



33rd ANNUAL REPORT 2021-22



Tourism Finance Corporation of India Limited



BOARD OF DIRECTORS*



Dr. S. Ravi
Non-Executive Chairman



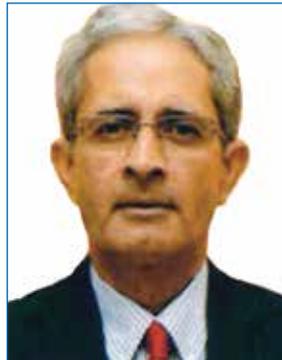
Shri Koppara Sajeeve Thomas
Director



Shri Ravinder Kumar Sood
Director



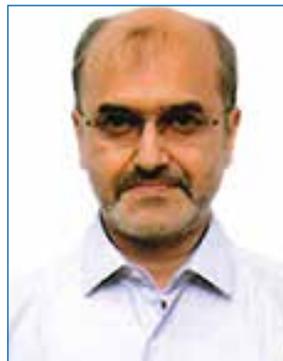
Shri G. D. Mundra
Director



Shri S. C. Sekhar
Independent Director



Mrs. Thankom T. Mathew
Independent Director



Shri Bapi Munshi
Independent Director



Shri Anoop Bali
Whole Time Director & CFO



BOARD OF DIRECTORS*

Dr. S.Ravi	Non-Executive Chairman
Shri Koppara Sajeev Thomas	Non-Executive Director (Promoter Group Category)
Shri R. K. Sood	Non-Executive Director (Representing LIC of India)
Shri G. D. Mundra	Non-Executive Director
Shri S.C. Sekhar	Independent Director
Mrs. Thankom T. Mathew	Independent Director
Shri Bapi Munshi	Independent Director
Shri Anoop Bali	Whole Time Director & CFO

COMPLIANCE OFFICER

Shri Sanjay Ahuja	Company Secretary
-------------------	-------------------

STATUTORY AUDITORS

M/s M. Verma & Associates
Chartered Accountants, New Delhi

REGISTRAR AND TRANSFER AGENT

MCS Share Transfer Agent Ltd.
F-65, First Floor, Okhla Industrial Area,
Phase-I, New Delhi-110020
Phone: +91-11-41406149/51/52
Fax: +91-11-41709881
E-mail: helpdeskdelhi@mcsregistrars.com

REGISTERED OFFICE

4th Floor, Tower 1, NBCC Plaza,
Pushp Vihar, Sector-V,
Saket, New Delhi-110 017
Phone No.: 011-47472200, 29561180
Fax: 011-29561171
Email: ho@tfciltd.com
Website: www.tfciltd.com
CIN No.L65910DL1989PLC034812

*as on August 10, 2022

**HIGHLIGHTS**

(₹ in lakh)

	As at March 31, 2022	As at March 31, 2021	
Resources			
Share Capital	9037	8072	
Reserves and Surplus	84659	71090	
Secured Loans	84724	73210	
Unsecured Loans	43150	63150	
Total	221570	215522	
Operations			
	Cumulative	2021-2022	2020-2021
Assistance sanctioned			
Rupee Loan	1227399	23721	46899
Leasing	2491	—	—
Subscription to Equity/Preference Share/ Mutual Fund/Debenture	82070	—	—
Guarantee	1483	—	—
Total	1313443	23721	46899
Assistance disbursed			
Rupee Loan	737578	27747	45727
Leasing	1580	—	—
Subscription to Equity/Preference Share/ Mutual Fund/Debenture	75611	—	—
Guarantee	1443	—	—
Total	816212	27747	45727
Earnings			
Profit before tax		10790	9986
Profit after tax		8532	8075
Earning per share (₹)		10.01	10.00



NOTICE

NOTICE is hereby given that the Thirty Third Annual General Meeting of the members of Tourism Finance Corporation of India Ltd. will be held on Monday, the 19th day of September, 2022 at 11.00 AM, through Video Conferencing (VC)/other Audio Visual Means (OAVM) facility at 4th Floor, Tower 1, NBCC Plaza, Sector V, Pushp Vihar, Saket, New Delhi –110 017 to transact the following business:

ORDINARY BUSINESS:

1. To consider and adopt the audited standalone Financial Statements and audited consolidated Financial Statements of the Company for the year ended March 31, 2022 and the report of the Board of Directors' and Auditors' thereon.
2. To consider and declare Dividend on Equity Shares for financial year 2021-22.
3. To appoint a Director in place of Shri Koppara Sajeev Thomas (DIN: 08069585), who retires by rotation at this Annual General Meeting and being eligible, offers himself for re-appointment.

SPECIAL BUSINESS:

Item No. 4. Issue of Non-Convertible Bond/Debentures/ other instruments

To consider and if thought fit, to pass, with or without modification(s), the following resolution(s), as Special Resolution(s):

“RESOLVED THAT pursuant to the provisions of Sections 42, 71 and all other applicable provisions of the Companies Act, 2013 read with the Companies (Prospectus and Allotment of Securities), Rules 2014, Securities and Exchange Board of India (Issue and Listing of Non-Convertible Securities) Regulations, 2021, Guidelines issued by Reserve Bank of India (“RBI”), the Memorandum and Articles of Association of the Company and subject to the rules, regulations, guidelines and circulars issued thereunder from time to time by any Regulatory Authorities, consent of the Members be and is hereby accorded to the Board of Directors (hereinafter referred to as the “Board” which term shall include any Committee thereof for the time being exercising the powers conferred on the Board by this Resolution) for having made and/or making offer(s) or invitation to subscribe to securities, including but not limited to bonds and non-convertible debentures, by way of private placement in one or more tranches, on such terms and conditions as it may consider proper, upto an amount not exceeding ₹700 crore (Rupees Seven Hundred Crore only) in the year commencing from the date of approval by shareholders.

RESOLVED FURTHER THAT the Board of Directors of the Company be and is hereby authorized to do all such acts, deeds and things and give such directions as may be deemed necessary or expedient, to give effect to this Resolution.”

Item No. 5. Approval of TFCI ESOP SCHEME – 2022

To consider and if thought fit, to pass, with or without modification(s), the following resolution(s), as Special Resolution(s):

“RESOLVED THAT pursuant to the provisions of Section 62(1)(b) and other applicable provisions, if any, of the Companies Act, 2013 and the Rules made there under (including any amendment thereto or re-enactment thereof), Regulation 6(1) and other applicable provisions, if any, of the Securities and Exchange Board of India (Share Based Employee Benefits and Sweat Equity) Regulations, 2021 (“SEBI (SBEB & SE) Regulations”), the applicable provisions of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (“SEBI (LODR) Regulations”), relevant provisions of Memorandum of Association and Articles of Association of the Company and any other applicable and prevailing statutory Guidelines/ Circulars in that behalf and subject further to such other approval(s), consent(s), permission(s) and sanction(s) as may be necessary from the appropriate regulatory authority(ies)/ institution(s) and such conditions and modifications as may be prescribed/ imposed by the appropriate regulatory authority(ies)/ institution(s) while granting such approval(s), consent(s), permission(s) and/ or sanction(s), the consent of the Members of the Company be and is hereby accorded for approval of TFCI ESOP Scheme – 2022 (“Scheme”) and the Board of Directors (hereinafter referred to as the “Board of Directors” which term shall be deemed to include any Committee, including the Nomination and Remuneration Committee, which the Board of Directors has constituted to exercise its powers, including the powers, conferred by this resolution) be and is hereby authorised to create, grant, offer, issue and allot under the Scheme, in one or more tranches, 45,18,000 (Forty Five Lakh Eighteen Thousand) Employee Stock Options (“Options”) (or such other adjusted figure for any bonus, stock splits or consolidations or other reorganization of the capital structure of the Company as may be applicable from time to time) to or for the benefit of Employees and Directors of the Company in India or outside India, and to such other persons as may, from time to time, be allowed to be eligible for the benefits of the Scheme (as permitted under the applicable laws from time to time), exercisable into not more than 45,18,000 (Forty Five Lakh Eighteen Thousand) Equity Shares of face value of ₹ 10/- each (or such other



adjusted figure for any bonus, stock splits or consolidations or other reorganization of the capital structure of the Company as may be applicable from time to time) on such terms and in such manner as the Board of Directors may decide in accordance with the provisions of the applicable laws and the provisions of the Scheme.

RESOLVED FURTHER THAT the Scheme shall be administered by the Nomination and Remuneration Committee (“Committee”) of the Company who shall have all necessary powers as defined in the Scheme and is hereby designated as Compensation Committee in pursuance of the SEBI (SBEB & SE) Regulations for the purpose of administration and superintendence of the Scheme.

RESOLVED FURTHER THAT the Scheme shall be implemented through direct route wherein fresh Equity Shares shall be allotted to the Employees in terms of the Scheme.

RESOLVED FURTHER THAT the Shares, if any, to be issued and allotted by the Company under the Scheme shall rank pari passu in all respects with the then existing Shares of the Company.

RESOLVED FURTHER THAT the Company shall conform to the applicable Accounting Policies, Guidelines or Accounting Standards as may be applicable from time to time, including the disclosure requirements prescribed therein.

RESOLVED FURTHER THAT the Board of Directors, subject to compliance with the SEBI (SBEB & SE) Regulations and other applicable laws, rules and regulations, be and are hereby authorized at any time to modify, change, vary, alter, amend, suspend or terminate the Scheme and to do all such acts, deeds, matters and things as it may in its absolute discretion deems fit for such purpose and also to settle any issues, questions, difficulties or doubts that may arise in this regard and further to execute all such documents, writings and to give such directions and/or instructions as may be necessary or expedient to give effect to such modification, change, variation, alteration, amendment, suspension or termination of the Scheme and do all other things incidental and ancillary thereof.

RESOLVED FURTHER THAT the Board of Directors be and are hereby authorised to do all such acts, deeds, and things, as it may, in its absolute discretion deem necessary including but not limited to appoint Advisors, Merchant Bankers, Consultants or Representatives, being incidental for the effective implementation and administration of the Scheme and to make applications to the appropriate Authorities, for their requisite approvals and take all necessary actions and to settle all such questions, difficulties or doubts whatsoever that may arise while implementing this resolution.

RESOLVED FURTHER THAT the Board of Directors be and are hereby also authorised to nominate and appoint one or more persons for carrying out any or all of the activities that the Board of Directors are authorized to do for the purpose of giving effect to this resolution.”

Item No. 6. To approve the appointment of Shri Ghanshyam Das Mundra (DIN:00035877) as a Non-Executive Non-Independent Director of the Company

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

“**RESOLVED THAT** pursuant to the provisions of Sections 152 and any other applicable provisions of the Companies Act, 2013 and Rules made thereunder, and Regulation 17 and other applicable regulations of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (including any statutory modification(s) or re-enactment thereof for the time being in force), Shri Ghanshyam Das Mundra (DIN:00035877), who was appointed as an Additional Director (Non-Executive, Non-Independent Category) by the Board of Directors of the Company with effect from August 10, 2022, pursuant to Section 161 of the Companies Act, 2013 and in respect of whom the Company has received a notice in writing under section 160 of the Companies Act, 2013 from a member proposing his candidature for the office of Director, be and is hereby appointed as a Non-Executive Director of the company liable to retire by rotation under the provisions of the Articles of Association of the Company.”

By order of the Board of Directors

Date : August 10, 2022

(Sanjay Ahuja)

Place : New Delhi

Company Secretary

Notes:

1. As you are aware, in view of the situation arising due to COVID-19 global pandemic, the general meetings of the companies shall be conducted as per the guidelines issued by the Ministry of Corporate Affairs (MCA) vide Circular No. 14/2020 dated April 8, 2020, Circular No.17/2020 dated April 13, 2020, Circular No. 20/2020 dated May 05, 2020, Circular No. 02/2021 dated January 13, 2021 and Circular No. 2/2022 dated May 5, 2022 (collectively referred to as “MCA Circulars”). The forthcoming AGM will thus be held through video conferencing (VC) or other audio visual means (OAVM). Hence, Members can attend and participate in the ensuing AGM through VC/OAVM.
2. Pursuant to the provisions of Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014 (as amended) and Regulation 44 of SEBI (Listing Obligations & Disclosure Requirements) Regulations 2015 (as amended), and MCA Circulars dated April 08, 2020, April 13, 2020, May 05, 2020, January 13, 2021 and May 5, 2022 the Company is providing facility of remote e-voting to its Members in respect of the business to be transacted at the AGM. For this purpose, the Company has entered into an agreement with Central Depository Services (India) Limited (CDSL) for facilitating voting through electronic



- means, as the authorized e-Voting's agency. The facility of casting votes by a member using remote e-voting as well as the e-voting system on the date of the AGM will be provided by CDSL.
3. The Members can join the AGM in the VC/OAVM mode 15 minutes before and after the scheduled time of the commencement of the Meeting by following the procedure mentioned in the Notice. The facility of participation at the AGM through VC/OAVM will be made available to atleast 1000 members on first come first served basis. This will not include large Shareholders (Shareholders holding 2% or more shareholding), Promoters, Institutional Investors, Directors, Key Managerial Personnel, the Chairpersons of the Audit Committee, Nomination and Remuneration Committee and Stakeholders Relationship Committee, Auditors etc. who are allowed to attend the AGM without restriction on account of first come first served basis.
 4. The attendance of the Members attending the AGM through VC/OAVM will be counted for the purpose of ascertaining the quorum under Section 103 of the Companies Act, 2013.
 5. Pursuant to MCA Circular No. 14/2020 dated April 08, 2020, the facility to appoint proxy to attend and cast vote for the members is not available for this AGM. However, in pursuance of Section 112 and Section 113 of the Companies Act, 2013, representatives of the members such as the President of India or the Governor of a State or body corporate can attend the AGM through VC/OAVM and cast their votes through e-voting.
 6. In line with the Ministry of Corporate Affairs (MCA) Circular No. 17/2020 dated April 13, 2020, the Notice calling the AGM has been uploaded on the website of the Company at www.tfcilt.com. The Notice can also be accessed from the websites of the Stock Exchanges i.e. BSE Limited and National Stock Exchange of India Limited at www.bseindia.com and www.nseindia.com respectively. The AGM Notice is also disseminated on the website of CDSL (agency for providing the Remote e-Voting facility and e-voting system during the AGM) i.e. www.evotingindia.com.
 7. The AGM has been convened through VC/OAVM in compliance with applicable provisions of the Companies Act, 2013 read with MCA Circular No. 14/2020 dated April 8, 2020 and MCA Circular No. 17/2020 dated April 13, 2020 and MCA Circular No. 20/2020 dated May 05, 2020 and MCA Circular No. 02/2021 dated January 13, 2021 and MCA Circular No. 02/2022 dated May 5, 2022.
 8. The Securities and Exchange Board of India (SEBI) has mandated that securities of listed company can be transferred only in dematerialized form w.e.f April 1, 2019. Accordingly, the company has stopped accepting any fresh lodgment of transfer of shares in physical form. In view of the above and to avail various benefits of dematerialization, members are requested to dematerialize shares held by them in physical form.
 9. Those Shareholders whose email IDs are not registered, are requested to register their email ID with Registrar & Share Transfer Agent (R&STA) at admin@mcsregistrars.com; helpdeskdelhi@mcsregistrars.com, by providing their Name as registered with the R&STA, Address, email ID, PAN, DPID/Client ID or Folio Number and Number of shares held by them.
 10. The Members will be allowed to pose questions during the course of the Meeting. The queries can also be given in advance at complianceofficer@tfcilt.com.
 11. The Explanatory Statement pursuant to the provisions of Section 102 of the Companies Act, 2013, setting out material facts in respect of the item no. 4 to 6 is annexed hereto.
 12. All documents referred to in the Notice calling the AGM and the Explanatory Statement are available on the website of the Company for inspection by the Members.
 13. In terms of Article 135 of the Articles of Association of the Company, read with Section 152 of the Companies Act, 2013, Shri Koppara Sajeeve Thomas (DIN: 08069585), retiring by rotation at the ensuing Annual General Meeting and being eligible, offer himself for re-appointment. The Board recommends his re-appointment.
 14. Brief profile of the Directors proposed to be appointed/ re-appointed, is set out in "Information about Directors seeking appointment/re-appointment as mandated in the SEBI (LODR) Regulation 2015" annexed to the notice.
 15. Members holding shares in more than one folio in identical order of the names are requested to write to M/s MCS Share Transfer Agent Ltd. Registrar & Share Transfer Agent (R&TA), enclosing their share certificates to enable them to consolidate the holdings in one folio to facilitate better service. Members are requested to note that all correspondence relating to Share Transfer/ Transmission etc. should be addressed to R&TA.
 16. Pursuant to the provisions of Section 125 of the Companies Act, 2013 the amount of dividend remaining unclaimed and unpaid for a period of 7 years from the date of payment is required to be transferred to the Investor Education and Protection Fund (the IEPF) established by the Ministry of Corporate Affairs, Government of India. Members who have not yet encashed their dividend warrants for the previous years, are requested to make their claims to the Company immediately. It may be noted that once the unclaimed dividend is transferred to the IEPF, no claim shall lie in respect thereof from the Company. The due date for transfer of unpaid dividend amount to IEPF for these years are:



Year	Due Date
2014-15(Final)	21.10.2022
2015-16(Interim)	29.01.2023
2015-16(Final)	28.10.2023
2016-17	25.10.2024
2017-18	10.09.2025
2018-19	09.09.2026
2020-21	29.10.2028

Those who have not yet claimed their dividend for the last seven years may apply directly to Registrar & Share Transfer Agent(R&TA), M/s MCS Share Transfer Agent Ltd. and stake their claim.

17. It is further informed to the shareholders that unclaimed dividend upto the financial year 2013-14 and Interim Dividend for financial year 2014-15 has already been transferred to the IEPF. Those who have not claimed their dividend for period prior to F.Y. 2013-14 may please claim their refund from IEPF Authority and log to <http://www.iepf.gov.in/IEPFA/refund.html>.
18. As per the provisions of the Companies Act, 2013, facility for making nominations is available for shareholders, in respect of shares held by them. Nomination forms can be obtained from the Registrar and Share Transfer Agents of the Company.
19. Relevant documents referred to in the accompanying Notice as well as the other documents are open for inspection at the registered office of the Company on all working days except Saturday, Sunday and holidays between 11.00 a.m. to 1.00 p.m. upto the date of this Annual General Meeting.
20. (a) The Register of Members and Share Transfer Books for equity shares of the Company will remain closed from September 13, 2022 to September 19, 2022 (both days inclusive).
(b) The dividend on Equity Shares, if declared at the Meeting, will be paid to those members holding shares
 - (i) in physical form, if their names appear in the Register of Members after giving effect to all valid transfer/transmission lodged Registrar & Share Transfer Agents of the Company, MCS Share Transfer Agent Ltd. on or before September 12, 2022 and
 - (ii) in dematerialized/electronic form, the dividend will be paid on the basis of beneficial ownership as per details to be furnished by the Depositories i.e National Securities Depository Ltd. (NSDL) and Central Depository Services (India) Ltd. (CDSL) as at the end of business on September 12, 2022
21. Members may please note that for shares in electronic form, bank particulars registered against their

depository accounts will be used by the Company for payment of dividend, therefore they are requested to intimate immediately any change in their address or bank mandates to their Depository Participants with whom they are maintaining their demat accounts. Members holding shares in physical form are requested to advise any change in address immediately to the Registrar & Share Transfer Agent(R&TA), M/s MCS Share Transfer Agent Ltd. at F-65, 1st Floor, Okhla Industrial Area, Phase-1, New Delhi-110020

THE INTRUCTIONS OF SHAREHOLDERS FOR REMOTE E-VOTING AND E-VOTING DURING AGM AND JOINING MEETING THROUGH VC/OAVM ARE AS UNDER:

- (i) The voting period begins on September 16, 2022 and ends on September 18, 2022. During this period shareholders' of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date (record date) of September 12, 2022 may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.
- (ii) Shareholders who have already voted prior to the meeting date would not be entitled to vote at the meeting venue.
- (iii) Pursuant to SEBI Circular No. SEBI/HO/CFD/CMD/CIR/P/2020/242 dated 09.12.2020, under Regulation 44 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, listed entities are required to provide remote e-voting facility to its shareholders, in respect of all shareholders' resolutions. However, it has been observed that the participation by the public non-institutional shareholders/retail shareholders is at a negligible level.

Currently, there are multiple e-voting service providers (ESPs) providing e-voting facility to listed entities in India. This necessitates registration on various ESPs and maintenance of multiple user IDs and passwords by the shareholders.

In order to increase the efficiency of the voting process, pursuant to a public consultation, it has been decided to enable e-voting to all the demat account holders, by way of a single login credential, through their demat accounts/websites of Depositories/ Depository Participants. Demat account holders would be able to cast their vote without having to register again with the ESPs, thereby, not only facilitating seamless authentication but also enhancing ease and convenience of participating in e-voting process.

Step 1 : Access through Depositories CDSL/NSDL e-Voting system in case of individual shareholders holding shares in demat mode.

- (iv) In terms of SEBI circular no. SEBI/HO/CFD/CMD/CIR/P/2020/242 dated December 9, 2020 on e-Voting facility provided by Listed Companies, Individual shareholders holding securities in demat mode are allowed to vote through their demat account maintained



with Depositories and Depository Participants. Shareholders are advised to update their mobile number and email Id in their demat accounts in order to access e-Voting facility.

Pursuant to abovesaid SEBI Circular, Login method for e-Voting and joining virtual meetings for Individual shareholders holding securities in Demat mode CDSL/ NSDL is given below:

Type of shareholders	Login Method
Individual Shareholders holding securities in Demat mode with CDSL Depository	<ol style="list-style-type: none"> 1) Users who have opted for CDSL Easi / Easiest facility, can login through their existing user id and password. Option will be made available to reach e-Voting page without any further authentication. The URL for users to login to Easi / Easiest are https://web.cdslindia.com/myeasi/home/login or visit www.cdslindia.com and click on Login icon and select New System Myeasi. 2) After successful login the Easi / Easiest user will be able to see the e-Voting option for eligible companies where the evoting is in progress as per the information provided by company. On clicking the evoting option, the user will be able to see e-Voting page of the e-Voting service provider for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting. Additionally, there is also links provided to access the system of all e-Voting Service Providers i.e. CDSL/NSDL/ KARVY/LINKINTIME, so that the user can visit the e-Voting service providers' website directly. 3) If the user is not registered for Easi/Easiest, option to register is available at https://web.cdslindia.com/myeasi/Registration/EasiRegistration 4) Alternatively, the user can directly access e-Voting page by providing Demat Account Number and PAN No. from a e-Voting link available on www.cdslindia.com home page or click on https://evoting.cdslindia.com/Evoting/EvotingLogin The system will authenticate the user by sending OTP on registered Mobile & Email as recorded in the Demat Account. After successful authentication, user will be able to see the e-Voting option where the evoting is in progress and also able to directly access the system of all e-Voting Service Providers.

Individual Shareholders holding securities in demat mode with NSDL Depository	<ol style="list-style-type: none"> 1) If you are already registered for NSDL IDEAS facility, please visit the e-Services website of NSDL. Open web browser by typing the following URL: https://eservices.nsd.com either on a Personal Computer or on a mobile. Once the home page of e-Services is launched, click on the “Beneficial Owner” icon under “Login” which is available under ‘IDeAS’ section. A new screen will open. You will have to enter your User ID and Password. After successful authentication, you will be able to see e-Voting services. Click on “Access to e-Voting” under e-Voting services and you will be able to see e-Voting page. Click on company name or e-Voting service provider name and you will be re-directed to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting. 2) If the user is not registered for IDEAS e-Services, option to register is available at https://eservices.nsd.com. Select “Register Online for IDEAS “Portal or click at https://eservices.nsd.com/SecureWeb/IdeasDirectReg.jsp 3) Visit the e-Voting website of NSDL. Open web browser by typing the following URL: https://www.evoting.nsd.com/ either on a Personal Computer or on a mobile. Once the home page of e-Voting system is launched, click on the icon “Login” which is available under ‘Shareholder/ Member’ section. A new screen will open. You will have to enter your User ID (i.e. your sixteen digit demat account number hold with NSDL), Password/OTP and a Verification Code as shown on the screen. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page. Click on company name or e-Voting service provider name and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.
---	---



Individual Shareholders (holding securities in demat mode) login through their Depository Participants (DP)	You can also login using the login credentials of your demat account through your Depository Participant registered with NSDL/CDSL for e-Voting facility. After Successful login, you will be able to see e-Voting option. Once you click on e-Voting option, you will be redirected to NSDL/CDSL Depository site after successful authentication, wherein you can see e-Voting feature. Click on company name or e-Voting service provider name and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.
---	--

Important note: Members who are unable to retrieve User ID/ Password are advised to use Forget User ID and Forget Password option available at abovementioned website.

Helpdesk for Individual Shareholders holding securities in demat mode for any technical issues related to login through Depository i.e. CDSL and NSDL

Login type	Helpdesk details
Individual Shareholders holding securities in Demat mode with CDSL	Members facing any technical issue in login can contact CDSL helpdesk by sending a request at helpdesk. evoting@cdslindia.com or contact at toll free no. 1800 22 55 33
Individual Shareholders holding securities in Demat mode with NSDL	Members facing any technical issue in login can contact NSDL helpdesk by sending a request at evoting@nsdl.co.in or call at toll free no.: 1800 1020 990 and 1800 22 44 30

Step 2 : Access through CDSL e-Voting system in case of shareholders holding shares in physical mode and non-individual shareholders in demat mode.

- (v) Login method for e-Voting and joining virtual meetings for Physical shareholders and shareholders other than individual holding in Demat form.
 - 1) The shareholders should log on to the e-voting website www.evotingindia.com.
 - 2) Click on “Shareholders” module.
 - 3) Now enter your User ID
 - a. For CDSL: 16 digits beneficiary ID,

- b. For NSDL: 8 Character DP ID followed by 8 Digits Client ID,
 - c. Shareholders holding shares in Physical Form should enter Folio Number registered with the Company.
- 4) Next enter the Image Verification as displayed and Click on Login.
 - 5) If you are holding shares in demat form and had logged on to www.evotingindia.com and voted on an earlier e-voting of any company, then your existing password is to be used.
 - 6) If you are a first-time user follow the steps given below:

	For Physical shareholders and other than individual shareholders holding shares in Demat.
PAN	Enter your 10 digit alpha-numeric *PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders) <ul style="list-style-type: none"> • Shareholders who have not updated their PAN with the Company/Depository Participant are requested to use the sequence number sent by Company/RTA or contact Company/RTA.
Dividend Bank Details OR Date of Birth (DOB)	Enter the Dividend Bank Details or Date of Birth (in dd/mm/yyyy format) as recorded in your demat account or in the company records in order to login. <ul style="list-style-type: none"> • If both the details are not recorded with the depository or company, please enter the member id / folio number in the Dividend Bank details field.

