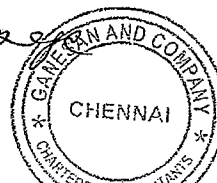
IX. Employee benefits:

(a) Defined contribution plan:

The Company's Provident Fund Scheme and Employee State Insurance Scheme are defined contribution plan and companies contribution paid/ payable is recognized as expense in Statement of Profit & Loss during the period in which the employee renders the related service.

(b) Defined benefit plan:

The Company's obligation towards Gratuity is a defined benefit plan and is being regulated as per provision of Gratuity Act, 1972. Gratuity obligation if any is determined based on Actuarial Valuation.



(c) **Gratuity:**

The Company's obligation towards Gratuity is a defined benefit plan and is being regulated as per provision of Gratuity Act, 1972. Gratuity obligation if any is determined based on Actuarial Valuation.

Expense for the year is determined on the basis of actuarial valuation of the Company's year-end obligation in this regard and the value of year end assets of the scheme. Contribution is deposited with LIC based on intimation received by the Company.

(d) **Compensated Absence-Leave Salary**

The company employees are entitled to 24 days of earned leave per year, out of this 15 days leave standing to the credit of the employee at the end of the calendar year will be paid as leave salary. (calculated on the gross pay) This balance is allowed to be accumulated. The expenses arising therefrom are recognized in the statement of profit and loss.

X. Income Taxes:

Income-tax expense comprises of current tax (i.e. amount of tax for the period determined in accordance with the income tax law) and deferred tax charge or credit (reflecting the tax effects of temporary differences between tax base and book base). It is recognised in profit or loss except to the extent that it relates to a business combination.

A. Current tax

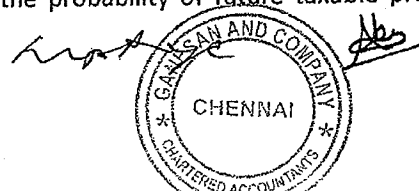
Current tax is measured at the amount expected to be paid in respect of taxable income for the year in accordance with the Income Tax Act, 1961. Current tax comprises the tax payable on the taxable income or loss for the year and any adjustment to the tax payable in respect of previous years. It is measured using tax rates enacted or substantively enacted at the reporting date. Minimum alternative tax ("MAT") under the provisions of the Income Tax Act, 1961 is recognised as current tax in the statement of profit and loss.

Current tax assets and liabilities are offset only if, the Company:

- a) has a legally enforceable right to set off the recognised amounts; and
- b) intends either to settle on a net basis, or to realize the asset and settle the liability simultaneously.

B. Deferred tax

Deferred tax is recognised in respect of temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes. Deferred tax assets are reviewed at each reporting date and based on management's judgement, are reduced to the extent that it is no longer probable that the related tax benefit will be realised; such reductions are reversed when the probability of future taxable profits improves.



Unrecognized deferred tax assets are reassessed at each reporting date and recognised to the extent that it has become probable that future taxable profits will be available against which they can be used. Deferred tax is measured at the tax rates that are expected to be applied to temporary differences when they reverse, using tax rates enacted or substantively enacted at the reporting date.

The measurement of deferred tax reflects the tax consequences that would follow from the manner in which the Company expects, at the reporting date, to recover or settle the carrying amount of its assets and liabilities.

Deferred tax assets and liabilities are offset only if the Company:

- a) has a legally enforceable right to set off current tax assets against current tax liabilities; and
- b) the deferred tax assets and the deferred tax liabilities relate to income taxes levied by the same taxation authority.

The credit available under the Act in respect of MAT paid is recognised as an asset only when and to the extent there is convincing evidence that the Company will pay normal income tax during the period for which the MAT credit can be carried forward for set-off against the normal tax liability. MAT credit recognised as an asset is reviewed at each balance sheet date and written down to the extent the aforesaid convincing evidence no longer exists.

XI. Provision , Contingent Liabilities and Contingent Assets:

Provisions

Provisions are recognised when the Company has a legal and constructive obligation as a result of a past event, for which it is probable that cash outflow will be required and a reliable estimate can be made of the amount of the obligation.