- (vi) After entering these details appropriately, click on “SUBMIT” tab.
- (vii) Shareholders holding shares in physical form will then directly reach the Company selection screen. However, shareholders holding shares in demat form will now reach ‘Password Creation’ menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the demat holders for voting for resolutions of any other company on which they are eligible to vote, provided that company opts for e-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.



- (viii) For shareholders holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.
- (ix) Click on the EVSN of TOURISM FINANCE CORPORATION OF INDIA LIMITED on which you choose to vote.
- (x) On the voting page, you will see “RESOLUTION DESCRIPTION” and against the same the option “YES/NO” for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.
- (xi) Click on the “RESOLUTIONS FILE LINK” if you wish to view the entire Resolution details.
- (xii) After selecting the resolution, you have decided to vote on, click on “SUBMIT”. A confirmation box will be displayed. If you wish to confirm your vote, click on “OK”, else to change your vote, click on “CANCEL” and accordingly modify your vote.
- (xiii) Once you “CONFIRM” your vote on the resolution, you will not be allowed to modify your vote.
- (xiv) You can also take a print of the votes cast by clicking on “Click here to print” option on the Voting page.
- (xv) If a demat account holder has forgotten the login password then Enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.
- (xvi) **Additional Facility for Non – Individual Shareholders and Custodians –For Remote Voting only.**
 - Non-Individual shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodians are required to log on to www.evotingindia.com and register themselves in the “Corporates” module.
 - A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to helpdesk.evoting@cdslindia.com.
 - After receiving the login details a Compliance User should be created using the admin login and password. The Compliance User would be able to link the account(s) for which they wish to vote on.
 - The list of accounts linked in the login will be mapped automatically & can be delink in case of any wrong mapping.
 - It is Mandatory that, a scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.

- Alternatively Non Individual shareholders are required mandatorily to send the relevant Board Resolution/ Authority letter etc. together with attested specimen signature of the duly authorized signatory who are authorized to vote, to the Scrutinizer and to the Company at the email address viz; complianceofficer@tfciltd.com, if they have voted from individual tab & not uploaded same in the CDSL e-voting system for the scrutinizer to verify the same.

INSTRUCTIONS FOR SHAREHOLDERS ATTENDING THE AGM THROUGH VC/OAVM & E-VOTING DURING MEETING ARE AS UNDER:

1. The procedure for attending meeting & e-Voting on the day of the AGM is same as the instructions mentioned above for e-voting.
2. The link for VC/OAVM to attend meeting will be available where the EVSN of Company will be displayed after successful login as per the instructions mentioned above for e-voting.
3. Shareholders who have voted through Remote e-Voting will be eligible to attend the meeting. However, they will not be eligible to vote at the AGM.
4. Shareholders are encouraged to join the Meeting through Laptops / IPads for better experience.
5. Further shareholders will be required to allow Camera and use Internet with a good speed to avoid any disturbance during the meeting.
6. Please note that Participants Connecting from Mobile Devices or Tablets or through Laptop connecting via Mobile Hotspot may experience Audio/Video loss due to Fluctuation in their respective network. It is therefore recommended to use Stable Wi-Fi or LAN Connection to mitigate any kind of aforesaid glitches.
7. Shareholders who would like to express their views/ ask questions during the meeting may register themselves as a speaker by sending their request in advance atleast 2 days prior to meeting mentioning their name, demat account number/folio number, email id, mobile number at (company email id). The shareholders who do not wish to speak during the AGM but have queries may send their queries in advance 2 days prior to meeting mentioning their name, demat account number/folio number, email id, mobile number at complianceofficer@tfciltd.com. These queries will be replied to by the company suitably by email.
8. Those shareholders who have registered themselves as a speaker will only be allowed to express their views/ ask questions during the meeting.



9. Only those shareholders, who are present in the AGM through VC/OAVM facility and have not cast their vote on the Resolutions through remote e-Voting and are otherwise not barred from doing so, shall be eligible to vote through e-Voting system available during the AGM.
10. If any Votes are cast by the shareholders through the e-voting available during the AGM and if the same shareholders have not participated in the meeting through VC/OAVM facility, then the votes cast by such shareholders shall be considered invalid as the facility of e-voting during the meeting is available only to the shareholders attending the meeting.

PROCESS FOR THOSE SHAREHOLDERS WHOSE EMAIL/MOBILE NO. ARE NOT REGISTERED WITH THE COMPANY/DEPOSITORIES

1. For Physical shareholders- please provide necessary details like Folio No., Name of shareholder, scanned copy of the share certificate (front and back), PAN (self attested scanned copy of PAN card), AADHAR (self attested scanned copy of Aadhar Card) by email to Company/RTA email id.
2. For Demat shareholders -, Please update your email id & mobile no. with your respective Depository Participant (DP)
3. For Individual Demat shareholders – Please update your email id & mobile no. with your respective Depository Participant (DP) which is mandatory while e-Voting & joining virtual meetings through Depository.

If you have any queries or issues regarding attending AGM & e-Voting from the CDSL e-Voting System, you can write an email to helpdesk.evoting@cdslindia.com or contact at toll free no. 1800 22 55 33

All grievances connected with the facility for voting by electronic means may be addressed to Mr. Rakesh Dalvi, Sr. Manager, (CDSL,) Central Depository Services (India) Limited, A Wing, 25th Floor, Marathon Futurex, Mafatlal Mill Compounds, N M Joshi Marg, Lower Parel (East), Mumbai - 400013 or send an email to helpdesk.evoting@cdslindia.com or call toll free no. 1800 22 55 33.

The Scrutinizer will scrutinize the remote e-voting process in a fair and transparent manner. The Scrutinizer after scrutinising the votes cast at the meeting and through remote e-voting, will, not later than three days of conclusion of the Meeting, make a consolidated scrutinizer's report and submit the same to the Chairman. The results declared along with the consolidated scrutinizer's report shall be placed

on the website of the Company www.tfcilt.com and on the website of CDSL. The results shall simultaneously be communicated to the Stock Exchanges.

EXPLANATORY STATEMENT PURSUANT TO SECTION 102 OF THE COMPANIES ACT, 2013

ITEM No.4

As per Section 42 of the Companies Act, 2013 read with the Rules framed there under, a company offering or making an invitation to subscribe to Non-Convertible Debentures ("NCDs") on a private placement basis, is required to obtain the prior approval of the Shareholders by way of a Special Resolution. Such an approval by way of special resolution can be obtained once in a year for all the offers and invitations made for such NCDs during the year.

Your Company has been raising funds for meeting its requirements for business growth through various sources including issuance of bonds/debentures. Your Company had issued non-convertible bonds in the last few years by way of private placement basis as the same was cost-effective and also offers flexibility as compared to public issues.

The approval of the Members is being sought by way of a Special Resolution under Sections 42 and 71 of the Act read with the Rules made thereunder, to enable the Company to offer or invite subscriptions for securities, including but not limited to bonds and non-convertible debentures upto ₹ 700 crore (Rupees Seven Hundred Crore only) on a private placement basis, in one or more tranches, during the period of one year ending upto the next Annual General Meeting, within the overall borrowing limits of the Company, as approved by the Members from time to time and which shall include any amount borrowed through securities offered on private placement basis and subscribed during the current financial year upto the approval of the shareholders proposed at the Resolution at Item No.4.

The Board of Directors recommends the passing of the proposed Special Resolution as set out in item No.4 of the Notice, by members of the Company.

None of Directors or Key Managerial Personnel of the Company and their relatives are concerned or interested, financially or otherwise, in the resolution, except to the extent of their shareholding in the Company.

ITEM No.5

Equity based remuneration includes alignment of personal goals of the Employees with Organisational objectives by participating in the ownership of the Company. The Board of Directors of your Company understands the need to enhance



the employee engagement, to reward the employees for their association and performance as well as to motivate them to contribute to the growth and profitability of the Company.

In order to reward and retain the employees and to create a sense of ownership and participation amongst them, the Board of Directors has in its meeting held on August 10, 2022 approved TFCI ESOP Scheme – 2022 (“Scheme”) to or for the benefit of such Employee as defined in the Scheme and explained in the explanatory statement.

In terms of Regulation 6 of Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2021 (“SEBI (SBEB & SE) Regulations”) and Section 62 and other applicable provisions of the Companies Act, 2013, for issue of Shares to Employees of the Company under an Employee Stock Options Scheme requires an approval of the existing Members by way of Special Resolution.

The Special Resolution set out at Item No. 5 is seeking your approval for the formulation and implementation of the Scheme and issuance of Equity Shares thereunder.

The salient features and other details of the Scheme as required pursuant to Regulation 6(2) of SEBI (SBEB & SE) Regulations are as under:

1. Brief Description of the Scheme:

The Scheme shall be called as TFCI ESOP Scheme – 2022. The Purpose of the Scheme includes the following:

- a. To attract relevant talent into the Company to drive its growth plans.
- b. To motivate the Employees to contribute to the growth and profitability of the Company.
- c. To retain the Employees and reduce the attrition rate of the Company.
- d. To achieve sustained growth and the creation of shareholder value by aligning the interests of the Employees with the long-term interests of the Company.
- e. To create a sense of ownership and participation amongst the Employees to share the value they create for the Company in the years to come, and
- f. To provide additional deferred rewards to Employees.

2. The total number of Stock Options to be granted under the Scheme:

The maximum number of Options that may be granted pursuant to this Scheme shall not exceed 45,18,000 (Forty-Five Lakh Eighteen Thousand) which shall be convertible into equal number of Shares.

If any Option granted under the Scheme lapses or is forfeited or surrendered under any provision of the Scheme, such Option shall be available for further Grant under the Scheme unless otherwise determined by the Board of Directors/Committee of Directors.

Further, the maximum number of Options that can be granted and the Equity Shares arise upon exercise of these Options shall stand adjusted in case of corporate action (as defined in the Scheme).

3. Identification of classes of Employees entitled to participate in the Scheme:

- (i) an Employee as designated by the Company, who is exclusively working in India or out of India; or
- (ii) an Executive Director or Whole-Time Director or Managing Director of the Company; but does not include
 - (a) a Contractual Employee of the Company; or
 - (b) an Employee or Director who is a Promoter or a person belonging to the Promoter Group of the Company; or
 - (c) a Director who either himself or through his Relative or through any Body Corporate directly or indirectly, holds more than ten percent of the outstanding equity shares of the Company; or
 - (d) an Independent Director and Non- Executive Director of the Company.

4. Requirement of Vesting and period of Vesting:

Vesting period shall commence from the grant date and shall be minimum of 1 (One) year from the grant date and it may extend upto maximum of 4 (Four) years from the grant date, at the discretion of and in the manner prescribed by the Committee and set out in Grant Letter.

Vesting of Options can vary from Grantee to Grantee as per the discretion of the Committee whose decision shall be final and binding.

The Vesting would be subject to the continued employment of the Grantee and may further be linked with certain performance and other criteria's, as determined by the Board of Directors and mentioned in the Grant Letter.

5. Maximum period within which the Options shall be vested:

Maximum period within which the Options shall be vested is 4 (Four) years from the Date of Grant.



6. Exercise Price or Pricing Formula:

Under this Scheme, the exercise price for Options will be decided by the Committee and shall be higher of the following:

- (i) Market Price of the Shares of the Company, or
- (ii) Six Months of Average Opening and Closing price of the Shares of the Company on the Recognised Stock Exchange having highest trading volume.

Provided that the Exercise Price shall not be less than ₹ 70/- per Option.

For the above purpose the “Market price” means the latest available closing price on a Recognized Stock Exchange on which the Shares of the Company are listed on the date immediately prior to the Relevant Date.

Explanation – As the Shares of the Company are listed on more than one recognized stock exchange, then the closing price on the recognized stock exchange having higher trading volume shall be considered as the market price.

7. Exercise period and process of Exercise:

After vesting, Options can be exercised within 3 (Three) year from the date of respective vesting, either wholly or in part, through Cash Mechanism after submitting the Exercise application along with payment of the Exercise Price, applicable taxes and other charges, if any.

The mode and manner of the exercise shall be communicated to the Grantees individually.

8. The Appraisal process for determining the eligibility of the Employees to the scheme:

The Board of Directors may decide on the Employees who are eligible for the grant of Options under the Scheme and the terms and conditions thereof

- (i) Performance of Company: Performance of the Company as per the standards to be set by the Committee/ Board of Directors from time to time.
- (ii) Performance of Employee: Employee’s performance during the financial year in the Company on the basis of decided parameters.
- (iii) Period of Service: It will be determined on the basis of tenure of employment of an Employee in the Company.
- (iv) Any other criteria as decided by the Committee in consultation with Board of Directors from time to time.

Further the Appraisal process of determining the eligibility of the Employees, AVP and above will be based on designation, period of service, performance linked parameters such as work performance and such other criteria as may be determined by the committee at its sole discretion, from time to time.

9. The Maximum number of Options to be granted per Employee and in aggregate:

The maximum number of Options that may be granted pursuant to this Scheme shall not exceed 45,18,000 (Forty-Five Lakh Eighteen Thousand) which shall be convertible into equal number of Equity Shares.

Subject to availability of Options in the pool under the Scheme, the maximum number of Options that can be granted to identified Employees during any one year shall not be equal to or exceed 1% of the issued capital (excluding outstanding warrants and conversions) of the Company at the time of Grant. The Committee may decide to Grant such number of Options equal to or exceeding 1% of the issued capital (excluding outstanding warrants and conversions) to identified Employees as the case may be, subject to the separate approval of the Shareholders in a general meeting.

10. The Maximum quantum of benefits to be provided per Employee under the scheme:

The maximum quantum of benefits that will be provided to every eligible Employee under the Scheme will be the difference between the market value of Company’s Share on the Recognized Stock Exchanges as on the Date of Exercise of Options and the Exercise Price paid by the Employee.

11. Whether the Scheme(s) is to be implemented and administered directly by the Company or through a Trust:

The Scheme shall be implemented through direct route for extending the benefits to the eligible Employees by the way of fresh allotment and will follow cash mechanism.

Provided that if prevailing circumstances so warrant, the Company may change the mode of implementation of the Scheme subject to the condition that a fresh approval of the Shareholders by a special resolution is obtained prior to implementing such a change and that such a change is not prejudicial to the interests of the Grantees.

The Scheme shall be administered by the Nomination and Remuneration Committee which may delegate some or all of its power to any other Sub – Committee or Persons for proper administration of the Scheme.



12. Whether the Scheme involves new issue of shares by the company or secondary acquisition by the Trust or both:

The Scheme involves new issue of Equity Shares by the Company.

13. The amount of loan to be provided for implementation of the Scheme by the Company to the Trust, its tenure, utilization, repayment terms, etc.:

Not applicable, since the Scheme is proposed to be implemented by direct route.

14. The Maximum percentage of secondary acquisition (subject to limits specified under the regulations) that can be made by the Trust for the purposes of the Scheme:

Not applicable, since the Scheme is proposed to be implemented by direct route.

15. Disclosure and accounting policies:

The Company shall comply with the disclosures requirements and the accounting policies prescribed under Regulation 15 of the SEBI (SBEB & SE) Regulations or as may be prescribed by regulatory authorities from time to time.

16. The method which the Company shall use to value its Options:

The Company shall comply with the requirements of IND – AS 102 and shall use Fair value method and the fair value of Options would be calculated as per the prescribed method under the applicable regulations.

17. Statement with regard to Disclosure in Director's Report:

As the company is adopting fair value method, presently there is no requirement for disclosure in director's report. However, if in future, the Company opts for expensing of share based employee benefits using the intrinsic value, then the difference between the employee compensation cost so computed and the employee compensation cost that shall have been recognized if it had used the fair value, shall be disclosed in the Directors' report and the impact of this difference on profits and on earnings per share ("EPS") of the company shall also be disclosed in the Directors' report.

18. Period of lock-in:

The Shares allotted to the Grantees pursuant to Exercise of Options shall not be subject to any lock-in period.

19. Terms & conditions for buyback, if any, of specified securities:

The procedure for buy-back of Options granted under the Scheme, if to be undertaken at any time by the Company, and the applicable terms and conditions, in accordance with the applicable laws.

In terms of Section 62 of the Companies Act, 2013 and Regulation 6 of Securities and Exchange Board of India (Share Based Employee Benefits and Sweat Equity) Regulations, 2021, the approval of the Shareholders is sought by way of Special Resolution for the approval of the TFCI ESOP Scheme – 2022 and transfer of existing Shares under this Scheme.

Therefore, your Directors recommend the resolutions as set out at item no. 5 for your approval as Special Resolutions.

None of the Directors, Manager, Key Managerial Personnel of the Company, and any relatives of such Director, Manager, Key Managerial Personnel are in anyway concerned or interested in the resolution except to the extent of Equity Shares held by them in the Company or the options may be granted under the Scheme.

TFCI ESOP Scheme – 2022 and other documents referred to in the aforesaid resolutions are available for inspection electronically in the Investors Section of the website of the Company www.tfcilt.com.

ITEM No.6

The Board of Directors had appointed Shri Ghanshyam Das Mundra (DIN:00035877) as Non-Executive Non-Independent Director with effect from August 10, 2022, subject to approval of Shareholders. He would be liable to retire by rotation under the provision of the Article of Association of the Company and Companies Act, 2013.

Brief profile of Shri Ghanshyam Das Mundra is set out in the "Information about Directors seeking appointment/reappointment as mandated under the SEBI (LODR) Regulation 2015" which is annexed with the notice.

The Board of Directors recommends the passing of the proposed ordinary Resolution as set out in item No.6 of the Notice, by members of the Company.

Except Shri Ghanshyam Das Mundra, being the proposed appointee, none of the Directors and Key Managerial Personnel of the Company or their relatives are, in any way,



concerned or interested, financial or otherwise, in the said resolution, except to the extent of their shareholding in the Company.

By Order of the Board of Directors

Date : August 10, 2022 (Sanjay Ahuja)
Place : New Delhi Company Secretary

INFORMATION ABOUT DIRECTORS SEEKING APPOINTMENT/ RE-APPOINTMENT AS MANDATED IN THE SEBI (LODR) REGULATION, 2015

Shri Koppara Sajeeve Thomas

Shri Koppara Sajeeve Thomas aged 71 years is Graduate and he is also one of the major shareholders (Promoter Group) of the Company. He is member of Nomination and Remuneration Committee, Risk Management Committee,

Executive Committee, Outsourcing Committee and IT Committee. He is not a director in any other company. He is holding 4448533 equity shares of the company.

Shri Ghanshyam Das Mundra

Shri Ghanshyam Das Mundra aged 61 years is a Fellow member of the Institute of Chartered Accountants of India and has a very rich global experience of over thirty years in handling financial, banking, operational and strategic issues of steel, metal & mining, power, non-banking finance sectors. He has in-depth knowledge of financial, regulatory and practical operating environment & has led successful financial & operational restructuring and rehabilitation of companies. He is director in Orient Press Ltd, Bangur Trading Pvt. Ltd. and Revenue Trading Pvt. Ltd. He is holding 2,91,000 equity shares (0.32% of the paid up Capital) of the Company and through his relatives 28,71,982 equity shares (3.18% of the paid up Capital) of the Company.

Important Communication to Members

The Ministry of Corporate Affairs has taken a “Green Initiative in the Corporate Governance” by allowing paperless compliances by the companies and issued circulars stating that the service of notice/documents including Annual Reports can be sent through e-mail to its members. To support this green initiative of the Government in full measure members who have not registered their e-mail address so far are requested to register their e-mail addresses in respect of electronic holding with the Depository through their concerned Depository Participants and in respect of holding in physical mode with the Company/Registrar and Share Transfer Agent of the Company.



DIRECTORS' REPORT

To the Members:

1. Presentation of the Annual Report

Your Directors have pleasure in presenting the Thirty Third Annual Report on the business and operations of the Company and the audited accounts for the financial year 2021-22.

2. Financial Results

The Company's financial performance for the year ended 31st March, 2022 is summarized below:

(Amount in ₹ crore)

Sl. No.	Particulars	Standalone		Consolidated	
		2021-22	2020-21	2021-22	2020-21
A. OPERATIONAL RESULTS:					
1	Total Income	254.31	258.51	254.31	258.51
2	Total Expenses	146.41	157.55	146.42	157.59
3	Profit before provision and taxes	107.90	100.96	107.89	100.92
4	Provision for doubtful debts/ impairment in investment	-	1.10	-	1.10
5	Profit before Tax	107.90	99.86	107.89	99.82
6	Provision for Tax	22.58	19.11	22.58	19.11
7	Profit After Tax	85.32	80.75	85.31	80.71
8	Other Comprehensive Income	3.13	1.81	3.13	1.81
9	Total Comprehensive Income	88.45	82.55	88.44	82.52
B. RETAINED EARNINGS STATEMENT:					
10	Add: Surplus brought forward	96.65	72.18	96.61	72.18
11	Add: Reclassification of realised gain from OCI to reserve	0.18	0.15	0.18	0.15
12	Add / (Less) : Remeasurement of Actuarial loss (OCI)-directly recognised in surplus	0.61	0.05	0.61	0.05
13	Less: Payment of Dividend for FY21	6.46	-	6.46	
	PROFIT AVAILABLE FOR APPROPRIATION	176.30	153.13	176.25	153.09
14	Less: Appropriation Transfer to Special Reserve under:				
	- Section 36(1)(viii) of the Income Tax Act, 1961	20.87	18.33	20.87	18.33
	- Section 45 IC of the RBI Act	17.07	16.15	17.07	16.15
15	Less: Transfer to General Reserve	24.00	22.00	24.00	22.00
16	Balance carried to Balance Sheet	114.36	96.65	114.31	96.61

3. Operational Performance

During 2021-22, your Company adopted a cautious approach in sanctioning and disbursing term loans because of challenging market conditions especially caused by Covid-19 disruptions. The primary focus of the Company during the year was on extending financial assistance to existing hospitality portfolio, last mile funding for upcoming hotels and funding to established players in other sectors besides maintaining adequate liquidity for funds requirement. Your company plays a catalytic role in development of tourism infrastructure in the country by primarily financing star category hotels besides funding social infrastructure, manufacturing, and other resilient sectors. Your company has promoted a subsidiary company TFCI Capital Limited, which did not carryout any business during the year.

During 2021-22, your Company sanctioned term loans of ₹237.21 crore and made aggregate disbursements of ₹277.47 crore. The Company on standalone basis, for the year ended 31st March 2022, recorded total income of ₹254.31 crore (PY: ₹258.51 crore), Profit before Tax (PBT) of ₹107.90 crore (PY: ₹99.86 crore) and Profit after Tax (PAT) of ₹85.32 crore (PY: ₹80.75 crore). The balance sheet size increased to ₹2244.57 crore as on 31.3.2022 as compared to balance sheet size of ₹2184.89 crore as on 31.3.2021.

Considering the business environment emerging after Covid pandemic and current global cues, the Board of Directors has approved Business Plan for your Company to ensure sustained growth with optimum utilization of the resources, achieve product diversification by exploring the lending opportunities across core hospitality segment, wholesale segment comprising social Infrastructure, manufacturing, real-estate & other resilient sectors and initiate focussed retail lending. The Company intends to grow its balance sheet size by cautiously pursuing emerging opportunities through leveraging its capital to result in improved return on equity/shareholders' value over mid-to-long term.

3.1. Asset Quality:

Your Company follows stringent appraisal cum proactive monitoring framework and adhere to the prudential norms for stressed assets prescribed by the regulatory authority. During the year, the asset quality was contained through an efficient monitoring-cum-collection mechanism and on account of timely financial assistance given to existing borrowers under Government guarantee schemes for MSME/Tourism sectors. As on 31st March 2022, your company had one borrower account in non-performing asset category of ₹13.54 crore against which provision of ₹6.77 crore was made. Accordingly, as on 31st March 2022, your company had Gross NPA and Net NPA at 0.74% and



0.37% of total loans respectively. We are pleased to inform that above NPA account got subsequently settled in May 2022.

4. **Contribution to Tourism and Infrastructure Sector**

Your Company is a specialised institution in the country for funding tourism projects with more than 33 years of existence. The Company has effectively played its main objective of catalysing investment in the tourism sector thereby supporting the nation in creation of quality tourism infrastructure and generating employment through tourism. Since inception, your Company has been instrumental in creation and addition of nearly 52,000 star-category hotel rooms, representing about 26% of the total star category hotel room supply in the country. Besides, your company has forayed into funding social infrastructure projects in education, hospitals, housing, renewable energy and MSME units manufacturing sector across the country. With the financial assistance provided by the company, the assisted projects have provided direct employment to about 100,000 persons besides indirect employment to many providing support services.

5. **Dividend**

The Board of Directors has recommended dividend of ₹1.20 per Equity Share of face value ₹10.00 (i.e. @ 12% on the paid-up Equity Share Capital) for the financial year ended 31st March, 2022, subject to approval of the shareholders at the ensuing Annual General Meeting.

The dividend will be paid to those members whose names appear in the Register of Members in respect of shares in physical form after giving effect to all valid transfer/transmission lodged with Registrar & Transfer Agent/Company on or before on September 12, 2022. The dividend will be paid on the basis of beneficial ownership as per details to be furnished by the Depositories i.e National Securities Depository Ltd. (NSDL) and Central Depository Services (India) Ltd. (CDSL) as at the end of business on September 12, 2022 in respect of shares held in dematerialized form.

The Dividend Distribution Policy of the Company can be accessed on our website at the link: <http://www.tfciltd.com/policies.html>

6. **Resource Mobilization**

6.1 **Borrowings:**

Your Company constantly monitors its resource base and taps appropriate opportunity to raise funds through diversified sources to improve the weighted average cost of funds. During the year, your Company met its fund requirements for disbursement as well as repayment/redemption of borrowings out of internal accruals, term loans from scheduled banks aggregating ₹265 crore at WAIR of 8.22% p.a. with tenure

upto five years and raising secured market-linked non-convertible debentures of ₹40 crore at XIRR of 9.95% p.a. redeemable on 1st December 2024 through private placement. The proceeds of the issue have been utilized as per the objects of the issue. The total term borrowings stood at ₹1278.74 crore as on 31st March 2022 as against ₹1363.60 crore as on 31st March 2021. Your company will approach banks/institutions for financial assistance to meet its future requirement of resources. Further, your Company may raise funds through issue of long-term bonds/debentures depending upon the interest rate scenario in the market. Your Company is confident of meeting the funds requirements by raising resources at competitive rates.

Further, your Company has not invited any deposit from the public under Section 73 and 74 of the Companies Act, 2013 during the year under review. There was no public deposit outstanding as at the beginning or end of the year ended on 31st March 2022.

6.2 **Increase in Share Capital:**

During 2021-22, your Company issued 96,55,700 equity shares at price of ₹67.50 (including premium of ₹57.50) per share on preferential basis to the promoter group and marquee investors for an amount aggregating to ₹65.18 crore pursuant to approval accorded by the members at 32nd AGM held on September 29, 2021 and in accordance with SEBI (issue of Capital & Disclosure Requirements) Regulations, 2018. The proceeds of the issue including share premium, net of share issue expenses, have been utilized as per the objects of the issue.

7. **Regulatory Compliances**

Your Company has been classified as Systemically Important Non-Deposit Accepting Non-Banking Financial Company. RBI has been issuing guidelines from time to time with regard to capital adequacy standards, income recognition, asset classification, provisioning and other related matters. The accounting policies of your Company conform to these guidelines. The capital adequacy of your Company stood at 54.60% as on 31st March 2022 as against regulatory norm of 15%.

8. **Management's Discussion and Analysis Report**

Management's Discussion and Analysis report containing Industry outlook, its environment, outlook for tourism and other details as stipulated in the SEBI (LODR) Regulation is presented in a separate section forming part of the Directors' Report.



9. Directors and Key Managerial Personnel

During the year, Shri Shyam Maheshwari resigned as Non-Executive Director from the Board of the Company vide his letter dated December 31, 2021 and Dr. S.Ravi has retired on March 31, 2022 on completion of his tenure as an Independent Director of the Company. The tenure of Shri Anirban Chakraborty, MD & CEO was upto April 14, 2022 and he did not offer himself for reappointment due to personal reasons. Accordingly, Shri Anirban Chakraborty retired on April 14, 2022 on completion of his tenure. The Board places on record its appreciation for the valuable contributions made by the outgoing directors viz. Shri Shyam Maheshwari, Dr. S.Ravi and Shri Anirban Chakraborty during their tenure.

The Board of Directors appointed Dr. S.Ravi as Non-Executive Non-Independent Director liable to retire by rotation with effect from April 4, 2022 subject to approval of Shareholders and appointed Shri Anoop Bali as Whole Time Director with effect from April 18, 2022 for a period of 3 years, subject to approval of Shareholders. The Shareholders thereafter approved the resolutions for appointment of Dr. S.Ravi as Non-Executive Non-Independent Director and Shri Anoop Bali as Whole Time Director through postal ballot on June 28, 2022.

Further, the Board of Directors has appointed Shri Ghanshyam Das Mundra as Non-Executive Non-Independent Director liable to retire by rotation with effect from August 10, 2022 subject to approval of Shareholders.

In terms of the provisions of the Companies Act read with Article 135 of the Articles of Association of the Company, Shri Koppara Sajeev Thomas would retire by rotation at the forthcoming Annual General Meeting and being eligible offers himself for re-appointment. The Board recommends appointment/re-appointment of Shri Koppara Sajeev Thomas and Shri Ghanshyam Das Mundra as Non-Executive Non-Independent Director(s).

All Independent Directors of the Company have given requisite declarations under Section 149(7) of the Act, that they meet the criteria of independence as laid down under Section 149(6) of the Act along with Rules framed thereunder, Regulation 16(1)(b) of SEBI (LODR) Regulations and have complied with the Code of Conduct of the Company as applicable to the directors. In the opinion of the Board, the Independent Directors possess the requisite expertise and experience and are persons of high integrity and repute. They fulfill the conditions specified in the Act as well as the Rules made thereunder and are Independent of the management.

9.1 Performance Evaluation of the Board

The annual evaluation process of the Directors including Chairman, Board and its Committees was conducted in accordance with the provisions of the Act and the SEBI (LODR) Regulations. Accordingly, your Company has devised the process and the criteria for the performance evaluation which has been recommended by the Nomination & Remuneration Committee and approved by the Board.

The Board evaluated its performance after seeking inputs from all the Directors based on parameters such as the attendance; participation and contribution; responsibility towards stakeholders; exercise their duties with due and reasonable care, skill & diligence and exercise of independent judgment. The Committee of independent Directors evaluated the performance of Non-Independent Directors including Chairman, Managing Director. Similarly, the Non-Independent Directors evaluates the performance of Independent directors. On the basis of the report of performance evaluation, it is determined whether to extend or continue the term of appointment/reappointment of the Independent and other Director(s).

9.2 Director Orientation Program

The Directors on regular basis are made aware of the business models, nature of industry and its dynamism, the roles, responsibilities and liabilities of Independent directors, etc. Further, business updates, legal updates and industry updates are made available to Independent Directors, especially to the Audit Committee members on an ongoing basis by internal teams, external consultants, statutory and internal auditors.

The details of programmes for familiarisation of Independent Directors with the Company, their roles, rights, responsibilities in the Company, nature of the industry in which the Company operates, business model of the Company and related matters are put up on the website of the Company at the link:<http://www.tfcilttd.com/policies.html>

9.3 Details of Board meetings

During the year, 13 Board Meetings were held on May 31, 2021; June 21, 2021; August 10, 2021; September 3, 2021; October 11, 2021; November 12, 2021; December 16, 2021; January 21, 2022; February 8, 2022; February 12, 2022; March 8, 2022; March 14, 2022; and March 21, 2022. The intervening gap between the meetings was within the period prescribed



under the Companies Act, 2013. The details about the meetings of Audit Committee and other Committees are provided in the report on Corporate Governance which forms part of this Directors' Report.

9.4 Appointments/Resignations of the Key Managerial Personnel

During 2021-22, Shri Anirban Chakraborty Managing Director & CEO; Shri Anoop Bali, Executive Director & Chief Financial Officer and Shri Sanjay Ahuja, Company Secretary were the Key Managerial personnel as per the provisions of the Companies Act, 2013.

Shri Anirban Chakraborty has since retired on April 14, 2022, on completion of his tenure as MD & CEO of the Company. The Board of Directors appreciates the contributions made by Shri Anirban Chakraborty during his tenure. The Board of Directors appointed Shri Anoop Bali as Whole-Time Director with effect from April 18, 2022 for a period of 3 years, subject to approval of Shareholders. Shri Anoop Bali would also continue to be CFO of the Company. The Shareholders have approved the appointment of Shri Anoop Bali as Whole-Time Director through postal ballot on June 28, 2022.

9.5 Company's policy on appointment and remuneration

Your Company has constituted Nomination and Remuneration Committee of Directors and the Nomination and Remuneration Policy of your Company has been formulated in compliance of new guidelines and rules. The Nomination and Remuneration Committee undertakes a process of due diligence based on the criteria of qualifications, technical expertise, track record, integrity etc. for appointment of Independent Directors and other Directors. The basic objective of ascertaining the fit and proper criteria is to put in place an internal supervisory process on a continuing basis and to determine the suitability of the person for appointment / continuing to hold appointment as a Director on the Board of the Company. The Nomination and Remuneration Policy may be accessed on the Company's website at the link: <http://www.tfciltd.com/policies.html> and brief details are given below:

Remuneration Policy

I. Board Level Remuneration Structure

(a) For Managing Director/Whole-Time Director

The remuneration including performance linked incentive is paid, as approved from time to time, subject to the approval of the

Board and Shareholders as the case may be, and as per the applicable provisions of Companies Act, 2013 and under any other Act/Rules/ Regulations for the time being in force.

(b) In case of Non-Executive / Independent Directors

During FY 2021-22 the Non-Executive Directors were paid sitting fee of ₹50,000 and ₹30,000 (plus tax) per meeting for attending the meetings of Board and its Committees respectively. The sitting fee was revised to ₹75,000 and ₹50,000 (plus tax) per meeting w.e.f. 21.3.2022 for attending the meetings of Board and its Committees respectively. However, Mr. Koppara Sajeve Thomas, Non-Executive director representing promoter group is not drawing any sitting fee from the Company.

(c) In case of Key Managerial Personnel and other Employees

The pay structure, allowances, facilities etc. of Key Managerial Personnel and all the regular employees are as per Cost-To-Company salary structure approved by the Board and Nomination and Remuneration committee from time-to-time in line with the salary structure prevalent in similar organizations. The Performance Linked Incentive for Key Managerial Personnel and other regular employees is as per the Board approved scheme.

10. Directors' Responsibility Statement

The financial statements are prepared in accordance with Indian Accounting Standards (Ind AS) under the historical cost convention on accrual basis as per the provisions of the Companies Act, 2013 and the guidelines issued by SEBI/RBI. The Ind AS are prescribed under Section 133 of the Companies Act, 2013, read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and Companies (Indian Accounting Standards) Amendment Rules 2016. Accounting policies have been consistently applied except where a newly-issued accounting standard is initially adopted or a revision to an existing accounting standard requires a change in the accounting policy hitherto in use.

In compliance of Section 134(5) of the Companies Act, 2013, your Directors confirm:

- (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;
- (e) the directors had laid down internal financial controls to be followed by the company and that such internal financial controls are adequate and were operating effectively; and
- (f) 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.

11. Dematerialization of Shares and nomination facility and listing at Stock Exchanges

As per the Securities and Exchange Board of India (SEBI) directives, the transactions of the Company's shares must be compulsorily in dematerialized form. Your Company had entered into agreements with National Securities Depository Ltd. and Central Depository Services (India) Ltd. to facilitate holding and trading of shares in electronic form. Shareholders holding shares in physical form are requested to convert their holding into dematerialized form. Shareholders may utilize the nomination facility available by sending duly filled form prescribed to our Registrar and Share Transfer Agent, MCS Share Transfer Agent Limited.

Your Company's equity shares are listed with Bombay Stock Exchange Ltd. (BSE) and National Stock Exchange of India Ltd. (NSE). The Company has paid the Annual Listing Fees to said Stock Exchanges for the financial year 2021-22 and 2022-23. The addresses of the said Stock Exchanges are stated elsewhere in the Annual Report.

12. Auditors

In terms of the provision of Section 139(1) of the Companies Act 2013 and the rules made thereunder and RBI requirements, the members on the recommendation of the Board/Audit Committee at the 32nd AGM held on September 29, 2021 had appointed M/s M. Verma & Associates, Chartered Accountants (Firm Registration No. 501433C) as Statutory Auditors of the Company for a period of three years effective

from the financial year 2021-22 till the conclusion of Annual general Meeting of financial year 2023-24 at an audit fee of ₹7.50 lakh plus applicable tax.

12.1 Auditors' Report

The Auditors Report alongwith notes to accounts referred to in the Auditors Report is self-explanatory and there are no qualifications in the report. The Company is not required to maintain cost record u/s 148 of the Companies Act, 2013.

12.2 Secretarial Audit

In terms of Section 204 of the Act and Rules made there under, M/s Naveen Narang & Associates, Practicing Company Secretary were appointed Secretarial Auditors of the Company. The report of the Secretarial Auditors is enclosed as Annexure 3 to this report. The report is self-explanatory and do not call for any further comments. Your Company complies with all applicable mandatory Secretarial Standards issued by The Institute of Company Secretaries of India.

13. Particulars of Employees

Disclosure pertaining to remuneration and other details as required under Section 197(12) of the Act read with Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 is annexed to the Report as Annexure 2.

The ratio of the remuneration of each director to the median employee's remuneration and other details in terms of sub-section 12 of Section 197 of the Companies Act, 2013 read with Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, are forming part of this report as Annexure 2.

13.1 Committee on Sexual Harassment

Your company has zero tolerance for sexual harassment of women at workplace and has adopted a Policy on Prevention, Prohibition and Redressal of Sexual Harassment at workplace as per the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 and Rules framed thereunder. Internal Complaints Committee has been set up to redress complaints received regarding sexual harassment. No Complaint has been received in this regard during the year.

14. Energy Conservation, Technology Absorption and Foreign Exchange Earning and outgo

The particulars relating to energy conservation and technology absorption, as required to be disclosed under Section 134 of the Companies Act, 2013 read with the Companies (Accounts) Rules, 2014 is not required as your Company's operations do not involve in any manufacturing or processing activities.



However, while vetting the proposals received for sanction of financial assistance, the aspect of energy conservation, is given due consideration. The particulars regarding Foreign Exchange earnings and outgo are as follows:

- i) Total foreign exchange outgo : Nil
- ii) Total foreign exchange earnings : Nil

15. Transfer of amount to Investor Education and Protection Fund

Your Company has transferred unclaimed/unpaid dividend and shares to Investor Education and Protection Fund (IEPF) as required under the provision of the Companies Act, 2013 upto and including Interim Dividend for Financial Year 2014-15.

Pursuant to the provisions of the Investor Education Protection Fund (Uploading of information regarding unpaid and unclaimed amounts lying with companies) Rules, 2012, the Company has already filed the necessary form and uploaded the details of unpaid and unclaimed amounts lying with the Company, as on the date of last AGM (i.e September 29, 2021), with the Ministry of Corporate Affairs.

16. Corporate Social Responsibility

Your Company has constituted Corporate Social Responsibility (CSR) Committee of Directors and the CSR Policy of your Company has been formulated for implementation in Compliance with the provision of Section 135 of the Companies Act 2013 and Rules made thereunder. The Corporate Social Responsibility Policy (CSR Policy) may be accessed on the Company's website at the link: <http://www.tfcilt.com/policies.html>

The Corporate Social Responsibility (CSR) policy has been approved with a philosophy:-

- To support activities aimed at development of human skills particularly needed for tourism sector.
- To support activities/projects which would promote tourism in the country including protection of national heritage of art and culture, restoration of building and sites of heritage importance, work of art, promotion and development of traditional art, handicraft etc.
- To support activities which help cleaner, greener and healthier environment and thereby enhancing TFCI's perception as a social responsible entity.

Your Company during the year 2021-22 has undertaken CSR activities/projects amounting ₹207.30 lakh (2% of the average net profit of the last three years) in compliance with CSR Policy objectives of the Company and the total CSR approved amount

of ₹207.30 lakh was spent. The detailed report on the CSR contribution made during the year 2021-22 is annexed as Annexure 1.

17. Corporate Governance and other disclosures

Your Directors reaffirm their continued commitment to good corporate governance practices and endorse Corporate Governance practice in accordance with the provisions of SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015. Your company has complied with all the mandatory requirements of the said clause. The Report on the Corporate Governance as stipulated under SEBI (LODR) Regulation forms part of the Annual Report. The requisite Certificate from M/s Naveen Narang & Associates, Practicing Company Secretary confirming compliance with the conditions of Corporate Governance as stipulated under the aforesaid SEBI (LODR) Regulation is attached to this report as Annexure A.

17.1 Vigil mechanism

Pursuant to the requirement of the Companies Act 2013 and SEBI (LODR) Regulation, the Company has a Vigil mechanism and Whistle blower policy under which the employees are free to report violations of applicable laws and regulations and the Code of Conduct. The reportable matters may be disclosed to the Audit Committee. Employees may also report directly to the Chairman of the Audit Committee. During the year under review, no employee was denied access to the Audit Committee. The policy on vigil mechanism and Whistle Blower policy may be accessed on the Company's website at the link: <http://www.tfcilt.com/policies.html>

17.2 Related party transactions

All contracts / arrangements / transactions entered by the Company during the financial year with related parties were in the ordinary course of business and on an arm's length basis. There were no materially significant related party transactions entered by the Company with Promoters, Directors, Key Managerial Personnel or other persons which may have a potential conflict with the interest of the Company during the year except allotment of 37,03,700 fully paid-up equity shares of face value of ₹10/- each on a preferential basis to, Pransatree Holdings PTE Limited (Promoter Group) at an issue price of ₹67.50 per share which was approved by the members at the 32nd AGM held on September 29, 2021. The Company's related party transactions are generally with its Associates. The related party transactions are entered into based on synergy in operations, long-term strategy for sectoral investments and profitability. All related



party transactions are on an arms' length basis, and are intended to further the Company's interests. Your Directors draw attention of the members to Note 40 to the financial statement which sets out related party disclosures.

The Policy on materiality of related party transactions and dealing with related party transactions as approved by the Audit Committee and the Board may be accessed on the Company's website at the link: <http://www.tfciltd.com/policies.html>

17.3 Annual Return

The Annual Return of the Company as on March 31, 2022 is available on the Company's website and can be accessed at the link: <http://www.tfciltd.com>. Further, as stipulated under the SEBI (LODR) Regulations, the Business Responsibility Report (BRR) describing the initiatives taken by the Company from an environmental, social and governance perspective is attached as Annexure 4.

17.4 Statement containing salient features of financial statements of subsidiaries

Your Company has promoted a subsidiary company TFCI Capital Ltd. (TFCICL) and the consolidated financial statements have been prepared in accordance with Ind-AS 110 for the financial year 2021-22. A report on the performance and financial position of the subsidiary company as per the Companies Act, 2013 is provided in the prescribed Form AOC-1 as Annexure 2A. During the year under review, there were no companies which have become or have ceased to be the subsidiary or joint venture of your Company. However, the Board of Directors at their meeting held on May 19, 2022, decided to initiate the process for striking off the name of TFCI Capital Ltd. with Registrar of Companies as it had not started any business or operations.

17.5 Documents placed on the Website

Pursuant to the provisions of the Companies Act, 2013, SEBI (LODR) Regulations, the Company is required to place various policies/documents/details on the Website of the Company. The Company has a functional website and all the requisite information is being uploaded there at.

17.6 Risk Management Policy

The Company has developed and implemented the Risk Management policy and Asset Liability Management (ALM) Policy and the Risk Management Committee of the Board reviews the same periodically. Your Company has also constituted ALM Committee and

Risk Management Committee for reviewing/ implementing ALM policies and for managing the liquidity risk as well as interest-rate and other risks. ALCO meets every month and reviews the cash flows as well as the prevailing interest rate scenario, its likely impact on the profitability and the steps to be initiated for effectively meeting the liabilities on the due dates. ALCO is also responsible for ensuring adherence of limits set by the Board as well as deciding business strategies of TFCI in line with the overall budget and risk management policy. The Company manages, monitors and reports on the principal risks and uncertainties that can impact its ability to achieve its planned objectives. The Company's management systems, structures, processes, standards, code of conduct and behaviours together form the System that governs how it conducts the business of the Company and manages associated risks.

17.7 Significant and material orders passed by the regulators

During the year under review, no significant and/or material orders were passed by the regulators or courts or tribunals impacting the going concern status and company's operations. Your Company is registered with RBI as NBFC-ND-SI and not registered with any other financial sector regulators. No adverse order or penalties were levied during FY2021-22 by any regulators.

17.8 Internal financial controls

The Company has in place set of standards, processes and structure which enable to implement internal control system and ensure that same are adequate and operating effectively commensurate with the size, scale and operations, of its business operation. To maintain objectivity and independence, the Internal Audit function reports to the Chairman of the Audit Committee of the Board.

Internal Auditor of the Company monitors and evaluates the efficacy and adequacy of internal control systems in the company, its compliance with the operating systems, accounting procedures and policies at all locations of company's operation. Internal Audit Report stimulates other functional departments to improve their systems and procedures to strengthen the controls. All these issues are regularly placed before the Audit Committee meeting for its deliberations and monitoring.

17.9 Particulars of Loans given, Investments made, Guarantees given and Securities provided

Your Company is a specialised financial



institution registered as Non-Banking Finance Company (NBFC-ND-SI) with RBI. It provides financial assistance by way of loans/investment for projects in tourism, social infrastructure (educational institutions, hospitals, etc.) manufacturing and other resilient sectors in the ordinary course of business. The detailed particulars may be referred to in the financial statements.

17.10 Segment Reporting

Accounting Standard 17 regarding segment-wise reporting does not apply to your Company since revenues are primarily derived from only one segment i.e. financing of projects by way of loan or investments.

17.11 Material Changes and Commitment Affecting Financial Position of the Company

There are no material changes and commitments, affecting the financial position of the Company which has occurred between the end of the financial year of the Company i.e. March 31, 2022 and the date of the Directors' report i.e. August 10, 2022.

Considering the business environment emerging after Covid pandemic and current global cues, the Board of Directors has approved Business Plan for your Company to ensure sustained growth with optimum utilization of the resources, achieve product diversification by exploring the lending opportunities across core hospitality segment, wholesale segment comprising social Infrastructure, manufacturing, real-estate & other resilient sectors and initiate focussed

retail lending. The Company intends to grow its balance sheet size by cautiously pursuing emerging opportunities through leveraging its capital to result in improved return on equity/ shareholders' value over mid-to-long term.

18. Acknowledgements

The Board expresses and places on record their gratitude for the consistent support extended by the promoters and shareholders and the trust reposed by them in the Company. The Board thanks the Company's valued customers, bankers, financial institutions and investors for their continued patronage. The Board also acknowledges and appreciates the guidance and co-operation extended by Government of India, State Governments, Ministry of Finance, Ministry of Tourism, Ministry of Corporate Affairs, Reserve Bank of India, Securities & Exchange Board of India, Registrar of Companies, Stock Exchanges, Depositories, other government and regulatory authorities. The Board also appreciates and acknowledges the contribution made by the employees whose concerted efforts and dedicated services contributed to sustained growth and performance of the Company.

For and on behalf of the Board of Directors

Anoop Bali
(Whole Time Director & CFO)

S. Ravi
(Chairman)

Date : 10.8.2022
Place : New Delhi



Management's Discussion and Analysis

1. Business and Economic Environment

The last two years have been challenging for the world/Indian economy because of disruptions caused by Covid-19 pandemic. The Covid-19 disruptions continued during FY2021-22 starting with severe Delta Covid-19 wave in the first quarter and ending with not so-severe Omicron Covid-19 wave in the last quarter. However, fewer nations restored to zero tolerance policies to control the virus and on the contrary, encouraged Covid-19 appropriate behaviour, increased coverage of testing and wider vaccination drives and improvement in healthcare infrastructure. This led to recovery in global economy from the first quarter of FY2021-22. However, Russia's invasion of Ukraine in February 2022 has impacted the stability of the global order and its impact in terms of increased crude oil prices, supply chain disruptions and inflation are major concerns. The war has also resulted in disrupting India's edible oil market as most of sunflower oil imports are from Russia and Ukraine combined. According to International Monetary Fund (IMF), the global growth is projected to slowdown from an estimated 6.1% in CY2021 to 3.6% in CY2022 & CY2023 and remain at about 3.3 thereafter over medium term. The inflation is expected to remain elevated, driven by war-induced commodity price increases and broadening price pressures, and is projected at 5.7% in advanced economies and 8.7% in emerging market and developing economies for CY2022. Multilateral efforts to respond to humanitarian crisis caused by war, prevent further economic fragmentation, maintain global liquidity, manage debt distress and end of the pandemic remain essential for global economic growth.

Indian Economy on the other hand is poised for a rebound with projected GDP growth of 8.2 per cent in CY2022, making it the fastest-growing economy in the world, almost twice faster than China's 4.4 per cent, as per recent World Economic Outlook report of IMF. IMF has observed that higher oil prices in India are expected to weigh on private consumption and investment and a higher current account deficit. As such, the GDP growth forecast for Indian economy during CY2023 has been revised to 6.9 per cent from earlier estimate of 7.1 per cent. Despite worsening of global economic prospects, India's fiscal policy is expected to remain supportive of growth and higher capital spending is set to improve the efficiency of India's logistics infrastructure, crowd-in private investment, generate jobs in construction, and sustain growth. Private investment is expected to get a push in the next two financial years from improvements

in the ease of doing business, liquidity with banks and PE funds. The tourism industry is expected to continue strong rebound in domestic leisure demand, as people have embraced the new 'normal' of travel in the COVID-world, even if Omicron or other variants that may emerge from time-to-time act as temporary bottlenecks in the tourism industry's recovery. Similarly, the Indian hotel sector has also learned to adapt quickly, think outside the box, and embrace new ideas faster than before to bounce back despite the instability caused by the pandemic in the last two years. The upswing is likely to continue with the return of travel normalcy following lifting of pandemic-related restrictions and restart of international flights. India-wide occupancy is expected to breach pre-pandemic levels in 2022 with average rates approaching pre-pandemic levels towards the end of the year. However, the growth may get impacted on account of significant volatility in commodities prices, disruption in supply chains and risks to global economy from financial and business disruptions caused by Russia's invasion of Ukraine and zero Covid-19 tolerance policy of China.

2. Tourism Sector Prospects:

The industry's contribution to global GDP recovered to 6.1% in CY2021, which had contracted to 5.3% in CY2020 from 10.3% in CY2019. As per estimates of the World Travel and Tourism Council, the Travel & Tourism sector, which had suffered 62 million job losses in CY2020, could recover only 18 million jobs in CY2021. According to United Nations World Tourism Organization (UNWTO), while international tourist arrivals witnessed a 4% increase in CY2021 on a soft base, the same remains below pre-pandemic levels by 72%.

The Travel & Tourism sector holds prime importance for the Indian economy as well, with its direct and indirect economic impact estimated at about 10% of GDP. The extensive tourism value chain spanning hotels, airlines, restaurants, travel agents, tour operators, tourist transporters, guides, etc. results in a huge economic multiplier impact, ranking it amongst the highest across industries on this count. India's Travel & Tourism sector was severely impacted by the pandemic since early 2020. Domestic Air Passenger traffic declined by over 40% and international tourist arrivals degrow by 87% during 2021 over pre-pandemic levels, leading to cascading effect across the entire hospitality industry. After a severely disrupted FY 2020-21, India's Travel & Tourism sector witnessed a smart recovery in FY 2021-22 even as recurrent



waves of the pandemic caused severe disruptions on an intermittent basis. The air passenger traffic within India for CY 2021 was 182 million, higher than 2020 by 27%. The foreign tourist arrivals were 1.41 million for CY 2021 in comparison with 2.74 million in CY 2020. Periodic restrictions on travel, public gatherings and restaurant/ banquet operations induced by the second wave of the pandemic severely impacted the hotel industry's performance in the first half of the year. The business responded with agility focusing on alternate customer segments and revenue streams, such as domestic leisure, staycations, long weekend stays and weddings. Receding intensity of the second wave of the pandemic coupled with pickup in the pace of vaccination gradually improved consumer confidence for travel; events such as weddings & social gatherings also enabled the business to garner revenues. In the second half of the year, green shoots of recovery in business travel became visible, leading to improved occupancy levels in business hubs. While the third wave in January 2022 briefly halted the recovery momentum, the industry bounced back towards the end of the year with exit occupancies surpassing pre-pandemic levels and business travel sentiments improving.

The occupancy of hotels increased to 45% in FY 2021-22 in comparison to 34% in FY2020-21. The recovery from the second wave of Covid-19 was quicker and hotel room demand from July 2021 has been on an upward trajectory. The occupancies of hotels in Goa, Kolkata, Ahmedabad and Chandigarh nearly recovered to their pre-pandemic levels in FY2021-22. This could be attributed to higher vaccinated population, low-fatality-quick recovery rate of the Omicron variant and better healthcare preparedness in the country. The Government of India recently ended its Covid-19 containment measures under the Disaster Management Act and resumed regular international flights, thus opening international tourist arrivals inflow to India. With increase inflow of international leisure and corporate travel, demand forecast for hotels is expected to be robust from FY2022-23 onwards, which will boost occupancies and progressively improve average room rates. Moreover, the large scale development of infrastructure by the Government, including roads, railways, metro-railways, airports and ports will aid long term growth of tourism and hospitality sector in the country. These large investments coupled with coordinated efforts of Central/State Governments and the tourism industry should provide major stimulus for growth of Indian travel and tourism going forward, resulting in opportunities for financing of expansion,

renovation, upgradation and greenfield hospitality projects.