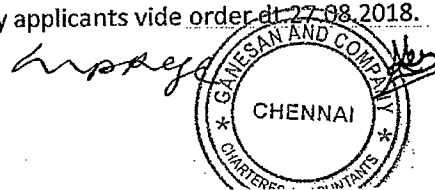
Contingent liabilities and contingent assets

A contingent liability exists when there is a possible but not probable obligation, or a present obligation that may, but probably will not, require an outflow of resources, or a present obligation whose amount cannot be estimated reliably. ~~Contingent liabilities do not warrant~~ provisions, but are disclosed unless the possibility of outflow of resources is remote.

Contingent assets are not recognized/ disclosed in the financial statements.

Contingent liabilities:

- i) Estimated amount of contracts remaining to be executed and not provided for NIL (NIL).
- ii) Other Contingent liabilities NIL (NIL).
- iii) Claims in respect of legal case pending against the company amounting to Rs.465.33 lakhs made by the clients (involving 8 cases) has not been provided, since the Learned district judge set aside the appeal filed by applicants vide order dt.27-08-2018.



XII. Managerial Remuneration: NIL (NIL)

XIII. Remuneration to auditor:

Nature of Service	2018-19	2017-18
Statutory Audit Fee	1,55,000	1,55,000
For quarterly reporting	75,000	75,000
Tax Audit and Other Fees	25,000	15,000
Total	2,55,000	2,45,000

*Excluding Taxes (Service Tax & GST).

XIV. CURRENT AND DEFERRED TAX:

Current Tax

The company has provided Rs. 6,33,570/- (Previous Year - Rs.3,817) as per the provisions of Income Tax Act,1961.

Deferred Tax

Tax effect on timing difference has been recognized as deferred tax during the year Rs.2,870/- (NIL)

XV. Employee Benefits:

(a) Defined Contribution plan: Provident and other statutory funds. The amount recognized as an expense during the year is Rs.5,11,512/- (Previous Year -- Rs. 5,25,614/-) .

(b) The Company operates Gratuity plan under the Group Gratuity Assurance Scheme administered by the Life Insurance Corporation of India. The scheme provides for Lump sum payment to vested employees at retirement, death while in employment or on termination of employment of an amount equivalent to 15 days salary payable for each year of completed service or part thereof in excess of 6 months subject to a maximum of Rs. 20, 00, 000. Vesting occurs on completion of 5 years of service.

The following table sets out the Gratuity plan as provided by LIC:

Particulars	Year 2018-19	Year 2017-18
Policy No	605000514	605000514
Date of Valuation	31/03/2019	31/03/2018
Membership Data	-	-
Number of Members	23	27
Average age	36.13	34.96
Average Monthly Salary	13490.91	14126.51
Average past Service	5.78	4.93
Valuation Method	Projected unit credit method	Projected unit credit method
Results of Valuation	-	-



Present value of Past Service Benefit	9,52,168	7,00,267
Service cost	1,59,134	1,37,228
Fund with LIC	7,57,188	6,43,283
Accrued Gratuity	10,38,746	10,77,563
Actuarial Assumptions		
Mortality Rate	LIC (2006-08) ultimate	LIC (2006-08) ultimate
Discount rate	7.50% p.a.	7.50% p.a.
Salary escalation rate	7%	5%
Withdrawal rate	1% to 3% depending on age	1% to 3% depending on age
Total Amount Payable	3,54,114	2,04,935

(c) Leave encashment as per policy allowed by the Company during the financial year and the amount charged to Statement of profit & Loss is Rs.5,24,210/- (Rs. 4,27,966/-)

XVI. The company is primarily engaged in the business of providing Commodity market related transaction services. As such there are no separate reportable segments as per Ind AS 108.