3. Social Infrastructure and other sectors Prospects:

Apart from tourism financing, your Company is actively providing financial support for social infrastructure projects in Healthcare and Education, which are growing steadily and offers ample financing opportunities. The social infrastructure in India is estimated to grow at a CAGR of approximately 9% during the period 2022-2027 and the planned investment in the segment over next five years is about ₹20 lakh crore. The details of these social infra sub-segments are as under:

(i) Healthcare:

In terms of revenue and employment, healthcare has become one of India's most important industries. Hospitals, medical devices, clinical trials, outsourcing, telemedicine, medical tourism, health insurance, and medical equipment are all part of the healthcare industry. The Indian healthcare system is expanding rapidly as a result of improved coverage, services, and increased spending by both public and private entities. The public and private sectors of India's healthcare delivery system are divided into two categories. The enormous pool of well-trained medical experts in the country is India's competitive advantage. Further, India is also cost competitive in comparison to its Asian and Western counterparts.

The Indian healthcare sector is predicted to reach ₹ 28 lakh crore in CY 2022. The Indian healthcare sector, which employs around 5 million people as of 2021, is one of the country's top employers. Between 2017 and 2022 in India, the sector added 2.7 million new jobs, or around 500,000 new positions every year. According to the Economic Survey of 2022, India's public healthcare spending in 2021-22 was 2.1 percent of GDP, up from 1.8 percent in 2020-21 and 1.3 percent in 2019-20. Health insurance firms' gross direct premium income increased 13.3% year on year to ₹ 58,572.46 crore in FY21. The health sector accounts for 29.5 percent of total gross written premiums in the country.

The Indian medical tourism market was predicted to be worth US\$ 13.42 billion by 2026. The Medical Tourism Association has ranked India 10th out of 46 locations in the Medical Tourism Index (MTI) for 2020-21.

In Union Budget 2022-23, GOI has allocated ₹86,606 crore for creating effective and sustainable health infrastructure. The healthcare sector, therefore, as an investment opportunity looks



promising. A few factors encouraging future investments in the sector are:

- Medical infrastructure in Tier II and III cities: Hospital chains and specialty centres are building/expanding capacities, especially in Tier II and III cities by setting up small clinics and associating with reputed local doctors. This is also aligned with government efforts to increase the number of hospital beds per thousand population and close the accessibility gap mainly in sub-urban and rural parts of the country.
- Government policies: Though planned before the pandemic, government efforts in achieving a universal health cover under 'Health for All' and schemes such as Ayushman Bharat and National Digital Health Mission have sped up exponentially. These efforts to make healthcare affordable and accessible for the entire population also offer scope for private players to widen their reach and presence.
- Medical tourism: The healthcare sector in India is attractive to foreign patients because of the availability of quality services at relatively lower costs compared to countries in far East Europe, U.S.A., Middle East and Asian countries.

(ii) Education:

India is a significant player in the global education market. India boasts one of the world's most extensive networks of higher education institutions. The educational system, still has a lot of room for growth and improvement. With about 27% of India's population between the ages of 0 and 14, the education industry offers various prospects for growth. India's education sector was expected to be worth ₹ 17 lakh crore by FY25 with K12 constituting 35% of the market, Higher education 25% and coaching classes constituting 23% while the remaining comprised of Vocational, test-prep, publishing pre-school, Digital etc. Investment in education will witness significant growth due to the increasing opportunities in technology-enabled services and overall the sector is expected to grow at CAGR of 12-13% with pre-schools, K-12, engineering/medical colleges driving majority of the growth. Government of India has also allocated ₹59819 crore for FY23 for education, as such investment opportunities in this sector appears encouraging.

(iii) Other Segments:

Besides these segments, your Company is making inroads in financing manufacturing units especially in MSME segment and plans to finance residential real estate projects in affordable and mid-market segments which continue to drive demand in the real estate segment. Your company proposes to take strategic initiative to build a customer focused retail book through co lending model and gradually expand the same in coming years.

4. Possible Threats

While the opportunities landscape is promising, following threats could dampen the growth of financial services in India:

- Major global central banks have begun the tightening cycle to tackle soaring inflation. Expected monetary tightening by RBI to control inflation may impact the growth trajectory in the short term, though it is positive from the medium-term perspective.
- Prolonged geo-political tension and monetary policy tightening by advanced economies will accentuate risk-off sentiments amongst foreign investors and result in outflows from emerging markets like India. High domestic inflation and wider Current Account Deficit could depreciate the rupee further.
- Covid infection rates are currently down, but the pandemic has not been eradicated officially. Hence, the possibility of disruption of economic activity due to further waves of infections cannot be ruled out.

5. Performance

Your Company has been having satisfactory operational performance and financial indicators despite depressed market conditions for the last few years as detailed in para 3 of the Directors' Report.

Tourism sector has been impacted by COVID-19 pandemic and is expected to witness significant consolidation and to provide huge opportunity for refinancing/acquisition funding/structured/special situation solutions etc. The social infrastructure, residential real-estate and other resilient sectors also have significant potential for financing. The Board of Directors has approved Business Plan for your Company to ensure sustained growth with optimum utilization of the resources, achieve product diversification by exploring the lending opportunities across core hospitality segment, wholesale segment comprising social Infrastructure, manufacturing, real-estate & other resilient sectors and initiate focussed



retail lending. The Company intends to grow its balance sheet size by cautiously pursuing emerging opportunities through leveraging its capital to result in improved shareholders value.

5.1 Events occurring after Balance Sheet date

No Significant events occurred between the end of the financial year and date of the Board's report except change in directors as detailed in the Directors' Report.

5.2 Key financial ratios

In accordance with the SEBI (Listing Obligations and Disclosure Requirements 2018) (Amendment) Regulations, 2018 the Company is required to give details of significant changes (change of 25% or more as compared to the immediately previous financial year) in key sector-specific financial ratios. The Company has identified the following ratios as key financial ratios:

Particulars (₹ crores)	FY22	FY21	Y-o-Y
Net Interest Income	127.85	117.49	8.82%
Net Interest Margin (%)	5.77%	5.31%	8.66%
Interest Coverage Ratio	1.91 times	1.78 times	7.30%
Net Profit (PAT)	85.32	80.75	5.66%
Debt Equity Ratio	1.29:1	1.66:1	
RoAA	3.85%	3.65%	5.48%
RoAE	9.99%	10.55%	-5.31%
Tangible Net worth	928.67	784.44	18.39%
Borrowings (Long term)	1,198.74	1303.60	-8.04%
EPS (₹)	10.01	10.00	0.10%
Book value per share (₹)	102.76	97.18	5.74%

TFCI standalone net profit was ₹85.32 crore during 2021-22 as against previous year ₹80.75 crore. As a result the Net Worth has increased to ₹936.96 crore as against previous year ₹791.63crore. There has been no significant changes in the key sector specific financial ratios.

6. Outlook

India is today the fastest growing major economy in the world. With economy expected to grow at around 7% annually and the government support to the tourism sector, the demand for hotels and other tourism infrastructure projects is expected to improve considerably in mid-term. The growth in India's tourism, infrastructure, manufacturing, residential real-estate and services sectors is expected to result in opportunities for TFCI to expand its business at a steady rate in near future. The hospitality industry remains a key area of your

Company for financing business. As per ICRA report, despite almost four months of impact because of second and third wave, the hotel industry registered ~60% of pre-Covid revenues and operating profits in FY2021-22. Notwithstanding the potential impact on demand with further Covid waves, if any, ICRA expects the industry to return to pre-Covid levels in FY2022-23 and has revised its outlook on the Indian hotel industry to Stable in March 2022. The demand in the near term is expected to stem largely from domestic leisure travel with gradual growth in demand from business and foreign travel. Owing to higher vaccination rates and lifting of travel restrictions, the demand from both leisure and business segments is expected to grow exponentially which will result in demand-supply gap and financial opportunities for development of quality hospitality infrastructure.

7. Risks and concerns:

The risk management philosophy and policy of the company is an embodiment of the Company's approach to understand measure and manage risk and aims at ensuring sustained growth of healthy asset portfolio. This would entail adopting leadership approach in products and segments well understood by the Company. An innovative approach is undertaken in high-risk areas by taking limited exposure and optimizing return. The Company has robust credit risk framework which provides a scientific method for assessing credit risk rating of a client. Further, the mapping of internal rating grades vis-à-vis external rating agencies' grades has been undertaken. The output of the rating models is used in the decision making. TFCI regularly monitors portfolio distribution in terms of Low Risk, Medium Risk and High Risk categories. TFCI has been managing the following risk effectively:

Credit risk: Credit risk occurs when borrower(s), as a counter party, fails to meet its contractual obligations. Credit risk applies not only to loans, but also to other on and off-balance sheet exposure such as guarantees, acceptances and investments in securities. Project lending involves certain inherent risks in a developing economy where long-term macro-economic adjustments towards stability are still in progress. Projects under implementation are prone to time and cost overruns, sometimes due to factors beyond the control of the borrower. Project failure may also occur due to adverse market situations and/or mismanagement. Your Company is making all efforts to identify such risks and factors by constantly reviewing and improving appraisal techniques, sensitivity analysis as well as other factors i.e. Project's ability to withstand changes, expertise and experience of the borrowers to cope with the adverse situations. Your Company continues to give utmost priority to its credit appraisal, intense monitoring and supervision of the projects on a continuous basis.



Interest-rate risk: Interest-rate risks arise out of mismatches between interest-rate-sensitive assets and liabilities. The Company manages such risks by fixing lending interest rates at a level linked to its average cost of borrowings and by constantly monitoring the maturity pattern of its assets and liabilities.

Liquidity risk: Liquidity risk arises out of lack of adequate funds in its day-to-day operations. The Company manages the liquidity risk through prudent resource planning to ensure the availability of adequate funds at all times to meet its obligations on its liabilities as well as disbursements on due dates.

8. Discussion on financial performance/ Internal control systems and their adequacy:

The Financial and other operational performance of the Company under review has been discussed in detail in the Director's Report.

9. Material Developments in human resources/ industrial relations front, including number of people employed

Financial Services sector is a knowledge intensive sector where employees' skills form a critical aspect in proper service delivery. The nature of your Company's business requires trained employees. In pursuance of the Company's commitment to develop and retain the best available talent, the Company had been regularly sponsoring the employees for training programmes organized by professional institutions for upgrading the skill and knowledge in different functional areas. Your company has offices in Delhi and Mumbai to provide effective & prompt service to the clients and also for constant follow-up with assisted units in these regions. The work force strength of your Company as on March 31, 2022 was 35.



CORPORATE GOVERNANCE REPORT

Company's Philosophy on Corporate Governance

Corporate Governance refers to the blends of laws, regulations and voluntary practices by which companies are directed and controlled to enhance their wealth generation capacity whereby stakeholders' aspiration and societal expectations are met. It is the application of best management practices, compliance of laws and adherence to ethical standards to achieve the organisational goal of enhancing stakeholder value. The cardinal principles such as independence, accountability, responsibility, transparency, trusteeship & disclosures serve as means of implementing the philosophy of corporate governance. The Corporate Governance philosophy of your company is structured to institutionalize policies and procedures that enhance the efficacy of the Board and inculcate a culture of accountability, self-discipline, transparency and integrity across the Company. While we go beyond the mandatory provisions of Corporate Governance, the report on statutory compliances in this regard is set forth below:

1. Board of Directors:

The constitution of the Board aims at ensuring Directors commitment to participate in the affairs of the Company with understanding and competence to deal with current and emerging business issues.

The primary role of the Board is that of trusteeship to protect and enhance shareholder's value through supervision. The Board of Directors of your Company represents the interests of the Company's shareholders in optimising long term value by guiding the management. As trustees, the Board ensures that the Company has clear goals relating to shareholders value and its growth. The Board sets strategic goals and seeks accountability for their fulfillment. The Board also provides directions and exercises appropriate control to ensure that the Company is managed in a manner that fulfils stakeholder's aspirations as well as societal expectations. The responsibilities of the Board include formation of policies, new initiatives, performance review, control and sanction of cases falling beyond the powers delegated to functionaries of the Company. The Board has also constituted committees and delegated powers for different functional areas. The Board as well as its committees meets at periodical intervals.

The Board consists of 7 Directors as on March 31, 2022 including MD & CEO, four Independent Directors and two Non-Executive Non-Independent Directors. The independent directors fulfill the conditions specified in SEBI (LODR) Regulations and are independent of the management. The information regarding director(s) who had ceased to be director(s) before the expiry of his/her tenure during FY 2021-22 has been provided to Stock Exchange(s). The board confirmed that the independent directors fulfill the conditions specified in SEBI (LODR) Regulations and are independent of the management.

The Company follows a structured process of decision making by the Board and its Committees. The notice and detailed agenda along with the relevant notes and other material information are sent in advance separately to each Director/Committee member and in exceptional cases tabled at the Meeting with the approval of the Board/Committee member. This ensures timely and informed decisions by the Board. The Board reviews the performance of the Company vis-à-vis the budgets/targets. The Board has complete access to all the relevant information of the Company.

During the year, 13 Board Meetings were held on May 31, 2021; June 21, 2021; August 10, 2021; September 3, 2021; October 11, 2021; November 12, 2021; December 16, 2021; January 21, 2022; February 8, 2022; February 12, 2022; March 8, 2022; March 14, 2022 and March 21, 2022. The intervening gap between the meetings was within the period prescribed under the Companies Act, 2013 and SEBI (LODR) Regulations.

Details regarding the category of Directors, their attendance at Board Meetings and the last Annual General Meeting, number of other Directorships and Committee positions held by them in companies as on March 31, 2022, are given below:-

Sl. No.	Name of Director	Category of Directorship	No. of Board Meeting Attended	Attendance at Last AGM	No. of other Directorships/ Committee Chairmanships/ Other Memberships*			
					Directorship in		Mem-ber	Chair-man
					Public Co.	Pvt. Co		
1	Dr. S. Ravi*	NED (Chairman)	13	Yes	7	3	7	5
2	Shri Anirban Chakraborty#	MD & CEO	13	Yes	-	-	-	-
3	Shri S.C.Sekhar	NEID	13	Yes	1	-	1	-
4	Shri Bapi Munshi	NEID	13	Yes	-	-	1	1
5	Mrs. Thankom T.Mathew	NEID	11	Yes	1	-	3	-
6	Shri Shyam Maheshwari@	NED	7	Yes	-	-	-	-
7	Shri Koppara Sajeev Thomas	NED	13	Yes	-	-	-	-
8	Shri R. K. Sood	NED	13	Yes	-	-	1	-

@ resigned w.e.f 31.12.2021

* retired as NEID on 31.3.2022 and appointed as NED w.e.f.4.4.2022

retired on 14.4.2022

NED : Non-Executive Director

NEID : Non-Executive Independent Director

MD& CEO : Managing Director & Chief Executive Officer

Notes:

- Other directorship includes directorship held in Private Companies and alternate directorship.
- Committee positions of only two committees namely Audit Committee and Stakeholder Relationship Committee in only Indian Public Limited Company, whether listed or not, have been considered pursuant to the SEBI (LODR) Regulation.
- None of Board member is relative of any other director of the Company.



Board Directorships

Each Director informs the Company on an annual basis about the Board and the Committee positions he occupies in other companies including Chairmanships and notifies changes, if any, during the year. The Composition of the Board as on March 31, 2022 and other Directorships in Listed companies as per disclosure filed by Directors is as under:

DETAILS OF DIRECTORSHIP IN LISTED ENTITY			
Sl No	Name of Director	Name of Listed Entity	Nature of Directorship
1	Shri Anirban Chakraborty#	1. Tourism Finance Corporation of India Ltd.	Managing Director & CEO
2	Shri Koppara Sajeeve Thomas	1. Tourism Finance Corporation of India Ltd.	Non-Executive Non-Independent Director
3	Shri Bapi Munshi	1. Tourism Finance Corporation of India Ltd	Independent Director
4	Dr. S. Ravi*	1. Tourism Finance Corporation of India Ltd.	Independent Director (Chairman)
		2. Usha Martin Limited	Independent Director
5	Shri R.K.Sood	1. Tourism Finance Corporation of India Ltd	Non-Executive Non-Independent Director
6	Mrs. Thankom T. Mathew	1. Tourism Finance Corporation of India Ltd	Independent Director (Woman)
		2. STCI Finance Ltd.	Independent Director
7	Shri S.C. Sekhar	1. Tourism Finance Corporation of India Ltd	Independent Director
		2. International Travel House Ltd.	Independent Director

* retired as NEID on 31.3.2022 and appointed as NED w.e.f.4.4.2022

retired on 14.4.2022

Key Board qualifications, expertise and attributes

The Board of Directors of your Company comprises qualified members who bring required skill, competence and expertise that allow them to make effective contribution to the Board and its committees. The Board has identified the following skill set with reference to its Business and Industry which are available with the Board:

Sl No	Name of Director	Skill, competence and expertise
1	Shri Anirban Chakraborty	Project Finance, Banking, Advisory, Risk Management and Administration
2	Shri Koppara Sajeeve Thomas	Administration, Risk Management and IT
3	Shri Bapi Munshi	Project Finance, Banking and Risk Management
4	Dr. S. Ravi	Accounts, Audit, Finance
5	Shri R.K.Sood	Administration
6	Mrs. Thankom T. Mathew	HR and Communication
7	Shri S.C. Sekhar	Accounts, Audit and Project Finance

2. Board Committee Meetings and Procedures

The Company currently has the following committees in compliance of the SEBI (LODR) Regulation:

(A) Audit Committee:

i) Constitution and Composition:

The Audit Committee of the Board comprised of 3 Independent Directors. The Chairman of the Committee was an Independent Director. The Chairman of the Committee attended the last AGM. The Committee met 6 times on April 27, 2021, May 31, 2021, August

10, 2021, September 3, 2021, November 12, 2021 and February 12, 2022. The attendance of the members at the meetings was as follows:

Sl. No.	Name of member	Status	No. of Meetings Attended
1.	Dr. S. Ravi	Chairman (ID)	6
2.	Shri S. C. Sekhar	Independent Director	6
3	Mrs. Thankom T. Mathew	Independent Director	5

The Executive Director & CFO, Statutory Auditors and Internal Auditors are invited to attend the Audit Committee Meetings and the Company Secretary acts as the Secretary of the Committee. The Minutes of the meetings of the Audit Committee are placed before the Board of Directors for the information.

Terms of Reference

The terms of reference of the Audit Committee are as under:

1. Oversight of the company’s financial reporting process and the disclosure of its financial information to ensure that the financial statement is correct, sufficient and credible;
2. Recommendation for appointment, remuneration and terms of appointment of auditors of the company;
3. Approval of payment to statutory auditors for any other services rendered by the statutory auditors;
4. Reviewing, with the management, the annual financial statements and auditor's report thereon before submission to the board for approval, with particular reference to:
 - a. Matters required to be included in the Director’s Responsibility Statement to be included in the Board’s report in terms of clause (c) of sub-section 3 of section 134 of the Companies Act, 2013
 - b. Changes, if any, in accounting policies and practices and reasons for the same
 - c. Major accounting entries involving estimates based on the exercise of judgment by management
 - d. Significant adjustments made in the financial statements arising out of audit findings
 - e. Compliance with listing and other legal requirements relating to financial statements
 - f. Disclosure of any related party transactions
 - g. Modified opinions in the draft audit report
5. Reviewing, with the management, the quarterly financial statements before submission to the board for approval;



6. Reviewing, with the management, the statement of uses / application of funds raised through an issue (public issue, rights issue, preferential issue, etc.), the statement of funds utilized for purposes other than those stated in the offer document / prospectus / notice and the report submitted by the monitoring agency monitoring the utilisation of proceeds of a public or rights issue, and making appropriate recommendations to the Board to take up steps in this matter;
7. Review and monitor the auditor’s independence and performance, and effectiveness of audit process;
8. Approval or any subsequent modification of transactions of the company with related parties;
9. Scrutiny of inter-corporate loans and investments;
10. Valuation of undertakings or assets of the company, wherever it is necessary;
11. Evaluation of internal financial controls and risk management systems;
12. Reviewing, with the management, performance of statutory and internal auditors, adequacy of the internal control systems;
13. Reviewing the adequacy of internal audit function, if any, including the structure of the internal audit department, staffing and seniority of the official heading the department, reporting structure coverage and frequency of internal audit;
14. Discussion with internal auditors of any significant findings and follow up there on;
15. Reviewing the findings of any internal investigations by the internal auditors into matters where there is suspected fraud or irregularity or a failure of internal control systems of a material nature and reporting the matter to the board;
16. Discussion with statutory auditors before the audit commences, about the nature and scope of audit as well as post-audit discussion to ascertain any area of concern;
17. To look into the reasons for substantial defaults in the payment to the depositors, debenture holders, shareholders (in case of non-payment of declared dividends) and creditors;
18. To review the functioning of the Whistle Blower mechanism;
19. Approval of appointment of CFO after assessing the qualifications, experience and background, etc. of the candidate;

20. Carrying out any other function as is mentioned in the terms of reference of the audit committee.
21. Reviewing the utilization of loans and/ or advances from/investment by the holding company in the subsidiary exceeding rupees 100 crore or 10% of the asset size of the subsidiary, whichever is lower including existing loans/ advances/ investments existing as on the date of coming into force of this provision.
22. consider and comment on rationale, cost-benefits and impact of schemes involving merger, demerger, amalgamation etc., on the Company and its shareholders.

(B) Nomination and Remuneration Committee

(i) Composition:

During the year under report, the Nomination and Remuneration Committee of the Board comprised of 3 members (2 Non-Executive Independent Director (NEID) and 1 Non-Executive Director (NED)). The Chairman of the Committee is Independent Director. The Committee met 8 times during the year on April 15, 2021, November 30, 2021, December 6, 2021, December 11, 2021, January 13, 2022, February 12, 2022, March 8, 2022, and March 29, 2022. The names of the members and attendance are as follows:

Sl. No.	Name of Member	Status	No. of Meetings Attended
1.	Shri S. C. Sekhar	Chairman (NEID)	8
2.	Dr. S. Ravi	NEID	8
3.	Shri Koppara Sajeeve Thomas	NED	8
4.	Shri Shyam Maheshwari [@]	NED	4

[@] ceased to be member w.e.f. 31.12.2021

(ii) Terms of reference:

The terms of reference of the Nomination and Remuneration Committee are as under:

- (1) formulation of the criteria for determining qualifications, positive attributes and independence of a director and recommend to the board of directors a policy relating to, the remuneration of the directors, key managerial personnel and other employees;

(1A). For every appointment of an independent director, the Nomination and Remuneration Committee shall evaluate the balance of skills, knowledge and experience on the Board and on the basis of such evaluation, prepare a description of the role and capabilities required of an independent director. The person recommended to the Board for



appointment as an independent director shall have the capabilities identified in such description. For the purpose of identifying suitable candidates, the Committee may:

- a. use the services of an external agencies, if required;
 - b. consider candidates from a wide range of backgrounds, having due regard to diversity; and
 - c. consider the time commitments of the candidates.
- (2) formulation of criteria for evaluation of performance of independent directors and the board of directors;
 - (3) devising a policy on diversity of board of directors;
 - (4) identifying persons who are qualified to become directors and who may be appointed in senior management in accordance with the criteria laid down, and recommend to the board of directors their appointment and removal.
 - (5) whether to extend or continue the term of appointment of the independent director, on the basis of the report of performance evaluation of independent directors.
 - (6) recommend to the board, all remuneration, in whatever form, payable to senior management.

(iii) Selection of Independent Directors and other Directors

Considering the requirement of skill sets on the Board, individuals having an independent standing in their respective field/profession, and who can effectively contribute to the Company's business and policy decisions are considered by the Nomination and Remuneration Committee of directors, for appointment, as Independent Directors on the Board. The Committee, inter alia, considers qualification, positive attributes, area of expertise and number of Directorships and Memberships held in various committees of other companies by such persons in accordance with the Company's Policy for Selection of Directors and determining Directors' independence. The Board considers the Committee's recommendation, and takes appropriate decision.

(iv) Remuneration Policy:

Remuneration of employees is based on CTC based salary structure and performance-linked incentive. The components of total

remuneration vary for different cadres and are governed more or less by the structure prevalent in the Industry. Your Company adopts policies with the objective to motivate employees to excel in their performance and to recognize their contribution.

(v) Details of remuneration paid to Directors for the year 2021-22:

- (i) Shri Anirban Chakraborty, Managing Director & CEO was paid remuneration of ₹2,26,70,510 (PY ₹ 1,73,67,924) during FY2021-22.
- (ii) No severance pay was payable on termination of appointment.
- (iii) No Stock Appreciation Rights (SARs) were granted.

(vi) Details of remuneration paid to Non-Executive Directors

Remunerations by way of sitting fee for attending the meetings of the Board/Committees thereof were paid as follows:

S. No.	Name of the Director	Amount (in ₹)
1	Dr. S.Ravi	1457300
2	Shri S.C.Sekhar	1551700
3	Mrs. Thankom T. Mathew	1032500
4	Shri Bapi Munshi	1115100
5	Shri R.K.Sood	1008900
	Total	6165500

During the year under report, the Company has not paid any remuneration to Non-Executive Directors except by way of Sitting Fee which was paid ₹50,000 and ₹30,000 (plus tax) per meeting) for attending the meetings of Board and its Committees respectively. The sitting fee was revised to ₹75,000 and ₹50,000 (plus tax) per meeting) w.e.f. 21.3.2022 for attending the meetings of Board and its Committees respectively.

(vii) Details of Number of Shares and Convertible Instruments Held by Executive/Non-Executive Directors as on March 31, 2022:

Shri S.C. Sekhar and Shri Koppara Sajeev Thomas, Director(s) were holding 500 and 60,27,633 equity shares of the company respectively as on 31st March, 2022. None of the other Executive/Non-Executive Director held shares/convertible Instruments of the Company as on 31st March, 2022.

**(C) Stakeholder Relationship Committee:**

- i) **Composition:** During the year under report, the Stakeholder Relationship Committee of the Board comprised of 3 members (2 Independent Director (ID) and 1 Non-Executive Non-ID). The Chairman of the Committee is Independent Director. During the financial year 2021-22, the Committee met once on February 12, 2022. The names and the attendance of the members at the meeting were as follows:

Sl. No.	Name of Member	Status	No. of Meetings Attended
1.	Shri Bapi Munshi	Chairman (NEID)	1
2.	Shri R. K. Sood	NED	1
3.	Mrs. Thankom T. Mathew	NEID	1

ii) **Terms of reference:**

The role of the committee shall inter-alia include the following:

- (1) Resolving the grievances of the security holders of the listed entity including complaints related to transfer/transmission of shares, non - receipt of annual report, non-receipt of declared dividends, issue of new/duplicate certificates, general meetings etc.
- (2) Review of measures taken for effective exercise of voting rights by shareholders.
- (3) Review of adherence to the service standards adopted by the Company in respect of various services being rendered by the Registrar & Share Transfer Agent.
- (4) Review of the various measures and initiatives taken by the Company for reducing the quantum of unclaimed dividends and ensuring timely receipt of dividend warrants/annual reports/statutory Notices by the shareholders of the company.

During the year, 56 complaints were received from the shareholders and were replied/solved to the satisfaction of the shareholders. As on March 31, 2022, no complaints were pending. Shri Sanjay Ahuja, Company Secretary is the compliance officer of the Company.

(D) Corporate Social Responsibility Committeei) **Composition**

During the year under report, the Corporate Social Responsibility Committee of the Board

comprised of 4 Directors including 2 NEID, 1 NED and MD & CEO. The Chairman of the Committee is an Independent Director. The Committee met 3 times during the year on August 9, 2021, January 21, 2022 and February 12, 2022. The names of the members and attendance are as under:

Sl. No.	Name of Member	Status	No. of Meetings Attended
1.	Mrs. Thankom T. Mathew	Chairman (NEID)	3
2.	Dr. S. Ravi	NEID	3
3.	Shri R. K. Sood	NED	3
4.	Shri Anirban Chakraborty	MD & CEO	3

ii) **Terms of reference:**

1. Formulate and recommend to the Board, a Corporate Social Responsibility Policy which shall indicate the activities to be undertaken by the company as specified in Schedule VII;
2. Recommend the amount of expenditure to be incurred on the activities referred to in clause (a); and
3. Monitor the Corporate Social Responsibility Policy of the company from time to time

(E) Risk Management Committee

The Risk Management Committee was constituted adhering to the requirements of the Companies Act, 2013 and the SEBI (LODR) Regulations. The Committee's prime responsibility is to implement and monitor the risk management plan and policy of the Company. The Committee's constitution meets with the requirements of the SEBI (LODR) Regulations. The Role and Responsibilities of Committee inter-alia includes the followings;

- (1) To formulate a detailed risk management policy which shall include:
 - (a) A framework for identification of internal and external risks specifically faced by the Company, in particular including financial, operational, sectoral, sustainability (particularly, ESG related risks), information, cyber security risks or any other risk as may be determined by the Committee.
 - (b) Measures for risk mitigation including systems and processes for internal control of identified risks.
 - (c) Business continuity plan.
- (2) To ensure that appropriate methodology, processes and systems are in place to



monitor and evaluate risks associated with the business of the Company;

- (3) To monitor and oversee implementation of the risk management policy, including evaluating the adequacy of risk management systems;
- (4) To periodically review the risk management policy, at least once in two years, including by considering the changing industry dynamics and evolving complexity;
- (5) To keep the board of directors informed about the nature and content of its discussions, recommendations and actions to be taken;
- (6) The appointment, removal and terms of remuneration of the Chief Risk Officer (if any) shall be subject to review by the Risk Management Committee.

The Risk Management Committee of the Board comprised of 3 Directors including 1 NEID (Chairman), 1 NED and MD & CEO. Four meetings of the Risk Management Committee were held during the year on May 31, 2021, August 9, 2021, November 12, 2021 and February 12, 2022 detailed as under:

Sl. No.	Name of Member	Status	No. of Meetings Attended
1.	Shri Bapi Munshi (Chairman)	NEID	4
2.	Shri Anirban Chakraborty	MD & CEO	4
3.	Shri Shyam Maheshwari [@]	NED	3
4.	Shri Koppara Sajeev Thomas	NED	4

[@]ceased to be member on 31.12.2021

(F) Committee Meetings of Independent Directors

The Committee of Company’s all Independent Directors meet at least once in every financial year without the presence of Executive Directors or management personnel. Such meeting are conducted informally to enable Independent Directors to discuss matters pertaining to the Company’s affairs and put forth their views. One meeting of Independent Directors was held during the year 2021-22.

The independent directors in the meeting shall, inter-alia:

- i. reviewed the performance of non-independent directors and the Board as a whole;

- ii. reviewed the performance of the Chairperson of the company, taking into account the views of executive directors and non-executive directors;
- iii. assessed the quality, quantity and timeliness of flow of information between the company management and the Board that is necessary for the Board to effectively and reasonably perform their duties.

3. Other Committees

Share-Transfer Committee

The Company has constituted Share-Transfer Committee to approve transfer/transmission of shares issued by the Company. It also approves issue of duplicate certificates after split/consolidation/renewal and also monitors the investors' grievances. At present, the Share Transfer Committee comprises Managing Director, CFO and Company Secretary. During the year, the Committee had 5 meetings. Report on the meetings of Share Transfer Committee is placed before the Board for information.

In case of shares in electronic form, the transfers are processed by NSDL/CDSL through respective Depository Participants. In compliance with the Listing Regulations, a Practicing Company Secretary carries out audit of the System of transfer/transmission and a certificate to that effect is issued. However, as per SEBI Notification dated June 8, 2018 and further amendment including dated November 30, 2018, requests for effecting transfer of securities (except in case of transmission or transposition of securities) shall not be processed from April 1, 2019 unless the securities are held in the dematerialised form with the depositories. Therefore, Shareholders have been advised from time to time to take action to dematerialize the Equity Shares of the Company.

4. Functional Committees

The Board is authorized to constitute one or more Functional Committees delegating powers and duties with respect to specific purposes. Meeting of such Committees are held as and when the need arises. Time schedule for holding the meetings of such functional committees are finalized in consultation with the committees members.

Procedure at Committee Meetings

The Company’s guidelines relating to Board Meeting are applicable to Committee meetings as far as practicable. Each Committee has the authority to engage outside experts, advisor and counsels to the extent it considers appropriate to assist in its works. Minutes of the proceedings of the Committee meetings are placed before the Board meetings for perusal and noting.

**5. General Body Meeting:**

(A) Location and time where last three Annual General Meetings were held as under;

Financial Year	Date	Time	Location
2020-21	September 29, 2021	11.30 a.m.	4 th Floor, Tower 1, NBCC Plaza, Sector V, Pushp Vihar, Saket, New Delhi – 110 017
2019-20	August 17, 2020	11.30 a.m.	4 th Floor, Tower 1, NBCC Plaza, Sector V, Pushp Vihar, Saket, New Delhi – 110 017
2018-19	August 2019	11.00 a.m.	Little Theatre Group Auditorium, Mandi House, 1, Copernicus Marg, New Delhi -110001

(B) Details of Special resolution passed in the previous three Annual General Meetings:

AGM Date	Relevant provisions of the Companies Act 2013	Particulars of Special Resolutions
29.9.2021	Section 42,71	Issue of Bonds/Debentures
	Section 42, 62, 71, 179	Issue of Securities through QIP
	Section 42,62	Preferential Issue of Equity Shares
	Section 13, 61	Reclassification of Authorised Share Capital
	Section 13, 61	Amendment to the MOA of the Company
	Section 14	Alteration of the AOA of the Company
17.8.2020	Section 42,71	Issue of Bonds/Debentures
9.8.2019	Section 42,71	Issue of Bonds/Debentures

6. Disclosures

(A) Shri S.C. Sekhar and Shri Koppara Sajeev Thomas, Directors were holding 500 and 60,27,633 equity shares of the company respectively as on 31st March, 2022. None of the other Executive/Non-Executive Director held any shares/convertible Instruments of the Company as on 31st March, 2022.

(B) There was no case of non-compliance by the Company of any matter related to capital market during the last three years. There were no strictures or penalties, imposed on the Company by Stock Exchanges or SEBI or any other statutory authority for non-compliance of any matter related to the Capital market.

(C) **Related Party Transactions**

Related party transactions during the year have been disclosed in note No.40 to the financial statement in accordance with “IND AS”. There was no transaction of material nature with the directors or the management or their subsidiaries

or relatives during the year except allotment of 37,03,700 fully paid-up equity shares of face value of ₹10/- each on a preferential basis to, Pransatree Holdings Pte Limited (Promoter Group) at an issue price of ₹67.50 per share which was approved by the members at the 32nd AGM held on September 29, 2021. None of the Directors has any pecuniary relationship or transactions vis-à-vis the Company except remuneration and sitting fees.

(D) **Disclosure of Accounting Treatment**

In the preparation of financial statements, the Company has followed the Companies (Indian Accounting Standards) Rules, 2015 and the guidelines issued by Reserve Bank of India from time to time to the extent applicable. The significant accounting policies have been set out in the Notes to the Accounts.

(E) **Disclosure on Risk Management**

Business Risk Evaluation and Management is an ongoing process within the Company. The Company has framed the Risk Management Policy and risk mitigation procedure, which is periodically reviewed.

(F) The Company has complied with the mandatory requirements of the SEBI (LODR) Regulations.

(G) **Means of Communication:**

Quarterly results are published in leading English and Hindi newspapers viz. Financial Express, Jansatta etc.

Other information

(H) Details of utilization of funds raised through preferential allotment or qualified institutions placement as specified under Regulation 32 (7A).- The proceeds from funds raised by way of preferential issue of shares were utilized for general corporate purposes as specified in the objects of the issue.

(I) A Certificate from a company secretary in practice that none of the directors on the board of the company have been debarred or disqualified from being appointed or continuing as directors of companies by the Board/ Ministry of Corporate Affairs or any such statutory authority has been obtained and Attached as Annexure.

(J) During the year, no instances were reported where the board had not accepted any recommendation of any committee of the board which is mandatorily required.

(K) Total fees for all services to the statutory auditor was ₹13.40 lakh during 2021-22 (PY ₹9.28 lakh).

6.1 Rating

The bond issues, bank borrowings and commercial papers of TFCI are rated by CARE Ratings Ltd.



(CARE), Brickwork Ratings India (P) Ltd. (BWR) and Acuite Rating & Research Ltd. (ACUITE). The details of the same are as follows:

Rating Agency	Date of receipt of letter	Rating (Amount - ₹ in crore)		Rating Action
		Long-term Bonds	Bank Borrowings	
CARE	03.09.2021	A Outlook: Negative (631.50)	--	Downgraded from A+/Negative
Brickwork	06.07.2022	A+ Outlook: Stable (534.74)	A+ Outlook: Stable (1150.00)	Reaffirmed and outlook changed to Stable from Negative
ACUITE	29.4.2022	AA- Outlook: Negative (159.74) AA- Outlook: Negative (75.00) AA- Outlook: Negative (200.00)	AA- Outlook: Negative (200.00)	Reaffirmed/Assigned

7. Reconciliation of Share Capital Audit

A qualified practicing Company Secretary carried out quarterly reconciliation of Share Capital Audit to reconcile the total admitted capital with National Securities Depository Limited (NSDL) and Central Depository Services (India) Ltd. (CDSL) and the total issued and listed capital of the Company. The audit confirmed that the total issued/paid up capital of the company was in agreement with the aggregate of the total number of shares in physical form and dematerialized forms with NSDL and CDSL.

8. Code of Conduct

The Board has formulated a code of conduct for the Board Members and Senior Management Personnel of the Company. The same has also been posted on the website of the Company. The code has been circulated to all the members of the Board and Senior Management Personnel and the compliance of the same is affirmed by them annually. All Board Members and Senior Management Personnel have affirmed their compliance with the code.

8.1 Prohibition of Insider Trading

The Company has adopted a Code of Conduct for Prevention of Insider Trading in accordance with the requirements of SEBI (Prohibition of Insider Trading) Regulations, 2015 as amended and Companies Act, 2013. The Code is applicable to Promoters, Member of Promoter’s Group, all Directors and such Designated Employees who are expected to have access to unpublished price sensitive information relating to the Company. The Code requires pre-clearance for dealing in the Company’s shares beyond threshold limits. Further, it prohibits the purchase or sale of Company shares

by the Directors and the designated employees while in possession of unpublished price sensitive information in relation to the Company and during the period when the Trading Window is closed. This Code is displayed on the Company’s website viz. www.tfcilt.com

8.2 Whistle Blower policy

The Company has a Vigil mechanism and Whistle blower policy under which the employees are free to report violations of applicable laws and regulations and the Code of Conduct. The reportable matters may be disclosed to the Audit Committee. Employees may also report to the Chairman of the Audit Committee. During the year under review, no employee was denied access to the Audit Committee. This policy is displayed on the Company’s website viz. www.tfcilt.com

9. General Shareholders’ Information company Registration Details

The Company is registered in the State of Delhi. The Corporate Identity Number (CIN) allotted to the Company by the Ministry of Corporate Affairs (MCA) is L65910DL1989PLC034812.

9.1 ANNUAL GENERAL MEETING is proposed to be held on September 19, 2022 at 11:00 a.m. at 4th Floor, Tower 1, NBCC Plaza, Sector V, Pushp Vihar, Saket, New Delhi-110017

9.2 Financial calendar (tentative)

Financial Year: April 1, 2022 to March 31, 2023

Results for the quarter ending:

June 30, 2022	August 2022
September 30, 2022	October/November 2022
December 31, 2022	January/February 2023
March 31, 2023	April/May 2023
Annual General Meeting	September, 2023

9.3 Date of Book Closure

September 13, 2022 to September 19, 2022

9.4 Dividend Payment

Credit/dispatched between October 10, 2022 to October 18, 2022.

9.5 Listing on Stock Exchanges

- Bombay Stock Exchange Ltd., PhirozeJeejeebhoy Towers, Dalal Street, Mumbai- 400 001.
- National Stock Exchange of India Ltd. Exchange Plaza, Bandra-KurlaComplex, Bandra (E), Mumbai - 400 051



9.6 Stock-Market price data for the year 2021-2022

TFCI Share Price (in ₹)

Month & Year	BSE		NSE	
	High	Low	High	Low
Apr-21	63.55	51.65	63.70	51.60
May-21	72.50	54.95	72.00	55.10
Jun-21	82.70	64.00	82.60	64.00
Jul-21	83.30	72.20	83.35	72.25
Aug-21	79.00	57.85	78.80	57.90
Sep-21	76.50	66.00	76.55	66.10
Oct-21	77.90	65.35	78.00	65.35
Nov-21	71.00	55.40	71.05	55.10
Dec-21	63.00	54.10	65.50	54.00
Jan-22	76.00	58.85	76.40	59.05
Feb-22	74.00	51.50	74.40	51.30
Mar-22	64.80	55.00	65.00	55.25

Stock code: BSE: 526650, NSE: TFCILTD

Demat ISIN code: INE305A01015

9.7 Performance in comparison to broad-based indices:

TFCI's share-price performance relative to NSE Nifty and BSE sensx during the year 2021-22

	(% change) Index	(% change) TFCI's share Price	(% change) TFCI relative to index
BSE Sensx	+18.30%	-2.36%	-20.66%
NSE Nifty	+18.88%	-2.44%	-21.32%

9.8 Registrar and Share-Transfer Agent:

The Company has engaged MCS Share Transfer Agent Ltd., a SEBI registered Share-Transfer Agent, as Registrar and Share Transfer Agent (RTA) for processing the transfer of securities issued by the Company located at F-65, 1st Floor, Okhla Industrial Area, Phase-I, New Delhi-110020. RTA acknowledges and executes transfer of securities, arranges for issue of dividend/interest warrants. RTA also accepts, deals with and resolves complaints of shareholders and bondholders.

9.9 Share-Transfer System:

All the transfers are processed by the Registrar and Share Transfer Agents and are approved by the Share Transfer Committee. Pursuant to the SEBI (LODR) Regulations certificates on half year basis have been issued by a Company Secretary-In-Practice for due compliance of share transfer formalities by the Company. Pursuant to SEBI (Depositories and Participants) Regulations, 1996, certificates have also been received from a Company Secretary-in-Practice for timely dematerialization of the shares

of the Company and for conducting Secretarial Audit on a quarterly basis for re-conciliation of the share capital of the Company.

9.10 Distribution of Shareholding as on March 31, 2022

Range	Shares	Folios	Percent Shares	Percent Holders
1 - 500	7147645	57652	7.91	88.55
501 - 1000	3139800	3760	3.47	5.78
1001 - 2000	2765234	1790	3.06	2.75
2001 - 3000	1682003	644	1.86	0.99
3001 - 4000	905281	249	1.00	0.38
4001 - 5000	1286643	270	1.42	0.41
5001 - 10000	2930289	392	3.24	0.60
10001 - 50000	5300321	252	5.87	0.39
50001 - 100000	2570988	34	2.84	0.05
And Above	62644244	61	69.32	0.09
Total	90372448	65104	100.00	100.00

9.11 Categories of Shareholders as on March 31, 2022

SHAREHOLDING PATTERN		
Name of Shareholder	No. of Equity Shares Held	In %
I. Promoters/Promoters Group		
(i) India Opportunities III Pte. Ltd	8061597	8.92
(ii) Koppara Sajeev Thomas	6027633	6.67
(iii) Tamaka Capital (Mauritius) Limited	2421502	2.68
(iv) LIC ASM NON PAR	2960644	3.28
(v) The Oriental Insurance Co. Ltd	861527	0.95
(vi) Pransatree Holdings Pte. Limited	5362700	5.93
Total Promoters/Promoters Group Holding	25695603	28.43
II. Non Promoters Shareholders		
1. Mutual Fund	2000	0.00
2. Alternate Investment Funds	5509	0.01
3. Foreign Portfolio Investors	13072513	14.47
4. Financial Institutions/ Banks	780	0.00
5. Govt of India (Liquidator Account)	5500	0.01
6. Bodies Corporates	14063170	15.56
7. Individual Shareholding (General Public)	33685167	37.27
8. Trust & Cooperative Society	2000	0.00
9. NRIs	2877171	3.18
10. NBFCs	466	0.00
11. IEPF	962569	1.07
Total Public shareholding	64676845	71.57
Grand Total	9,03,72,448	100.00



9.12 Dematerialization of Shares

Sl. No.	Electronic/physical	Mode of holding %
1	NSDL	74.78%
2	CDSL	23.91%
3	Physical	1.31%
TOTAL		100.00%

Trading in Equity Shares of the Company is permitted only in dematerialized form. As on March 31, 2022, 98.69% of Company's total equity shares representing 8,91,89,163 Equity Shares were held in dematerialized form and the balance shares were in physical form.

9.13 Outstanding GDR/ADR/Warrants or any Convertible instruments: Nil

9.14 Plant Location: Not applicable. TFCI is a financial institution having its registered & corporate office at Delhi and branch/liason office at Mumbai.

9.15 Address for correspondence:

The Company's registered office is situated at:
 4th Floor, Tower 1,
 NBCC Plaza, Sector V, Pushp Vihar, Saket,
 New Delhi – 110 017
 Phone No.: 011-47472200 Fax:011-29561171
 Email: ho@tfciltd.com, Website: www.tfciltd.com
 Designated Email-id for investors' queries:
 complianceofficer@tfciltd.com

The Company's other office is situated at:
 607, 6th Floor, Lodha Supremus,
 Senapati Bapat Marg, Opp Kamla Mills,
 Lower Parel, Mumbai 400013
 Phone: 022-40591106

Shareholders' correspondence should be addressed to:
 MCS Share Transfer Agent Ltd.,
 Registrar and Transfer Agent,
 F-65, 1st Floor, Okhla Industrial Area Phase I,
 New Delhi-110 020
 Phone: 011-41406149/51/52, Fax:011-41709881
 Email: helpdeskdelhi@mcsregistrars.com

Shareholders holding shares in electronic mode should address their entire correspondence to their respective Depository Participants (DP).

Debenture Trustee:
IDBI Trusteeship Services Limited
 Asian Building, Ground Floor,
 17, R. Kamani Marg, Ballard Estate,
 Mumbai – 400 001
 T: 022-40807012

Axis Trustee Services Limited
 The Ruby, 2nd Floor, SW,
 29 Senapati Bapat Marg,
 Dadar West, Mumbai – 400 028

10. Review of Directors' Responsibility Statement

The Board, in its Report, has confirmed that the annual accounts for the year ended March 31, 2022 have been prepared as per applicable Indian accounting standards and policies and that sufficient care has been taken for maintaining adequate accounting records.

11. Compliance Certificate of the Auditors

The Secretarial Auditors have issued certificate confirming compliance with the conditions of Corporate Governance as stipulated the SEBI (LODR) Regulations. The same is attached to the Directors' Report forming part of the Annual Report.

12. Management Discussion and Analysis

Management's Discussion & Analysis forms part of the annual report.

13. Managing Director/CFO Certification

The Managing Director and the Chief Financial Officer of the Company give annual certification on financial reporting and internal controls to the Board in terms of SEBI (LODR) Regulation. The Managing Director and the Chief Financial Officer of the Company also give quarterly certification on financial results while placing financial results before the Board in terms of the SEBI (LODR) Regulation.



REPORT ON CSR ACTIVITIES/ INITIATIVES
[Pursuant to Section 135 of the Act & Rules made thereunder]

1. A brief outline of the company's CSR policy, including overview of the projects or programmes proposed to be undertaken

Vision Statement

To promote and create additional employment opportunities particularly in Tourism Sector by enhancing vocational skill specially among the children, women, young entrepreneurs, by undertaking livelihood enhancement projects as a key contributor to the growth of India and support sustainable development activities aimed at creating a cleaner, greener and healthier environment. To support project which would promote tourism in the country by preservation/protection/enhancement of tourism products of the country.

Objective

- To support activities aimed at development of human skills particularly needed for tourism sector.
 - To support activities/projects which would promote tourism in the country including protection of national heritage of art and culture, restoration of building and sites of heritage importance, work of art, promotion and development of traditional art, handicraft etc.
 - To support activities which help cleaner, greener and healthier environment and thereby enhancing TFCI's perception as a social responsible entity.
2. The composition of the CSR Committee

During the year under report, the Corporate Social Responsibility Committee of the Board comprised of 4 Directors including 2 NEID, 1 NED and MD & CEO. The Chairman of the Committee is an Independent Director.

Sl. No.	Name of Director	Designation / Nature of Directorship	Number of meetings of CSR Committee held during the year	Number of meetings of CSR Committee attended during the year
1	Mrs. Thankom T. Mathew	Chairman (NEID)	3	3
2	Dr. S. Ravi	Independent Director (NEID)	3	3
3	Shri R.K.Sood	Non-Executive Director (NED)	3	3
4	Shri Anirban Chakraborty	Managing Director & CEO	3	3

3. Web-link for details on composition of CSR Committee, CSR policy And CSR projects approved by the Board: www.tfciltd.com
4. Impact Assessment of CSR Projects
Not applicable
5. Amount available for set off

Details of the amount available for set off in pursuance of sub-rule (3) of rule 7 of the Companies (Corporate Social Responsibility Policy) Rules, 2014 and amount required for set off for the financial year, if any.