XVII. Earnings Per Share:

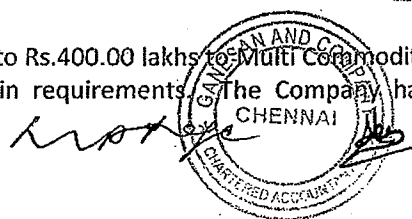
The Earning per Share [EPS] has been computed in accordance with the Ind AS 33 issued by the Indian Accounting Standards ("Ind AS") notified by the Ministry of Corporate Affairs, Government of India under the Companies (Indian Accounting Standards) Rules, 2015 and Companies (Indian Accounting Standards) (Amendment) Rules, 2016

Basic earnings per share are computed by dividing the net profit or loss for the year attributable to the equity shareholders by the weighted number of equity shares outstanding during the year.

Particulars	As on 31-03-2019	As on 31-03-2018
Net Profit/(loss) for the year available for the equity share holders (Before & after extra-ordinary Item)	37,47,708	(26,80,982)
Nominal value per equity share	10	10
Weighted Average No. of outstanding equity shares during the year = Basic & Diluted.	50,00,000	50,00,000
Basic & Diluted Earnings per Share (Before & after extra-ordinary Item)	7.50	(5.36)

XVIII. Others:

(i) The Company has furnished bank guarantee aggregating to Rs.400.00 lakhs to Multi Commodity Exchange Limited as on 31.03.2019 for meeting margin requirements. The Company has



pledged fixed deposits upto 50% of the above deposits, i.e. Rs.200.00 lakhs for obtaining the above guarantee.

- (ii) Written back the accumulated unreconciled payables of Rs. 52.60 lakhs lying in the books of accounts since FY 2010-11

XIX. Related Party Disclosure as per AS 18:

- (a) Ultimate Holding Company : IFCI Limited
 (b) Holding Company : IFCI Financial Services Ltd
 (c) Fellow Subsidiaries : a) IFIN Securities Finance Limited
 b) IFIN Credit Limited
 c) IFCI Factors Limited
 d) IFCI Venture Capital Funds Limited
 e) IFCI Infrastructure Development Ltd
 f) MPCON Limited
 g) Stock Holding Corporation of India Limited

Note: Fellow Subsidiaries (c) to (g) given above are subsidiaries of ultimate Holding Company, IFCI Limited.

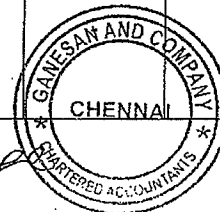
(d) Key Management Personnel and relatives of such personnel:

- Smt. S.Usha : Director (till 24.07.2018)
 Shri.K.V.Rao : Director (Since 25.07.2018)
 Relatives of Key Management Personnel: Nil

(e) Transaction with Related Parties:

(Amount in Rs.)

Sr.No	Particulars	Holding /Subsidiary/ Fellow Subsidiary Companies		Key Managerial Personnel	
		2018-19	2017-18	2018-19	2017-18
1.	Rent to IFCI Financial Services Ltd	22,97,928	22,97,928	-	-
2.	Corporate Guarantee Issued by IFCI Financial Services Ltd	5,00,00,000	5,00,00,000	-	-
3.	Reimbursement of Expenses – Salary – IFCI Financial Services Limited	-	-	-	-



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4.	Amount Payable to IFCI Financial Services Ltd	-	3,42,387	-	-
5	Amount Receivable from IFCI Financial Services Ltd	-	-	-	-

XX. Foreign Exchange Inflow and Outflow

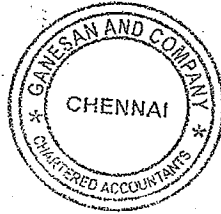
During the year, the company has spent a sum of Rs.NIL (NIL) in foreign exchange, towards travelling and conveyance. There is no foreign exchange income during the year.

XXI. As per the information and explanation given to us, the Company does not deal with vendors covered under Micro, Small & Medium Enterprises Development Act, 2006. Hence compliance and reporting in this regard does not arise.

XXII. Figures of the previous year have been regrouped / recast wherever necessary to make them comparable with the current year figures.

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Route map to the 11th AGM venue of IFIN Commodities Limited