Sl. No.	Financial Year	Amount available for set-off from preceding financial years (in ₹)	Amount required to be set-off for the financial year, if any (in ₹)
1	2021-22	NIL	NIL
2	2020-21	NIL	NIL
3	2019-20	NIL	NIL
	TOTAL	NIL	NIL

6. Average Net Profit of the company as per section 135(5): ₹ 103,64,86,000
7. (a) Two percent of average net profit of the company as per section 135(5): ₹ 2,07,29,720
 (b) Surplus arising out of the CSR projects or programmes or activities of the previous financial years: Nil
 (c) Amount required to be set off for the financial year, if any: Nil
 (d) Total CSR obligation for the financial year (7a+7b-7c): ₹ 2,07,29,720



8. (a) CSR amount spent or unspent for the financial year:

Total Amount Spent for the Financial Year. (in ₹)	Amount Unspent (in ₹)				
	Total Amount transferred to Unspent CSR Account as per section 135(6).		Amount transferred to any fund specified under Schedule VII as per second proviso to section 135(5).		
	Amount.	Date of transfer.	Name of the Fund	Amount.	Date of transfer.
2,07,30,000/-	NIL	NIL	NIL	NIL	NIL

(b) Details of CSR amount spent against ongoing projects for the financial year: Not applicable

(1)	(2)	(3)	(4)	(5)		(6)	(7)	(8)	(9)	(10)	(11)	
Sl. No.	Name of the Project.	Item from the list of activities in Schedule VII to the Act.	Local area (Yes/No)	Location of the project.		Project duration.	Amount allocated for the project (in ₹).	Amount spent in the current financial Year (in ₹).	Amount transferred to Unspent CSR Account for the project as per Section 135(6) (in ₹).	Mode of Implementation - Direct (Yes/No).	Mode of Implementation - Through Implementing Agency	
				State	District						Name	CSR Registration number.
N.A												

(c) Details of CSR amount spent against other than ongoing projects for the financial year:

(1)	(2)	(3)	(4)	(5)		(6)	(7)	(8)	
Sl. No.	Name of the Project	Item from the list of activities in schedule VII to the Act.	Local area (Yes/No)	Location of the project.		Amount spent for the project (in ₹).	Mode of implementation - Direct (Yes/No)	Mode of implementation - Through implementing agency.	
				State	District			Name.	CSR regist. number.
1	KHELAGHAR towards education, food and lodging to 150 underprivileged children.	Education	NO	West Bengal	North 24 Parganas	17,90,000	NO	Khelaghar	CSR00019079
2	PARIVAR EDUCATION SOCIETY towards supporting education, nutritional requirements and overall development of 150 destitute and needy children for 2 Seva Kutir (Meal cum Education centers) in Madhya Pradesh	Education	NO	Madhya Pradesh	Khandwa	14,30,000	NO	Parivar Education Society	CSR00000052
3	DELHI COMPETITIVE & VOCATIONAL SOCIETY towards organising Skill Development Training for 30 persons in "Front Office Executive" as per the National Skill Qualification Framework guidelines with specified course curriculum	Education	Yes	Delhi	New Delhi	6,59,700	NO	Delhi Competitive & Vocational Society	CSR00009562
4	AKSHAYA PATRA FOUNDATION towards contribution for packed meal for 26,000 students	Malnutrition	Yes	Delhi	New Delhi	7,80,000	NO	Akshaya Patra Foundation	CSR00000286
5	FRIENDS OF TRIBAL SOCIETY towards supporting 114 one-teacher one- school called Ekal vidyalaya in rural villages of India	Education	No	Madhya Pradesh	Chindwara	25,08,000	NO	Friends Of Tribal Society	CSR00001898
6	RAMAKRISHNA MISSION towards contribution for Construction of new toilet of Ramakrishna Sadan of the Ramakrishna Mission Vidyapith	Sanitation	No	West Bengal	Purulia	12,65,000	No	Ramakrishna Mission	CSR00006101
7	ASEEM CHARITABLE EDUCATION TRUST towards capital expenditure for operating 2 computer skill centers at Okhla and Mehrauli, New Delhi	Education	Yes	Delhi	New Delhi	3,54,000	No	Aseem Charitable Education Trust	CSR00008591
8	SPECIAL OLYMPIC BHARAT towards training preparation of national team members of speed & figure skating for Special Olympics World Winter Games	Sports	No	Haryana	Gurugram	3,97,000	No	Special Olympic Bharat	CSR00008863
9	Contribution to Prime Minister's Citizen Assistance and Relief in Emergency Situations Fund	Prime Minister's CARE Fund	Yes	Delhi	Delhi	1,15,46,300	Yes		
						2,07,30,000		Total	



- (d) Amount spent in Administrative Overheads: Nil
 (e) Amount spent on Impact Assessment, if applicable: **Not Applicable**
 (f) Total amount spent for the Financial Year (8b+8c+8d+8e): **2,07,30,000/-**
 (g) **Excess amount for set off, if any**

Sl. No.	Particular	Amount (in ₹)
(i)	Two percent of average net profit of the company as per section 135(5)	2,07,29,720/-
(ii)	Total amount spent for the Financial Year	2,07,30,000/-
(iii)	Excess amount spent for the financial year [(ii)-(i)]	280/-
(iv)	Surplus arising out of the CSR projects or programmes or activities of the previous financial years, if any	Nil
(v)	Amount available for set off in succeeding financial years [(iii)-(iv)]	280/-

9. (a) Details of Unspent CSR amount for the preceding three financial years: **Not applicable**

Sl. No.	Preceding Financial Year.	Amount transferred to Unspent CSR Account under section 135 (6) (in ₹)	Amount spent in the reporting Financial Year (in ₹).	Amount transferred to any fund specified under Schedule VII as per section 135(6), if any.			Amount remaining to be spent in succeeding financial years. (in ₹)
				Name of the Fund	Amount (in ₹).	Date of transfer.	
1	2021-22	N.A	N.A	N.A	N.A	N.A	N.A
2	2020-21	N.A	N.A	N.A	N.A	N.A	N.A
3	2019-20	N.A	N.A	N.A	N.A	N.A	N.A
	TOTAL						

- (b) Details of CSR amount spent in the financial year for ongoing projects of the preceding financial year(s): **Not applicable**

(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
Sl. No.	Project ID.	Name of the Project.	Financial Year in which the project was commenced.	Project duration.	Total amount allocated for the project (in ₹).	Amount spent on the project in the reporting Financial Year (in ₹).	Cumulative amount spent at the end of reporting Financial Year. (in ₹)	Status of the project - Completed / Ongoing.
1	N.A	N.A	2021-22	N.A	N.A	N.A	N.A	N.A
2	N.A	N.A	2020-21	N.A	N.A	N.A	N.A	N.A
3	N.A	N.A	2019-20	N.A	N.A	N.A	N.A	N.A
	TOTAL							

Date : 10.8.2022
 Place : New Delhi

Sd/-
 (Director)

Sd/-
 (Chairman of CSR Committee)



Annexure 2

The ratio of the remuneration of each director to the median employee’s remuneration and other details in terms of sub-section 12 of Section 197 of the Companies Act, 2013 read with Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014:

Sr. No.	Requirements	Disclosure
1.	The ratio of the remuneration of each director to the median remuneration* of the employees for the financial year	Shri Anirban Chakraborty, MD & CEO 6.82:1
2.	The percentage increase* in remuneration of each director, CFO, CEO, CS in the financial year	Shri Anirban Chakraborty, MD & CEO 30.53% Shri Anoop Bali, ED & CFO 47.44% Shri Sanjay Ahuja, CS 14.59%
3.	The percentage increase* in the median remuneration of employees in the financial year	The median remuneration of the employees in the financial year was increased by 7.54%. The calculation of 7.54% increase in Median Remuneration is done based on comparable employees.
4.	The number of permanent employees on the rolls of the Company	There were 35 employees as on March 31, 2022
5.	The explanation on the relationship between average increase in remuneration and Company performance	The Remuneration of employees is based on CTC based salary structure and performance-linked incentive. The components of total remuneration vary for different cadres and are governed more or less by the structure prevalent in the Industry. However, the performance linked incentives are based on the financial performance of the Company.
6.	Comparison of the remuneration of the Key Managerial Personnel against the performance of the Company	During FY 2021-22, KMPs were paid remuneration approximately 4.01 % of the net profit for the year.
7.	Variations in the market capitalization of the Company, price earnings ratio as at the closing date of the current FY and previous FY and percentage increase over decrease in the market quotations of the shares of the Company in comparison to the rate at which the Company came out with the last public offer	The Market capitalization of the Company has increased from ₹497.21 crore as of March 31, 2021 to ₹543.14 Crore as of March 31, 2022. Over the same period, the price to earnings ratio moved from 6.16 to 6.00. TFCI stock price as at March 31, 2022 has decreased by 2.44% to ₹60.10 over the last year 31.3.2021 price of ₹61.60.
8.	Average percentile increase already made in the salaries of employees other than the managerial personnel in the last financial year and its comparison with the percentile increase in the managerial remuneration and justification thereof and point out if there are any exceptional circumstances for increase in the managerial remuneration;	Not Applicable to the Company, as all the employees are considered under Managerial role.
9.	Comparison of the each remuneration* of the Key Managerial Personnel against the performance of the Company	The comparison of remuneration of each of the Key Managerial personnel against the performance of the Company is as under : Particulars % of Net Profit for FY2021-22 MD & CEO 2.66% ED & CFO 0.83% CS 0.52%



10.	The key parameters for any variable component of remuneration availed by the directors	During the year under report, the Company has not paid any remuneration to Non-Executive Directors except by way of Sitting Fee which was paid ₹50,000 and ₹30,000 (plus service tax) per meeting to Non-Executive Directors for attending the meetings of Board and its Committees respectively. The sitting fee was revised to ₹75,000 and ₹50,000 (plus tax) per meeting) w.e.f. 21.3.2022 for attending the meetings of Board and its Committees respectively. One Non-Executive director (promoter group) is not drawing any sitting fee from the Company.
11.	The ratio of the remuneration of the highest paid director to that of the employees who are not directors but receive remuneration in excess of the highest paid director during the year	Nil
12.	Affirmation that the remuneration is as per the remuneration policy of the Company	Yes, the remuneration payable to MD/ Employees are as per the remuneration policy of the company approved by the Board.

13. Name of every employee of the company, who:

B. Information pursuant to Section 197 of the Companies Act, 2013 read with Rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014

The details of permanent employees (those in receipt of remuneration not less than One Crore two lakh rupees per annum or If employed for a part of the financial year, was in receipt of remuneration not less than Eight lakh Fifty Thousand rupees per month) is as under:

Name	Age	Designation	Remuneration (as per Form 16)	Qualifications	Experience (Year)	Date of Commence of Employment	Previous Employment/ Position Held	Whether relative of any director or manager /share held
1. Shri Anirban Chakraborty#	51	Managing Director & CEO	2,26,70,510	B.Tech, PGDBM (Financial Management)	28 Years	15.4.2019	Dy. CEO Axis Capital Ltd.	N.A

#Since retired on 14.04.2022

General Notes

- (1) Remuneration in case of MD is as per the terms of appointment approved by the Board and Shareholders.
- (2) *The Remuneration for the purpose of this table is defined as per the Form 16



Form AOC-1
(Pursuant to first proviso to sub-section (3) of section 129 read with rule 5 of Companies (Accounts) Rules, 2014)
Statement containing salient features of the financial statement of subsidiaries/ associate companies/ joint ventures
Part "A": Subsidiaries
(Information in respect of each subsidiary to be presented with amounts in ₹)

Sl. No.	Particulars	Details
1.	Sl. No.	1
2.	Name of the subsidiary	TFCI CAPITAL LIMITED (CIN: U74999DL2019PLC352536)
3.	The date since when subsidiary was acquired	12 th July, 2019
4.	Reporting period for the subsidiary concerned, if different from the holding company's reporting period (Financial year ending on March 31, 2022)	From 01/04/2021 To 31/03/2022
5.	Reporting currency and Exchange rate as the last date of Financial year	Indian Rupees
6.	Share capital	₹ 5,00,000
7.	Reserves & surplus	(4,58,687)
8.	Total assets	₹ 1,35,113
9.	Total Liabilities	₹ 1,35,113
10.	Investments	--
11.	Turnover	--
12.	Profit/ (Loss) before taxation	(84,668)
13.	Provision for taxation	--
14.	Profit/ (Loss) after taxation	(84,668)
15.	Proposed Dividend	--
16.	Extent of shareholding (In percentage)	100%

Notes:

- Names of subsidiary : **TFCI CAPITAL LIMITED**
- Names of subsidiaries which have been liquidated or sold during the year: N.A.

(S. C. Sekhar)
Director

(S.Ravi)
Non-Executive Chairman

Date : May 19, 2022
Place : New Delhi

(Sanjay Ahuja)
Company Secretary

(Anoop Bali)
Whole Time Director & CFO

Form No. MR-3

Annexure 3

SECRETARIAL AUDIT REPORT

For the financial year ended 31st March, 2022

[Pursuant to section 204(1) of the Companies Act, 2013 and rule 9 of the Companies (Appointment and Remuneration Personnel) Rules, 2014]

To,
The Members,

Tourism Finance Corporation of India Limited
4th Floor, Tower-1, NBCC Plaza, PushpVihar,
Sector-5, Saket, New Delhi-110017

We have conducted the Secretarial Audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **Tourism Finance Corporation of India Limited** (hereinafter called the Company). Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing my opinion thereon.

Based on our verification of the **Tourism Finance Corporation of India Limited** books, papers, minute books, forms and returns filed and other records maintained by the company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, We hereby report that in our opinion, the company has, during the audit period covering the financial year ended on **31st March, 2022** complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

We have examined the books, papers, minute books, forms and returns filed and other records maintained by Tourism Finance Corporation of India Limited for the financial year ended on 31st March 2022 according to the provisions of:

- The Companies Act, 2013 (the Act) and the rules made there under;
- The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made there under;
- The Depositories Act, 1996 and the Regulations and Bye-laws framed there under;
- Foreign Exchange Management Act, 1999 and the rules and regulations made there under to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings;



- (v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):-
- The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
 - The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
 - The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018;
 - The Securities and Exchange Board of India (Share Based Employee Benefits and Sweat Equity) Regulations, 2021; **(Not applicable to the Company during the Audit Period)**
 - Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008; Not applicable.
 - Securities and Exchange Board of India (Issue and Listing of Non-Convertible Securities) Regulations, 2021;
 - The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;
 - The Securities and Exchange Board of India (Delisting of Equity Shares) (Amendment) Regulations, 2016; **(Not applicable to the Company during the Audit Period)** and
 - The Securities and Exchange Board of India (Buy-back of Securities) Regulations, 2018; **(Not applicable to the Company during the Audit Period)**
- (vi) Having regard to the compliance system prevailing in the Company and on examination of the relevant documents and records in pursuance thereof, on test-check basis, the Company has complied with the following laws applicable specifically to the Company:
- Recovery of Debts to Banks and Financial Institutions Act, 1993.
 - The Securitization and Reconstruction of Financial Assets and Enforcement of Security Interest Act, 2002.
 - RBI Act, 1934 and the Rule & Regulations made thereunder.

We have also examined compliance with the applicable clauses of the following:

- Secretarial Standards issued by The Institute of Company Secretaries of India.
- The SEBI (Listing Obligation and Disclosure Requirements) Regulations 2015, (erstwhile Listing Agreement entered into by the Company with Bombay Stock Exchange Limited and National Stock Exchange of India Limited)

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

We further report that

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

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

Majority decision is carried through while the dissenting members' views, if any, are captured and recorded as part of the minutes.

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

We further report that during the audit period:

- The Company by way of Resolution passed by the Board of Director in their meeting held on October 11, 2021 allotted 96,55,700 equity shares of face value of ₹ 10/- each at a Premium of ₹ 57.50 each fully paid up by way of Preferential Issue on private placement basis.
- The Company by way of Resolution passed by the Resource Committee in their meeting held on December 01, 2021 allotted 400 senior, secured, rated, listed, transferable, principal protected market linked, redeemable non-convertible debentures of face value of ₹ 10,00,000/- each fully paid up.
- The Company has obtained the consent of the members on the following resolutions by way of passing of Special Resolutions in its Annual General meeting:
 - Under Section 42, 71: For Approval for having made and/or making offer(s) or invitation to subscribe to securities, including but not limited to bonds and non-convertible debentures, by way of private placement in one or more tranches, on such terms and conditions as it may consider proper upto an amount not exceeding 750 crore (Rupees Seven Hundred Fifty Crore only).
 - Further Issue of Securities through Qualified Institutional Placement.
 - Issuance of Equity Shares by way of Preferential Issue on private placement basis.
 - Reclassification of the authorized share capital of the company.
 - Amendment to the memorandum of association of the company.
 - Alteration to the articles of association of the company.

For NAVEEN NARANG & ASSOCIATES
COMPANY SECRETARIES
(NAVEEN NARANG)

Place : Delhi
Date : August 2, 2022

FCS: 6193
CP: 6621

UDIN: F006193D000726605

Note: This report is to be read with our letter of even date, which is annexed as Annexure A and forms an integral part of this report.



To,
The Members,
Tourism Finance Corporation of India Limited
4th Floor, Tower-1, NBCC Plaza, PushpVihar,
Sector-5, Saket, New Delhi-110017

Our report of even date is to be read along with this letter.

1. Maintenance of secretarial record is the responsibility of the management of the company. Our responsibility is to express an opinion on these secretarial records based on our audit.
2. We have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the Secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. We believe that the processes and practices, we followed provide a reasonable basis of our opinion.
3. We have not verified the correctness and appropriateness of financial records and Books of accounts of the Company.
4. Wherever required, we have obtained the Management representation about the compliance of laws, rules and regulations and happening of events etc.
5. The compliance of the provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of management. Our examination was limited to the verification of procedures on test basis.
6. The Secretarial Audit report is neither an assurance as to the future viability of the company nor of the efficacy or effectiveness with which the management has conducted the affairs of the company.

For Naveen Narang & Associates
Company Secretaries

(Naveen Narang)
Proprietor

Membership No. 6193
C.P. No. 6621

Place: Delhi
Date: August 2, 2022

CERTIFICATE OF NON-DISQUALIFICATION OF DIRECTORS
(Pursuant to Regulation 34(3) and Schedule V Para C clause (10)(i) of the SEBI
(Listing Obligations and Disclosure Requirements) Regulations, 2015

Annexure 3B

To
The Members,
Tourism Finance Corporation of India Limited
4th Floor, Tower-1, NBCC Plaza, PushpVihar,
Sector-5, Saket, New Delhi-110017

We have examined the relevant registers, records, forms, returns and disclosures received from the Directors of **Tourism Finance Corporation of India Limited** having CIN L65910DL1989PLC034812 and having registered office at 4th Floor, Tower-1, NBCC Plaza, Pushp Vihar, Sector-5, Saket, New Delhi-110017 (hereinafter referred to as 'the Company'), produced before me by the Company for the purpose of issuing this Certificate, in accordance with Regulation 34(3) read with Schedule V Para-C Sub clause 10(i) of the Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

In our opinion and to the best of my information and according to the verifications (including Directors Identification Number (DIN) status at the portal www.mca.gov.in) as considered necessary and explanations furnished to us by the Company & its officers, We hereby certify that none of the Directors on the Board of the Company as stated below for the Financial Year ending on **31st March, 2022** has been debarred or disqualified from being appointed or continuing as Director of companies by the Securities and Exchange Board of India, Ministry of Corporate Affairs, Reserve Bank of India or any such other Statutory Authority.

SR. NO.	NAME OF DIRECTOR	DIN	DATE OF APPOINTMENT IN COMPANY
1.	Dr. S. Ravi*	00009790	06/11/2013
2.	Mr. S. C. Sekhar	00024780	18/03/2015
3.	Mr. Bapi Munshi	02470242	01/02/2018
4.	Ms. Thankom T Mathew	00025326	24/10/2018
5.	Mr. Koppara Sajeve Thomas	08069585	15/03/2019
6.	Mr. Anirban Sudarshan Chakraborty	08402393	15/04/2019
7.	Mr. Ravinder Kumar Sood	07127966	30/09/2019

* since retired on 31.03.2022

For NAVEEN NARANG & ASSOCIATES
COMPANY SECRETARIES

(NAVEEN NARANG)
FCS: 6193
CP: 6621

Place : Delhi
Date : August 2, 2022

UDIN: F006193D000726495



CHIEF EXECUTIVE OFFICER & CHIEF FINANCIAL OFFICER CERTIFICATION

I, Anoop Bali, Whole Time Director & Chief Financial Officer (CFO) of Tourism Finance Corporation of India Limited, certify to the Board that:

- A. I have reviewed financial statements and the cash flow statement for the year and that to the best of my knowledge and belief:
 - i. These statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
 - ii. These statements together present a true and fair view of the company's affairs and are in compliance with existing accounting standards, applicable laws and regulations;
- B. There are, to the best of my knowledge and belief, no transactions entered into by the company which are fraudulent, illegal or violative of the company's code of conduct.
- C. I accept the responsibility for establishing and maintaining internal controls for financial reporting and that I have evaluated the effectiveness of the internal control systems of the company pertaining to financial reporting and I have disclosed to the Auditors and the Audit Committee, deficiencies in the design or operation of such internal controls, if any, of which I am aware and the steps I have taken or propose to take to rectify these deficiencies.
- D. I have indicated to the Auditors and the Audit Committee:
 - i. significant changes in internal control over financial reporting during the year;
 - ii. significant changes in accounting policies during the year and that the same have been disclosed in the notes to the financial statements; and
 - iii. instances of significant fraud of which they have become aware and the involvement therein, if any, of the management or an employee having a significant role in the company's internal control system over financial reporting.

Place : New Delhi
Date : May 18, 2022

(Anoop Bali)
Whole Time Director & CFO

DECLARATION BY THE WHOLE TIME DIRECTOR UNDER SEBI (LODR) REGULATIONS, 2015

I hereby confirm that all Board Members and Senior Management Personnel have confirmed compliance with Code of Conduct for Directors and Senior Management Personnel for the Financial Year ended March 31, 2022.

Place : New Delhi
Date : May 18, 2022

(Anoop Bali)
Whole Time Director & CFO

COMPANY SECRETARY'S CERTIFICATE ON CORPORATE GOVERNANCE

To the Members of
Tourism Finance Corporation of India Limited

We have examined the compliance of conditions of Corporate Governance by Tourism Finance Corporation of India Limited for the year ended 31st March 2022, as stipulated in the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

The compliance of conditions of Corporate Governance is the responsibility of the management. Our examination was limited to procedures and implementation thereof, adopted by the Company for ensuring the compliance of the conditions of the Corporate Governance. It is neither an audit nor an expression of opinion on the financial statements of the Company.

In our opinion and to the best of our information and according to the explanations given to us, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

We further state that such compliance is neither an assurance as to the future viability of the Company nor the efficiency or effectiveness with which the Management has conducted the affairs of the Company.

For **NAVEEN NARANG & ASSOCIATES**
COMPANY SECRETARIES

Place : New Delhi
Date : August 2, 2022

(NAVEEN NARANG)
FCS: 6193
CP: 6621
UDIN: F006193D000726541



BUSINESS RESPONSIBILITY REPORT FOR FY 2021-22
[In pursuant to Regulation 34(2)(f) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015]

SECTION A: GENERAL INFORMATION ABOUT THE COMPANY

S. No.	Particulars	Company Information
1	Corporate Identity Number (CIN) of the Company	L65910DL1989PLC034812
2	Name of the Company	Tourism Finance Corporation of India Limited
3	Registered address	4 th Floor, Tower 1, NBCC Plaza Pushp Vihar, Sector-5, Saket, New Delhi 110017
4	Website	www.tfcilt.com
5	E-mail id	complianceofficer@tfcilt.com
6	Financial Year reported	01.04.2021 - 31.03.2022
7	Sector(s) that the Company is engaged in (industrial activity code-wise)	Financial Services (Other financial service activities, except Insurance and pension funding activities, NIC code 64990)
8	Key services provided by the Company	The Company was established in 1989 and has track record of more than three decades in providing finance to Tourism and other allied Sectors all over India.
9	Total number of locations where business activity is undertaken by the Company	(a) Number of International Locations: NIL (b) Number of National Locations: 2. The Company has Registered office in Delhi and office in Mumbai.
10	Markets served by the Company	All over India

SECTION B: FINANCIAL DETAILS OF THE COMPANY (AS ON 31.3.2022)

S. No.	Particulars	Company Information
1	Paid up Capital (INR in Lakh)	₹ 9,037.24
2	Total Turnover (INR in Lakh)	₹ 25,431.04
3	Total profit after taxes (INR in Lakh)	₹ 8,531.87
4	Total Spending on Corporate Social Responsibility (CSR) as percentage of profit after tax (%) (Standalone)	The Company has spent ₹207.30 lakh during the Financial Year 2021-22 on CSR activities, which is 2% of the average net profit of the last 3 years.
5	List of activities in which expenditure in 4 above has been incurred	CSR activities during 2021-22 were mainly done in Education, Malnutrition, Sports and Social Welfare. (For more detail please refer to CSR activities attached as part of Report of Board of Directors)

SECTION C: OTHER DETAILS

S. No.	Particulars	Company Information
1	Does the Company have any Subsidiary Company/ Companies	Yes (TFCI Capital Ltd.)
2	Do the Subsidiary Company/ Companies participate in the BR Initiatives of the parent company? If yes, then indicate the number of such subsidiary company(s)	Not Applicable. TFCI Capital Ltd operations are minimal.
3	Do any other entity/entities (e.g. suppliers, distributors etc.) that the Company does business with, participate in the BR initiatives of the Company? If yes, then indicate the percentage of such entity/entities? [Less than 30%, 30-60%, More than 60%]	No.



SECTION D: BR INFORMATION

1. Details of Director/Directors responsible for BR

(a) Details of the Director/Directors responsible for implementation of the BR policy/policies

No.	Particulars	Details
1	DIN Number (if applicable)	00302077
2	Name	Shri Anoop Bali
3	Designation	Whole Time Director & CFO

(b) Details of the BR head

No.	Particulars	Details
1	DIN Number (if applicable)	NA
2	Name	Shri Sanjay Ahuja
3	Designation	Company Secretary
4	Telephone number	Phone: 01129561180 Fax:01129561171
5	e-mail id	complianceofficer@tfcilttd.com

2. Principle-wise (as per NVGs) BR Policy/policies:

The Business Responsibility Policy (“BR Policy”) addressing the following 9 principles as per the National Voluntary Guidelines on Social, Environmental and Economic Responsibilities of Business (NVGs). The 9 principles outlined in the National Voluntary Guidelines are as follows:

P 1	Businesses should conduct and govern themselves with Ethics, Transparency and Accountability
P 2	Businesses should provide goods and services that are safe and Contribute to sustainability throughout their life cycle
P 3	Businesses should promote the well being of all employees
P 4	Businesses should respect the interests of and be responsive towards all stakeholders, especially those who are disadvantaged, vulnerable and marginalized
P 5	Businesses should respect and promote human rights
P 6	Business should respect, protect and make efforts to restore the environment
P 7	Businesses, when engaged in influencing public and regulatory policy should do so in a responsible manner
P 8	Businesses should support inclusive growth and equitable development
P 9	Businesses should engage with and provide value to their customers and consumers in a responsible manner

(a) Details of compliance (Reply in Y/N)

No	Questions	P 1	P 2	P 3	P 4	P 5	P 6	P 7	P 8	P 9
1	Do you have a policy/ policies for	Y	-	Y	Y	Y	-	-	Y	Y
2	Has the policy being formulated in Consultation with the relevant stakeholders?	Y	-	Y	Y	Y	-	-	Y	Y
3	Does the policy conform to any national/ international standards? If yes, specify? (50 words)	Y	-	Y	Y	Y	-	-	Y	Y
4	Has the policy being approved by the Board? Is yes, has it been signed by MD/ owner/ CEO/ appropriate Board Director?	Y	-	Y	Y	Y	-	-	Y	Y



5	Does the company have a specified committee of the Board/ Director/ Official to oversee the implementation of the policy?	Y	-	Y	Y	Y	-	-	Y	Y
6	Indicate the link for the policy to be viewed online?	#	-	#	#	#	-	-	#	#
7	Has the policy been formally communicated to all relevant internal and external stakeholders?	Y	-	Y	Y	Y	-	-	Y	Y
8	Does the company have in-house structure to implement the policy/ policies.	Y	-	Y	Y	Y	-	-	Y	Y
9	Does the Company have a grievance redressal mechanism related to the policy/ policies to address stakeholders' grievances related to the policy/ policies?	Y	-	Y	Y	Y	-	-	Y	Y
10	Has the company carried out independent audit/ evaluation of the working of this policy by an internal or external agency?	N	-	N	N	N	-	-	N	N

(b) If answer to the question at serial number 1 against any principle, is 'No', please explain why: (Tick up to 2 options)

No	Questions	P 1	P 2	P 3	P 4	P 5	P 6	P 7	P 8	P 9
1	The company has not understood the Principles	-	-	-	-	-	-	-	-	-
2	The company is not at a stage where it finds itself in a position to formulate and implement the policies on specified principles	-	-	-	-	-	-	-	-	-
3	The company does not have financial or manpower resources available for the task	-	-	-	-	-	-	-	-	-
4	It is planned to be done within next 6 months	-	-	-	-	-	-	-	-	-
5	It is planned to be done within the next 1 year	-	-	-	-	-	-	-	-	-
6	Any other reason (please specify)	-	*	-	-	-	*	*	-	-

[#]<https://www.tfciltd.com>

*Considering the nature of company's business, these Principles have limited applicability. The Company complies with Regulations governing its operations and has taken initiatives to promote inclusive growth and environmental sustainability.

3. Governance related to BR

No	Particulars	Details
(a)	Indicate the frequency with which the Board of Directors, Committee of the Board or CEO to assess the BR performance of the Company. Within 3 months, 3-6 months, Annually, More than 1 year	The Board of Directors / its Committees / MD & CEO or any authorised officials of the Company, as the case may be, assesses the BR Performance on Annual basis
(b)	Does the Company publish a BR or a Sustainability Report? What is the hyperlink for viewing this report? How frequently it is published?	The information on Business Responsibility has, by and large, been included in the section – Management Discussion and Analysis Report which forms part of the Annual Report of the Company on annual basis and now in a separate section of the Annual Report. The same is also available on the website of the Company at https://www.tfciltd.com



SECTION E: PRINCIPLE -WISE PERFORMANCE

Principle-1

Businesses should conduct and govern themselves with Ethics, Transparency and Accountability

- 1. Does the policy relating to ethics, bribery and corruption cover only the company? Yes/No. Does it extend to the Group/ Joint Ventures/ Suppliers/ Contractors/ NGOs/Others?**

Yes, The Company has defined a Code of Conduct to deter wrongdoings and to promote ethical practices. Yes, the Code extends to all dealings with suppliers, customers and other business partner

- 2. How many stakeholder complaints have been received in the past financial year and what percentage was satisfactorily resolved by the management? If so, provide details thereof, in about 50 words or so.**

	Pending as on 01-04-2021	Received during the Year	Redressed during the year	Pending as on 31-03-2022
Customer Complaints	Nil	Nil	Nil	Nil
Investor Complaints	Nil	56	56	Nil
Consumer cases	Nil	Nil	Nil	Nil

Principle-2

Businesses should provide goods and services that are safe and Contribute to sustainability throughout their life cycle

- 1. List up to 3 of your products or services whose design has incorporated social or environmental concerns, risks and/or opportunities.**

Not Applicable

- 2. For each such product, provide the following details in respect of resource use (energy, water, raw material etc.) per unit of product (optional):**

(a) **Reduction during sourcing/ production/ distribution achieved since the previous year throughout the value chain?**

(b) **Reduction during usage by consumers (energy, water) has been achieved since the previous year?**

The Company operates in financial services sector, therefore this aspect doesn't relate to the nature of its business. However, the Company extensively monitors its energy consumption.

- 3. Does the company have procedures in place for sustainable sourcing (including transportation)? If yes, what percentage of your inputs was sourced sustainably? Also, provide details thereof, in about 50 words or so.**

The Company is in the Financial Service Sector, therefore this aspect doesn't relate to the nature of its business.

- 4. Has the company taken any steps to procure goods and services from local & small producers, including communities surrounding their place of work?**

If yes, what steps have been taken to improve their capacity and capability of local and small vendors?

Not Applicable

- 5. Does the company have a mechanism to recycle products and waste?**

If yes, what is the percentage of recycling of products and waste (separately as <5%, 5-10%, >10%). Also, provide details thereof, in about 50 words or so.

Not Applicable

Principle-3

Businesses should promote the well being of all employees

- 1. Please indicate the Total number of employees: 35**
- 2. Please indicate the Total number of employees hired on temporary/ contractual/ casual basis: 1**
- 3. Please indicate the Number of permanent women employees: 6**



4. Please indicate the Number of permanent employees with disabilities: NA
5. Do you have an employee association that is recognized by management: NO
6. What percentage of your permanent employees is members of this recognized employee association? NA
7. Please indicate the Number of complaints relating to child labour, forced labour, involuntary labour, sexual harassment in the last financial year and pending, as on the end of the financial year.

No.	Category	No of complaints filed during the financial year	No of complaints pending as on end of the financial year
1	Child labour/ forced labour/ involuntary labour	Nil	Nil
2	Sexual harassment	Nil	Nil
3	Discriminatory employment	Nil	Nil

8. What percentage of your under mentioned employees were given safety & skill up- gradation training in the last year?
 - (a) Permanent Employees
 - (b) Permanent Women Employees
 - (c) Casual/Temporary/Contractual Employees
 - (d) Employees with Disabilities

The Company has established in-house systems in place to inculcate high performance culture in the organization. The Company periodically organize the training programmes for upgrading functional and soft skills of employees. The Company provide Induction training to all the employees and on regular intervals various other training program are attended by the employees to update subject knowledge. In order to ensure healthy working conditions and prevent sexual harassment of women employees, the Company has constituted Internal Complaint Committees

Principle-4

Businesses should respect the interests of and be responsive towards all stakeholders, especially those who are disadvantaged, vulnerable and marginalized.

1. Has the company mapped its internal and external stakeholders? Yes/No
No
2. Out of the above, has the company identified the disadvantaged, vulnerable & marginalized stakeholders?
Not Applicable
3. Are there any special initiatives taken by the company to engage with the disadvantaged, vulnerable and marginalized stakeholders. If so, provide details thereof, in about 50 words or so.
Not Applicable

Principle-5

Businesses should respect and promote human rights.

1. Does the policy of the company on human rights cover only the company or extend to the Group/Joint Ventures/ Suppliers/ Contractors/ NGOs/ Others?
This is covered under Policy on Business Responsibility Report. It is available on the website of the Company www.tfciltltd.com
2. How many stakeholder complaints have been received in the past financial year and what percent was satisfactorily resolved by the management?
Kindly refer Principle 1 point no. 2.



Principle-6

Business should respect, protect and make efforts to restore the environment.

1. **Does the policy related to Principle 6 cover only the company or extends to the Group/ Joint Ventures/ Suppliers/ Contractors/ NGOs/ others.**

Not Applicable

2. **Does the company have strategies/ initiatives to address global environmental issues such as climate change, global warming, etc? Yes/No. If yes, please give hyperlink for web page etc.**

Not Applicable

3. **Does the company identify and assess potential environmental risks? Y/N**

Not Applicable

4. **Does the company have any project related to Clean Development Mechanism? If so, provide details thereof, in about 50 words or so. Also, if yes, whether any environmental compliance report is filed?**

Not Applicable

5. **Has the company undertaken any other initiatives on – clean technology, energy efficiency, renewable energy, etc.? Yes/No. If yes, please give hyperlink for web page etc.**

Not Applicable

6. **Are the Emissions/Waste generated by the company within the permissible limits given by CPCBI SPCB for the financial year being reported?**

Not Applicable

7. **Number of show causal legal notices received from CPCB/SPCB which are pending (i.e. not resolved to satisfaction) as on end of Financial Year.**

Not Applicable

Principle-7

Businesses, when engaged in influencing public and regulatory policy should do so in a responsible manner.

1. **Is your company a member of any trade and chamber or association? If Yes, Name only those major ones that your business deals with:**

ASSOCHAM, CII, FHRAI and WTTCII

2. **Have you advocated/lobbied through above associations for the advancement or improvement of public good? Yes/No; If yes specify the broad areas (drop box: Governance and Administration, Economic Reforms, Inclusive Development Policies, Energy security, Water, Food Security, Sustainable Business Principles, Others)**

Yes. Representations had been submitted to the Government and other authorities on various matters for the improvement of Tourism and related matters for public good

Principle-8

Businesses should support inclusive growth and equitable development

1. **Does the company have specified programmes/initiatives/projects in pursuit of the policy related to Principle 8? If yes details thereof.**

Yes, Please refer to Annual Report on CSR Activities

2. **Are the programmes/projects undertaken through in-house team/ own foundation/ external NGO/government structures/ any other organization?**

Yes, various programmes have been carried out by the Company though in house team and external NGO.

3. **Have you done any impact assessment of your initiative?**

The Company has a process for doing the impact assessment for its key CSR interventions by engaging Employees of the company on the regular basis.



4. What is your company's direct contribution to community development projects- Amount in INR and the details of the projects undertaken.

During FY2021-22 ₹ 207.30 lakh was spent on CSR activities as per details mentioned in Annual Report.

5. Have you taken steps to ensure that this community development initiative is successfully adopted by the community? Please explain in 50 words, or so.

The Company's CSR initiatives are aligned to the mission of driving a positive change in the communities. The Company actively implements projects and initiatives in the areas of health, education, skill development & social welfare. As part of CSR initiative the Company has sponsored education of needy children in rural area by assisting for their infrastructure, school bags, stationery, uniform, food etc. Your company believes that education is one of the most important investments which can create positive impact on society. Your Company has also contributed for providing mid-day food for needy school going children and upgradation of sanitisation/toilet facilities for public good. It is Company's continuous endeavor to increase its CSR impact and spend over the coming years, supplemented by its continued focus towards social welfare including health, education and sanitation. For further Details please refer to Annual Report on CSR activities for details.

Principle-9

Businesses should engage with and provide value to their customers and consumers in a responsible manner.

1. What percentage of customer complaints/consumer cases are pending as on the end of financial year.

No customer complaints/ consumer cases are pending as on the end of the financial year.

2. Does the company display product information on the product label, over and above what is mandated as per local laws? Yes/No/N.A./Remarks (additional information)

Not Applicable

3. Is there any case filed by any stakeholder against the company regarding unfair trade practices, irresponsible advertising and/or anti-competitive behavior during the last five years and pending as on end of financial year. If so, provide details thereof, in about 50 words or so.

No

4. Did your company carry out any consumer survey/ consumer satisfaction trends?

NA



APPENDIX TO DIRECTORS' REPORT

PROJECTS WISE AND PURPOSE WISE CLASSIFICATION OF FINANCIAL ASSISTANCE SANCTIONED DURING 2021-22 AND CUMULATIVE UPTO 31.03.2022

(₹ In Lakh)

Purpose	New		Expansion		Ren./Eq. Finance		Exp/Reno/ Acq./Restr.		Total	
	No	Amount	No.	Amount	No.	Amount	No.	Amount	No.	Amount
5 STAR HOTEL	1	2500	0	0	0	0	0	8379	1	10879
	98	214375	17	18476	18	13208	52	174941	185	421000
4 STAR HOTEL	1	1900	0	0	0	0	0	5514	1	7414
	63	115376	8	11857	6	2395	14	42583	91	172211
3 STAR HOTEL	0	0	0	0	0	0	0	4041	0	4041
	286	206572	27	19862	14	5283	54	63644	381	295361
2 STAR HOTEL	0	0	0	0	0	0	0	1387	0	1387
	26	12568	1	388	1	90	3	5091	31	18137
HERITAGE	0	0	0	0	0	0	0	0	0	0
	17	3764	3	1030	2	425	2	586	24	5805
UNCLASSIFIED	0	0	0	0	0	0	0	0	0	0
	3	2710	0	0	1	24	3	7481	7	10215
AMUSEMENT PARK/SHOPPING COMPLEX-CUM-ENT. CENTRE/ WATER PARK/MULTIPLEX/ ACTIVITY CENTRE/ INTEGRATED/ROPEWAY/ CONVENTION CENTRE	0	0	0	0	0	0	0	0	0	0
	35	35483	5	2490	1	150	6	9692	47	47815
RESTAURANT	0	0	0	0	0	0	0	0	0	0
	17	6174	3	1835	4	509	2	1805	26	10323
TOURIST CARS/ COACHES	0	0	0	0	0	0	0	0	0	0
	2	241	7	17826	2	600	1	5000	12	23667
RTDC/PALACE ON WHEELS	0	0	0	0	0	0	0	0	0	0
	2	2150	0	0	1	1000	1	500	4	3650
OTHERS	0	0	0	0	0	0	0	0	0	0
	40	61085	21	50950	3	5273	28	77089	92	194397
INFRASTRUCTURE PROJECTS	0	0	0	0	0	0	0	0	0	0
	10	36180	1	3000	0	0	4	17296	15	56476
TOTAL	2	4400	0	0	0	0	0*	19321	2	23721
	599	696678	93	127714	53	28957	170	405708	915	1259057

* New borrower were not added as facilities sanctioned to existing borrowers under various COVID -19 schemes announced by RBI/GOI.

Normal - Current Year (2021-22)

Highlighted - Cumulative



INDEPENDENT AUDITORS' REPORT

**To the Members of
Tourism Finance Corporation of India Limited
Report on the Standalone Financial Statements**

Opinion

We have audited the accompanying Standalone financial statements of Tourism Finance Corporation of India Limited ("the Company"), which comprise the standalone balance sheet as at 31st March 2022, and the standalone statement of Profit and Loss (including other comprehensive income), standalone statement of changes in equity and standalone 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 (hereinafter referred to as "standalone financial statements")

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 Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2022, and its profit and other comprehensive income, 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 Standalone 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.

Emphasis of Matter

Attention is invited to note no. 60 to the standalone financial statements, which indicate the uncertainties caused by the pandemic Covid-19 and the related probable event and describe the management's assessment of its impact on the business operation of the company and company's estimates of impairment of loans to its customers.

Our opinion is not modified in this matter.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the standalone financial statements for the financial year ended 31.03.2022. These matters were addressed in the context of our audit of the standalone financial statements, as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. We have determined the matters described below to be the key audit matters to be communicated in our report:—

S. No.	Key Audit Matter	How our Audit addressed Key Audit Matters
1.	<p>Impairment of Financial Assets based on expected credit losses as at balance sheet date (As described in note no 43 of the standalone financial statements)</p> <p>Ind AS 109 requires the company to provide for impairment of its Financial Assets using an expected credit loss (ECL) model. A model of ECL is developed by the company based on the guiding principal prescribed under Ind AS 109. ECL involves an estimation of probability weighted loss on financial instrument over their life information about past event, current conditions and estimates of future economic conditions which could impact the credit quality of company's loans and advances.</p> <p>In the above process , a significant degree of judgement has been applied by the management which includes:</p> <ul style="list-style-type: none"> • Segmentation of the loan portfolio into homogenous pool of borrowers • Identification of exposures where there is a significant increase in credit risk • Completeness and timing of recognition of default, in accordance with the prudential norms on Income Recognition, Asset classification and provisioning pertaining to loan assets • Determination of the 12 months and lifetime probability of default for each of the segment identified and • Loss given default for various exposures based on past trends/experience management estimates 	<p>Considered the Company's accounting policies for impairment of Financial assets and their Compliance with Ind AS 109 and the "Governance framework" in line with Reserve Bank of India (RBI) guidance.</p> <p>Evaluated the Company's Expected Credit Loss (ECL) methodology, the underlying assumptions and performed sample tests to assess the staging of outstanding exposures; Assessed the Exposure at Default used in the impairment calculations on a test basis;</p> <p>Evaluated the basis and methodology adopted by management to determine 12 month and life-time probability of defaults for various homogenous segments and performed test checks. Assessed the data used in the impairment computation;</p> <p>Evaluated the process adopted by the management for significant judgments and estimates, including future economic conditions, for ECL Computation and additional overlay provision</p>



	<p>As stated in note number 43 to the standalone financial statement for the year ended on 31st March 2022 the management has determine the allowances for credit losses based on historical loss experience adjusted to reflect current and estimated future economic conditions. Considering the future uncertainties due to pandemic Covid-19 and other related probable events which has impact on the company's business operation, the company has recorded ECL allowances aggregating to ₹ 2701.46 lakh which includes an overlay of ₹ 2153.94 Lakh as part of ECL to reflect among other things the increased risk of deterioration in loans Assets. Due to unique nature of pandemic and the extent of its economic impact which depend on future development and Governmental and regulatory measures, enhanced ECL has been provided.</p> <p>In view of the significance of the amount of loan assets in the stand alone financial statements and high degree of management's judgement involve in estimation of ECL we have considered allowance of credit loss as key audit matter.</p>	<p>Assessed analytical reviews of disaggregated data to observe any unusual trends warranting additional audit procedures;</p> <p>Reviewed advances including stressed advances on a sample basis with respect to compliance with the RBI Circulars/Guidelines/ Judicial pronouncements.</p> <p>Assessed disclosure made in the standalone financial statements in respect of expected credit losses including disclosure made with regard to the impact of Covid-19 on ECL Estimation.</p>
2	<p>Pending litigations with tax Authorities</p> <p>During the assessment proceedings of the earlier years the tax Authorities has raised the tax demands on the company. The company has disputed such demands and preferred appeal against them at appropriate forum.</p> <p>As per Ind AS-37 the company is required to perform an assessment of the probability of economic outflow on account of such disputed tax matters pending under litigation and determine whether any particular obligation needs to be recorded as a provision in the books of accounts or to be disclose as a contingent liability.</p> <p>As such demand amounting to ₹ 512.39 lakh are Pending under litigation at different forum is treated as contingent liability.</p> <p>Further the Company has provided ₹ 164.75 lakh (Net) relating to tax of earlier years on receipt of appeal effects orders and the management is of the view that possibility of further recovery of these amount is remote.</p> <p>Considering the significant degree of judgement applies by the management in making such assessment and the resultant impact on the stand alone financial statement we have considered it to be a key audit matter.</p>	<p>We have performed the following procedure to assess the company's exposure for tax matters under litigation.</p> <ul style="list-style-type: none"> • Evaluate the process laid down by the management for performing their assessment taking into consideration past legal precedents, changes in laws and regulations, expert opinions obtained from external tax/legal experts; • Evaluate communications with relevant authorities including notices, demands, orders, etc., relevant to the pending litigations, as made available to us by the management; • Tested the accuracy of disputed amounts from the underlying communications received from tax authorities and responses filed by the Company; • Considered the submissions made to appellate authorities and expert opinions obtained by the Company from external tax / legal experts which form the basis for management's assessment; • Assessed the positions taken by the management in the light of the aforesaid information. • Read the disclosures included in the Standalone Financial Statements in this regard.
3	<p>Investment in Security Receipts (SRs)</p> <p>Company has investments in Security Receipts (SR) issued by ARCs on assignment of certain loan accounts. The impairment on such investments is ascertained on the basis of NAV declared by ARCs based on evaluation done by external rating agencies. The impairment is further tested considering relevant RBI guidelines in this regard. Considering the significant judgement and estimation on the recoverability above to be a Key Audit Matter.</p>	<ul style="list-style-type: none"> • Evaluated the assignment agreement executed between Company and ARC. • Reviewed the compliance with the RBI guidelines. • Verified NAV letter issued by ARC based on evaluation done by external rating.

Information other than the Standalone Financial Statements and Auditor's Report thereon

The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the company's Annual Report but does not include the standalone financial statements and our auditor's report thereon.

Our opinion on the standalone financial statements does not cover the other information and we do not express any form of assurance conclusion thereon. In connection with our audit of the standalone financial statements, our responsibility is to read the other information when it becomes available to us and, in doing so, consider whether the other information is materially inconsistent with the standalone financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.

When we read such other information as and when made available to us and if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance. We have nothing to report in this regard.

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, including other comprehensive income, changes in equity and cash flows of the Company in accordance with the Ind AS accounting principles generally accepted in India. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities, selection and application of appropriate accounting policy, 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 Standalone financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the standalone 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 Standalone Financial Statements

Our objectives are to obtain reasonable assurance about whether the standalone 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 these standalone financial statements.

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

- Identify and assess the risks of material misstatement of the standalone financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Co. Act 2013, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the standalone financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the standalone financial statements including the disclosures, and whether the standalone financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

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

Report on Other Legal and Regulatory Requirements

As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of subsection (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 (including other comprehensive income), statement of change in equity 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 Ind AS specified under Section 133 of the Act. Read with the rule 7 of the companies rule (accounts) rules, 2014 to the extent applicable to the company and in the manner so required.
- e) On the basis of the written representations received from the directors as on 31.03.2022 and taken on record by the Board of Directors, none of the directors is disqualified as on 31 March, 2022 from being appointed as a director in terms of Section 164 (2) of the Act.



f) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended:

In our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Company to its directors during the year is in accordance with the provisions of section 197 of the Act

g) In 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". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting.

h) 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 standalone financial statements.

ii. The Company has made provision, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long-term contracts including derivative contracts to the standalone financial statements;

iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company

For M Verma & Associates

Chartered Accountants

FRN – 501433C

(CA Mohender Gandhi)

Partner

M.No.: 088396

Place : New Delhi

Date : May 19, 2022

UDIN: 22088396AJGMJX9335



ANNEXURE 'A' TO THE INDEPENDENT AUDITOR'S REPORT

The Annexure Referred to in our independent auditor's report in paragraph 3 under 'Report on Other Legal and Regulatory Requirements' section of our report to the Members of Tourism Finance Corporation of India Limited on the standalone financial statement for the year ended 31.03.2022, we report that

To the best of our information and according to the explanations provided to us by the Company and the books of account and records examined by us in the normal course of audit, we state that:

- (i) (a) (A) The Company has maintained digital records showing full particulars, including quantitative details and situation of Property, Plant and Equipment. In our opinion the record maintained are proper however, the records needs to be strengthened by maintaining the audit trail for any subsequent modification/alteration in the fixed assets records.
 - (B) The Company has maintained proper records showing full particulars of intangible assets.
- (b) The Company has a system of physical verification of its fixed assets annually. Accordingly, fixed assets were verified during the year and no material discrepancies were noticed on such verification. In our opinion, this periodicity of physical verification is reasonable having regard to the size of the Company and the nature of its assets.
- (c) As per information and record provided to us in respect of company's property situated at 4th floor, NBCC Plaza, Pushp Vihar, Sector -5, Saket New Delhi 110017, execution of title deed (Sub-lease deed) in favour of company is pending as clearance from local authorities is awaited, however agreement to sale and possession letter dated 04.04.2008 executed in favour of company by NBCC Ltd is held on record.
- (d) The Company has not revalued any of its Property, Plant and Equipment (including right-of-use assets) and intangible assets during the year.
- (e) No proceedings have been initiated during the year or are pending against the Company as at March 31, 2022 for holding any Benami property under the Benami Transactions (Prohibition) Act, 1988 (as amended in 2016) and rules made thereunder.
- (ii) (a) Company is not dealing or trading in inventories hence reporting under clause 3(ii)(a) of the Order is not applicable.
 - (b) Working Capital facility amounting to ₹110 crore is sanctioned by Banks against the security of hypothecation of book debts / future receivable and pledge of debt investments. As per information and records available to us company is submitting monthly /quarterly statements to the Banks, no discrepancy observed on verification of statements submitted to the banks with the books of accounts maintained by the company.
- (iii) (a) The company is registered as NBFC and principal business of the company is to give loan therefore clause 3(iii)(a) is not applicable.
 - (b) As per record information and explanation provided to us, we have observed that the investment made and terms and condition of the loans and advances granted during the year are not prejudicial to the company's interest.
 - (c) As per record information and explanation provided to us, in respect of loans and advances sanctioned during the year schedule of repayment for principal and payment of interest has been stipulated and the repayments of principal and interest are regular except in three SMA Accounts ₹ 502.09 Lakh were overdue as on 31.03.2022 on account of repayment of principal and interest amount.
 - (d) As per record and information provided to us as on 31.03.2022 in one NPA account ₹ 1354.47 lakh was overdue for more than 90 days and in our opinion the steps taken by the company for recovery of the amount are reasonable.
 - (e) The company is registered as NBFC and principal business of the company is to give loan therefore clause 3(iii)(e) is not applicable.
 - (f) As per record, information and explanation provided to us no loan or advance in the nature of loan either repayable on demand or without specifying any term or period of repayment has been granted during the year.
- (iv) As per record and information provided to us in respect of loans, investments, guarantees, and security there is no transaction during the year, which attracts the provisions of Section 185 and 186 of the Companies Act, 2013.
- (v) The Company has not accepted any deposit or amount which are deemed to be deposits. Hence, reporting under clause 3(v) of the Order is not applicable.



(vi) According to information and explanation given to us maintenance of cost record under sub section (1) of section 148 of the Companies Act, 2013 has not been specified by the Central Government. Therefore provisions of clause 3(iv) of the order are not applicable to the Company.

(vii) In respect of statutory dues:

- (a) In our opinion, the Company has generally been regular in depositing undisputed statutory dues, including Goods and Services tax, Provident Fund, Employees' State Insurance, Income Tax, Sales Tax, Service Tax, duty of Custom, duty of Excise, Value Added Tax, Cess and other material statutory dues applicable to it with the appropriate authorities.
- (b) According to information and explanation given to us, dues of Income Tax which have not been deposited on account of dispute as on 31.03.2022 are as follows:-

Name of the Statute	Nature of the dues	Amount (₹)	Period to which the amount relates	Forum where dispute is pending
Income Tax	Demand	1,38,51,425 [#]	AY 2008-09	ITAT
Income Tax	Demand	13,60,312	AY 2017-18	CIT (Appeal) Delhi

[#] Net of adjustment other years refund amount

(viii) There were no transactions relating to previously unrecorded income that have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961.

- (ix) (a) As per explanation, information and record provided to us there is no default in repayment of loan or other borrowings or in the payment of interest thereon during the year.
- (b) As per explanation, information and record provided to us the Company has not been declared willful defaulter by any bank or financial institution or any other lender.
- (c) As per explanation, information and record provided to us, we have not observed any case for utilization of term loan amount for other purpose other than the purpose for which the term loans were obtained.
- (d) As per explanation information and record provided to us, we have not observed any case of utilization of short term funds for long term purposes.

(e) On an overall examination of the financial statements of the Company, the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, associates or joint ventures.

(f) The company has not raised any loan during the year by pledging of securities held in its subsidiary, joint ventures or associates companies.

(x) (a) The Company has not raised any money by way of Initial Public Offer or further public offer (including debt instruments) during the year, hence reporting under clause 3(x)(a) of the Order is not applicable.

(b) Company has made preferential allotment by issue of 96,55,700 equity shares having face value of ₹10/- each at a price of ₹ 67.50/- per equity share during the year. On the basis of record and information available to us, we have observed that proceeds of the issue is utilized for the purposes for which the funds were raised.

(xi) (a) As per explanation and information provided to us no fraud by the Company and no fraud on the Company has been noticed except a fraud reported by the company in a borrower account involving ₹11048 lakh. The account of above said borrower was downgraded to NPA category during September 2019 and has been reported as fraud during the month of August 2021.

(b) As per information, record and explanation provided to us no fraud by the company or on the company is noticed or reported by the company therefore reporting under sub-section (12) of section 143 of the Companies Act is not required to be reported on Form ADT-4.

(c) As per explanation, information and record provided to us, no whistle blower complaint / communication received during the year by the company.

(xii) The Company is not a Nidhi Company, hence reporting under clause (xii) (a), (b) and (c) of the Order is not applicable.

(xiii) In our opinion and according to the information and explanation give to us, all the transactions with the related parties entered into by the company are in compliance with Section 177 and 188 of Companies Act, 2013 and the details of which have been disclosed in the standalone financial statements, as required by the applicable accounting standards.

(xiv) (a) In our opinion the Company has an adequate internal audit system commensurate with the



- size and the nature of its business.
- (b) We have considered the internal audit reports for the year under audit, issued to the Company during the year, in determining the nature, timing and extent of our audit procedures.
- (xv) In our opinion during the year the Company has not entered into any non-cash transactions with its Directors or persons connected with its directors, hence provisions of section 192 of the Companies Act, 2013 are not applicable to the Company.
- (xvi) (a) Company is required to registered under section 45-IA of the Reserve Bank of India Act, 1934 and has been registered vide Reg No. B.14.00005 dated 08.05.2009.
- (b) As per explanation, information and record provided to us, company has not conducted any non-banking financial activity without a valid certificate of registration from the Reserve Bank of India as per the Reserve Bank of India Act 1934.
- (c) Company is not a core investment company (CIC) as defined in the regulations made by the Reserve Bank of India, hence reporting under clause (c) and (d) (xvi) of the Order is not applicable.
- (xvii) The Company has not incurred cash losses during the financial year covered by our audit and the immediately preceding financial year.
- (xviii) In terms of RBI circular No. DoS.CO.ARE/SEC.01/08.91.001/2021-22, which restrict the tenure of auditor up-to 3 years, there was a resignation by previous auditors w.e.f. 29.09.2021 to comply the provisions of RBI guidelines for the appointment of auditors.
- (xix) On the basis of the financial ratios, ALM statement, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements and our knowledge of the Board of Directors and Management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report indicating that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.
- (xx) (a) There are no unspent amounts towards corporate social responsibility on other than ongoing projects requiring a transfer to a fund specified in schedule VII to the Companies Act in compliance with second proviso to sub section (5) of section 135 of the said act. Accordingly, reporting under clause 3 (XX) (a) of the order is not applicable for the year.
- (b) In respect of ongoing projects, there was no unspent balance at the end of the previous financial year and at the end of current financial year requiring a transfer to a special account in compliance with provision of sub-section (6) of section 135 of the said act.

For **M Verma & Associates**
Chartered Accountants
FRN – 501433C

(CA Mohender Gandhi)
Partner

Place : New Delhi
Date : May 19, 2022

M.No.: 088396
UDIN: 22088396AJGMJX9335



ANNEXURE B” - Report on the Internal Financial Controls over financial reporting 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 Tourism Finance Corporation of India Ltd as of March 31, 2022 in conjunction with our audit of the Ind AS standalone financial statements of the Company for the year ended on that date.

Management’s Responsibility for Internal Financial Controls

The Company’s management is responsible for establishing and maintaining internal financial 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 Financial Controls over Financial Reporting issued by the 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 Companies Act, 2013.

Auditors’ Responsibility

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

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

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

Meaning of Internal Financial Controls Over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the



internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, to the best of our information and according to the explanation given to us the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2022, 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.

For M Verma & Associates

Chartered Accountants

FRN – 501433C

(CA Mohender Gandhi)

Partner

M.No.: 088396

Place : New Delhi

Date : May 19, 2022

UDIN: 22088396AJGMJX9335



BALANCE SHEET AS AT 31ST MARCH, 2022

(₹ in lakh)

Particulars	Note No.	As at 31 March 2022		As at 31 March 2021	
ASSETS					
(1) Financial Assets					
(i) Cash and cash equivalents	3	20,950.48		1,616.12	
(ii) Bank balances other than (i) above	4	197.05		201.42	
(iii) Receivables	5				
- Other Receivables		14.32		25.64	
(iv) Loans & Advances	6	1,80,453.09		1,94,391.43	
(v) Investments	7	16,538.71		15,876.84	
(vi) Other financial assets	8	1,381.34	2,19,534.99	1,451.26	2,13,562.71
(2) Non-Financial Assets					
(i) Current tax assets (Net)	9	1,764.11		1,891.98	
(ii) Deferred tax assets (Net)	10	773.91		717.26	
(iii) Property, Plant and Equipment	11	1,500.77		1,426.38	
(iv) Intangible Assets under Development	12	21.80		-	
(v) Other Intangible Assets	13	33.86		1.14	
(vi) Right of Use Assets	14	155.53		222.19	
(vii) Other non-financial assets	15	140.68	4,390.66	135.90	4,394.85
(3) Assets classified as held for sale			530.99		530.99
TOTAL ASSETS			2,24,456.64		2,18,488.55
LIABILITIES AND EQUITY					
(1) Financial Liabilities					
(i) Payables	16				
- Other Payables					
--total outstanding dues of micro enterprises and small enterprises			-		-
--total outstanding dues of creditors other than micro enterprises and small enterprises			-		5.71
(ii) Debt Securities	17	62,890.45		78,977.68	
(iii) Borrowings (Other than Debt Securities)	18	64,333.65		56,983.73	
(iv) Other financial liabilities	19	3,283.52	1,30,507.62	3,037.09	1,39,004.21
(2) Non-Financial Liabilities					
(i) Provisions	20	201.90		238.71	
(ii) Other Non-financial liabilities	21	51.22	253.12	83.01	321.72
(3) Equity					
(i) Equity Share Capital	22	9,037.24		8,071.67	
(ii) Other Equity	23	84,658.66	93,695.90	71,090.95	79,162.62
TOTAL LIABILITIES AND EQUITY			2,24,456.64		2,18,488.55

The Notes No. 1 to 60 are integral part of these financial statements

For and on behalf of the Board

As per our report of even date
For M Verma & Associates
(Chartered Accountants)
Firm Reg. No: 501433C

(S. C. Sekhar)
Director

(S. Ravi)
Non-Executive Chairman

(CA Mohender Gandhi)
Partner
M.No.088396

(Sanjay Ahuja)
Company Secretary

(Anoop Bali)
Whole Time Director & CFO

Date : May 19, 2022
Place : New Delhi



STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED 31ST MARCH, 2022

(₹ in lakh)

Particulars	Note No.	Year Ended 31 March 2022	Year Ended 31 March 2021
I. Revenue from Operations			
(a) Interest income	24	24,789.32	24,760.58
(b) Dividend income	25	69.69	69.69
(c) Fees & commission income	26	145.89	730.46
(d) Net gain/(loss) on fair value changes	27	(176.39)	284.48
(e) Other operating income	28	590.00	-
II. Other Income	29	12.53	5.48
III. Total Income (I + II)		25,431.04	25,850.69
Expenses			
(a) Finance costs	30	12,004.36	13,011.57
(b) Employee benefit expenses	31	1,518.10	1,733.11
(c) Depreciation & Amortisation	32	146.69	114.86
(d) Other expenses	33	971.92	895.78
(e) Provision for bad & doubtful debts/write off/impairment of investment		-	4,515.80
Less: Withdrawal from special reserve u/s 36(1)(viii) of I.T. Act		-	4,405.80
IV. Total Expenses		14,641.07	15,865.32
V. Profit before exceptional items and tax (III - IV)		10,789.97	9,985.37
VI. Exceptional Items		-	-
VII. Profit/(loss) before tax (V-VI)		10,789.97	9,985.37
VIII. Tax expense:			
(a) Current Tax		2,150.00	1,923.00
(b) Earlier Years Tax		164.75	-
(c) Deferred Tax		(56.65)	(12.37)
IX. Profit/(Loss) from continuing operations (VII - VIII)		8,531.87	8,074.74
X. Profit/(Loss) from discontinuing operations		-	-
XI. Tax expense of discontinuing operations		-	-
XII. Profit/(Loss) from Discontinuing operations (after tax) (X-XI)		-	-
XIII. Profit/(Loss) for the period (IX + XII)		8,531.87	8,074.74
XIV. Other Comprehensive Income			
(i) Items that will not be reclassified to profit or loss			
- Remeasurements of the defined benefit plans		60.84	5.62
Less: Deferred Tax on above		-	-
(ii) Items that will be reclassified to profit or loss			
-Gain /(Loss) on change in fair valuation of investments in equity shares/debt instrument		251.90	174.89
Other Comprehensive Income		312.74	180.51
XV. Total Comprehensive Income for the period (XIII + XIV)		8,844.61	8,255.25
XVI. Earnings per equity share :			
(1) Basic		10.01	10.00
(2) Diluted		10.01	10.00

The Notes No. 1 to 60 are integral part of these financial statements

For and on behalf of the Board

As per our report of even date
For M Verma & Associates
(Chartered Accountants)
Firm Reg. No: 501433C

(S. C. Sekhar)
Director

(S. Ravi)
Non-Executive Chairman

(CA Mohender Gandhi)
Partner
M.No.088396

(Sanjay Ahuja)
Company Secretary

(Anoop Bali)
Whole Time Director & CFO

Date : May 19, 2022
Place : New Delhi



STATEMENT OF CHANGES IN EQUITY

(₹ in lakh)

1 Equity Share Capital

Particulars	As at 31 March 2022	As at 31 March 2021
Balance at Beginning of the Year	8,071.67	8,071.67
Issued During Period	965.57	-
Brought Back During Period	-	-
Balance at End of the Year	9,037.24	8,071.67

2 Other Equity

Particulars	Reserve & Surplus						Equity Instruments through OCI	Total as at 31 March 2022
	Retained Earnings	Capital Reserve	Securities Premium Reserve	Special Reserve u/s 36(1) (viii) of the Income Tax Act 1961	Special Reserve u/s 45IC of RBI Act, 1934	General Reserve		
Balance as at 01 April 2021	9,664.62	11.55	6,232.42	15,882.53	14,992.07	23,320.04	987.72	71,090.95
Addition	-	-	5,552.03	-	-	-	-	5,552.03
Profit for the Period	8,531.87	-	-	-	-	-	-	8,531.87
Other Comprehensive Income	60.84	-	-	-	-	-	251.90	312.74
Total Comprehensive Income	18,257.33	11.55	11,784.45	15,882.53	14,992.07	23,320.04	1,239.62	85,487.59
Add: Transfer to reserve during the period	-	-	-	2,087.00	1,707.00	2,400.00	-	6,194.00
Add: Reclassification of Realised gain from OCI to reserves	18.53	-	-	-	-	-	(18.53)	-
Less: Appropriations								
- Transfer to general Reserve	(2,400.00)	-	-	-	-	-	-	(2,400.00)
- Transfer to Special Reserve under Section 36(1)(viii) of the Income Tax Act 1961	(2,087.00)	-	-	-	-	-	-	(2,087.00)
- Transfer to Special Reserve under Section 45 IC of RBI Act, 1934	(1,707.00)	-	-	-	-	-	-	(1,707.00)
- Payment of Dividend (incl tax thereon)	(645.73)	-	-	-	-	-	-	(645.73)
Less: Adjustments / withdrawal								
- Amortisation of transaction cost of bonds	-	-	(183.20)	-	-	-	-	(183.20)
Closing Balance	11,436.13	11.55	11,601.25	17,969.53	16,699.07	25,720.04	1,221.09	84,658.66

Particulars	Reserve & Surplus						Equity Instruments through OCI	Total as at 31 March 2021
	Retained Earnings	Capital Reserve	Securities Premium Reserve	Special Reserve u/s 36(1) (viii) of the Income Tax Act 1961	Special Reserve u/s 45IC of RBI Act, 1934	General Reserve		
Balance as at 01 April 2020	7,217.53	11.55	6,271.43	18,455.33	13,377.07	21,120.04	827.56	67,280.51
Profit for the year	8,074.74	-	-	-	-	-	-	8,074.74
Other Comprehensive Income	20.35	-	-	-	-	-	174.89	195.24
Total Comprehensive Income for the year	15,312.62	11.55	6,271.43	18,455.33	13,377.07	21,120.04	1,002.45	75,550.49
Add: Transfer to reserve during the period	-	-	-	1,833.00	1,615.00	2,200.00	(14.73)	5,633.27
Add: Reclassification of Realised gain from OCI to reserves	-	-	-	-	-	-	-	-
Less: Appropriations								
- Transfer to general Reserve	(2,200.00)	-	-	-	-	-	-	(2,200.00)
- Transfer to Special Reserve under Section 36(1)(viii) of the Income Tax Act 1961	(1,833.00)	-	-	-	-	-	-	(1,833.00)
- Transfer to Special Reserve under Section 45 IC of RBI Act, 1934	(1,615.00)	-	-	-	-	-	-	(1,615.00)
- Payment of Dividend (incl tax thereon)	-	-	-	-	-	-	-	-
Less: Adjustments / withdrawal								
- Amortisation of transaction cost of bonds	-	-	(39.01)	-	-	-	-	(39.01)
- Utilised/Withdrawn from Reserve u/s 36(1)(viii)	-	-	-	(4,405.80)	-	-	-	(4,405.80)
Closing Balance	9,664.62	11.55	6,232.42	15,882.53	14,992.07	23,320.04	987.72	71,090.95

For and on behalf of the Board

As per our report of even date
For M Verma & Associates
(Chartered Accountants)
Firm Reg. No: 501433C

(S. C. Sekhar)
Director

(S. Ravi)
Non-Executive Chairman

(CA Mohender Gandhi)
Partner
M.No.088396

(Sanjay Ahuja)
Company Secretary

(Anoop Bali)
Whole Time Director & CFO

Date : May 19, 2022
Place : New Delhi



CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2022

(₹ in lakh)

Particulars	Year Ended 31 March 2022	Year Ended 31 March 2021
A. CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit Before Tax	10,789.97	9,985.37
Adjustment for :		
Gain/(Loss) under OCI Section	312.74	180.51
Depreciation & Amortisation	146.69	114.86
Finance Cost on Lease Liability on Right to Use Assets	18.55	23.36
Operating Cash before working capital changes	11,267.95	10,304.10
Adjustment for :		
Decrease/(Increase) in Loans & Advances	13,938.34	(18,202.79)
Loan Write-off by Utilisation of Reserve u/s 36(1)(viii) of Income Tax Act	-	(4,405.80)
Decrease/(Increase) in Investments	(661.87)	5,977.57
Decrease/(Increase) in Receivables	11.32	(1.88)
Decrease/(Increase) in Other Financial Assets	69.92	716.35
Decrease/(Increase) in Other Non-Financial Assets	53.79	218.76
Increase/(Decrease) in Payables	4.37	21.72
Increase/(Decrease) in Debt Securities	(5.71)	-
Increase/(Decrease) in Borrowings	(16,138.27)	(4,999.97)
Increase/(Decrease) in Subordinate Liabilities	7,349.92	(3,772.33)
Increase/(Decrease) in Other Financial Liabilities	246.43	(1,041.91)
Increase/(Decrease) in Provisions	(36.81)	68.24
Increase/(Decrease) in Other Non-Financial Liabilities	(31.79)	6.74
Cash Generated from Operation	16,067.59	(15,111.20)
Direct Tax Paid	(2,186.88)	(2,022.15)
Net Cash Flow from Operating Activities	13,880.71	(17,133.35)
B. CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Fixed Assets	(187.14)	(14.51)
Intangible Assets under Development	(21.80)	-
Net Cash used in Investing Activities	(208.94)	(14.51)
C. CASH FLOW FROM FINANCIAL ACTIVITIES		
Preferential Issue of Equity Shares (Incl Premium)	6,517.60	-
Share issue Expenses	(132.19)	-
Payment of Dividend	(645.73)	-
Payment of Lease Liability on Right to Use Assets	(77.09)	(73.45)
Net Cash used in Financing Activities	5,662.59	(73.45)
Net Increase/(Decrease) in Cash and Cash Equivalents (A+B+C)	19,334.36	(17,221.31)
Cash and Cash Equivalent at the Beginning of the Year	1,616.12	18,837.43
Cash and Cash Equivalent at the End of the Year	20,950.48	1,616.12
COMPONENTS OF CASH AND CASH EQUIVALENTS		
Cash in hand	0.18	0.26
Balance with Banks		
- Current Accounts	298.71	83.40
- Deposit Accounts	16,310.62	1,532.46
- Cheques in Hand	4,340.97	-
Total Cash and Cash Equivalents (Note No. 3)	20,950.48	1,616.12

For and on behalf of the Board

As per our report of even date

For M Verma & Associates

(Chartered Accountants)

Firm Reg. No: 501433C

(CA Mohender Gandhi)

Partner

M.No.088396

Date : May 19, 2022

Place : New Delhi

(S. C. Sekhar)
Director

(Sanjay Ahuja)
Company Secretary

(S. Ravi)
Non-Executive Chairman

(Anoop Bali)
Whole Time Director & CFO

**NOTES FORMING PART OF FINANCIAL STATEMENTS****Financial Statements for Year Ended 31 March 2022****1 Corporate Information**

Tourism Finance Corporation of India Ltd.(TFCI) has been set-up as an All-India Financial Institution, pursuant to the recommendations of “National Committee on Tourism” set-up under the aegis of Planning Commission in 1988. TFCI provides financial assistance by way of rupee term loan, corporate loan and subscription to debentures/equity mainly to tourism sector comprising hotels, resorts, restaurants, food courts, amusement parks, ropeways, multiplexes, etc. and in a limited way to other sectors such as infrastructure, manufacturing, real-estate etc., within the scope of its activities.

2. Significant Accounting Policies**2.1 Functional and Presentation Currency**

These financial statements are presented in Indian Rupees, the national currency of India, which is the functional currency of the Company.

2.2 Basis of adoption of Financial Statements

The financial statements are prepared in accordance with Indian Accounting Standards (Ind-AS) notified under Companies (Indian Accounting Standards) Rules, 2015 and as amended further. The Financial Statements are prepared under historical cost convention from the books of accounts maintained on accrual basis except for certain financial instruments (refer note 2.11) which are measured at fair value. Further, the Company continues to follow the Reserve Bank of India (RBI) Directions issued for Non-Banking Financial Companies (NBFC) with respect to preparation & presentation of accounts. Accounting policies have been consistently applied except where a newly issued accounting standard, if initially adopted or a revision to an existing Ind AS requires a change in the accounting policy hitherto in use. Management evaluates all recently issued or revised Ind AS on an ongoing basis.

2.3 Use of Estimation, Assumption and Judgement

The key assumption, judgement and estimation at the reporting date, that have significant risk, causing the material adjustment to the carrying amounts of assets and liabilities within the next financial year, are described below. The company based its assumption, judgement and estimation on parameters available on the date when financial statement were prepared. Existing circumstances and assumption about future development, however, may change due to the

market changes or circumstances arising that are beyond the control of the company. Such changes are reflected in the assumption when they occur. The Management believes that the estimates used in preparation of the financial statements are prudent and reasonable.

2.4 Exceptions**Derecognition of financial assets and liabilities**

The Company has applied Para B2, which permit first-time adopter to apply de-recognition requirements in Ind-AS 109 prospectively for transactions occurring on or after the date of transition to Ind-AS.

Classification & measurement of financial assets:

The Company has followed classification and measurement of financial assets in accordance with Ind-AS 109 and classification of Financial Instruments have been made on the basis of facts and circumstances that existed at the date of transition to Ind-AS.

Estimates

The Company made estimates for following items in accordance with Ind-AS:

- Investment in equity instruments carried at FVTPL or FVTOCI;
- Investment in debt instruments carried at FVTPL; and
- Impairment of financial assets based on expected credit loss model

2.5 Cost for Property, Plant & Equipment and Intangible Assets

The company has availed exemption under para D7AA of appendix D to Ind-AS 101 which permits a first time adopter to continue with the carrying values for its PPE and intangible assets as at date of transition to Ind-AS measured as per previous IGAAP.

The cost of an item of **Property, Plant & Equipment**, comprises its purchase price, including import duties and non-refundable taxes after deducting trade discounts/rebates and including any directly attributable expenditure to bring the PPE to the location and making it ready for its intended use. Subsequent costs are included in the asset's carrying amount, only when it is probable that future economic benefits associated with the items will flow to the entity and the cost of the item can be reliably measured. Gains or losses arising from de-recognition of



items of PPE are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognized in the statement of profit and loss when the asset is derecognized. Major repairs and/or renovation expenditure are capitalized under IndAS-16 as replacement costs.

An Intangible Asset is recognized where it is probable that the future economic benefits attributable to the asset will flow to the company. Intangible assets are carried at cost less accumulated amortization and accumulated impairment losses, if any. These assets are amortized on the basis of Straight Line Method over a period of 10 years or its useful life, whichever is lower

2.6 Revenue Recognition

For recognition of revenue, the Company adopts the accrual basis except where there is uncertainty as to collection. Revenue is measured at fair value of the consideration received or receivable. Interest income is recognized on a time proportion basis, using the effective interest rate method (EIR) except in case of income on 'Non-Performing Assets' which is recognized on realization basis.

Dividend Income is recognized on right to receive basis. Consultancy Income is recognized on actual receipt basis.

Revenue from lease rentals are recognised on a time proportion basis from the commencement date, as prescribed in the lease agreement entered with the lessee.

2.7 Depreciation

The depreciable amount of an item of PPE is allocated on a straight line basis over its useful life as prescribed under Schedule II to the Companies Act, 2013.

Each part of an item of PPE with a cost that is significant in relation to the total cost of the asset and useful life of that part is different from remaining part of the asset; such significant part is depreciated separately.

Depreciation on additions to/deductions from PPE during the year is charged on pro-rata basis from the month of such addition or as the case may be up to the month in which such PPE is sold, discarded, demolished or destroyed.

2.8 Assets held for Sale

Non-current assets or disposal groups comprising

of assets and liabilities are classified as 'held for sale' when all of the following criteria's are met:

- Decision has been made to sell,
- The assets are available for sale in its present condition,
- The assets are being actively marketed, and
- Sale has been agreed or is expected to be concluded within 12 months of the Balance Sheet date.

Subsequently, such non-current assets and disposal groups classified as held for sale are measured at the lower of its carrying value and fair value less costs to sell. Non-current assets held for sale are not depreciated or amortized.

2.9 Impairment - PPE and Intangible Assets

If the recoverable amount of an asset is estimated to be less than its carrying amount, the carrying amount of the asset is reduced to its recoverable amount. An impairment loss is recognized immediately in statement of profit and loss, unless the relevant asset is carried at a revalued amount, in which case the impairment loss is treated as a revaluation decrease.

Recoverable amount is the higher of fair value less costs of disposal or value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset for which the estimates of future cash flows have not been adjusted.

At the end of each reporting year, the company reviews the carrying amounts of its tangible, intangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

2.10 Investment Property

Investment properties are properties held to earn rentals and/or for capital appreciation (including property under construction for such purposes). All of the Company's property interests held under operating leases to earn rentals or for capital appreciation purposes are accounted for as investment properties.

Investment properties are measured initially at cost, including transaction costs. After initial recognition, the company measures investment



property at cost less accumulated depreciation and accumulated impairment loss, if any.

Investment properties to be depreciated in accordance to the class of asset that it belongs and the life of the asset shall be as conceived for the same class of asset by the Company.

Though investment property is measured using cost model, the fair value of investment property is disclosed in the notes to accounts.

2.11 Financial instruments

2.11.1 Financial Assets

The Company shall classify financial assets measured at amortized cost, fair value through other comprehensive income (FVTOCI) or fair value through Statement of Profit and Loss(FVTPL) on the basis of its business model for managing the financial assets and the contractual cash flows characteristics of the financial asset.

Financial assets are recognised when the Company becomes a party to the contractual provisions of the instrument and are initially recognised at fair value and directly attributable transaction costs towards acquisition or issue of the financial asset are added to or deducted from the fair value on initial recognition except for financial assets which are recognised at fair value through profit and loss.

For the purposes of subsequent measurement financial assets are classified in the following categories:

- Amortised cost, where the financial assets are held solely for collection of cash flows arising from payments of principal and/or interest
- Fair value through other comprehensive income (FVTOCI), where the financial assets are held not only for collection of cash flows arising from payments of principal and/or interest but also from the sale of such assets.
- Fair value through profit or loss (FVTPL), where the financial assets are not classified either at amortized cost or FVTOCI.

Financial Assets include Investments in equity/preference share, Bonds/

debentures or Security receipts, Loans, Security Deposits, Cash & cash equivalents etc.

Management determines the classification of an asset at initial recognition depending on the purpose for which the assets were acquired.

In case of short-term financial assets, carrying value is considered to be its fair value.

2.11.2 Impairment

The Company as permitted by Ind-AS 101, has used reasonable and supportable information that is available without undue cost or effort to determine the credit risk as at the year end.

The Company at each reporting year end tests a financial asset or a group of financial assets (other than financial assets held at fair value through profit or loss) for impairment based on evidence or information that is available without undue cost or effort. Expected credit loss (ECL) is assessed and impairment loss recognized if the credit risk of the financial asset is significantly increased.

The impairment losses and reversals are recognized in statement of profit and loss.

Impairment model under IndAS-109 applies to financial instruments as listed below:

- Financial assets that are debt instruments measured at Amortized Cost (AC)
- Equity investments are measured at Fair Value Through Other Comprehensive Income (FVTOCI)
- Loan commitments not measured at FVTPL (Fair Value Through Profit and Loss)
- Financial guarantee contracts issued in the scope of Ind AS 109 not measured at FVTPL
- Lease receivables in the scope of Ind AS 17.

However, investments in equity shares and financial instruments measured at FVTPL are out of the scope of ECL.



The Company shall at each reporting year test loans given to companies for impairment as per Ind AS- 109 and Impairment Loss/ECL if any shall be charged to Profit & Loss Account. The company can however utilize the provision made under section 36(i)(viii) to write off/ provide for impairment loss. All credit exposures in tourism & non-tourism segments based on the nature of substantive security shall be grouped into 3 categories namely Stage-1, Stage-2 & Stage-3 exposures as enumerated below:

Loan Category (As per Ind-AS 109)	Category	Description of category	Basis for recognition of expected credit loss provision on Category of Loan
Stage 1	Standard Assets (with no overdue or default upto 30 days)	Assets where there has been no significant increase in credit risk since initial recognition.	Stage 1 ECL
Stage 2	-Standard Assets (with overdue between 31 days to 90 days)	Assets where there has been a significant increase in credit risk since initial recognition	12 months ECL
Stage 3	-Non-Performing Assets - Non Performing Restructured Assets	Impaired Asset with increased credit risk	Lifetime ECL

Wherever relaxations in contractual terms have been granted pursuant to regulatory guidelines, such amendment in terms of original sanction would be outside the scope of restructuring.

ECL shall be calculated based on past ten years’ data as follows:

ECL= Exposure at Default at various stages(EAD) X Probability of Default(PD) X Loss given Default (LGD)

All credit exposure shall also be classified into performing and non-performing assets as per RBI guidelines

applicable to Non-Banking Financial Companies (NBFCs). The company shall also compute general provision for standard asset and specific provision for sub-standard, doubtful & loss assets as per applicable guidelines and compared the same with Impairment Loss/ECL as per Ind-AS. In case, Impairment Loss is lower than provisions required as per RBI guidelines then difference shall be appropriated from PAT to a separate Impairment Reserve, which shall not be reckoned for regulatory capital.

2.11.3 Derecognition

Financial assets are derecognized when the contractual right to receive cash flows from the financial assets expires, or transfers the contractual rights to receive the cash flows from the asset. However, the company can also derecognize the asset in case the management feels that the chances of recovery are fairly remote.

2.11.4 Financial Liability

All financial liabilities are recognized initially at fair value and, in the case of loans and borrowings, net of directly attributable transaction costs. The Company's financial liabilities include trade and other payables, loans and borrowings including bank overdrafts.

The subsequent measurement of financial liabilities depends on their classification, as described below:

Amortized costs, interest-bearing loans and borrowings are subsequently measured at amortized cost using the effective interest rate (EIR) method. Gains and losses are recognized in Statement of Profit and Loss when the liabilities are derecognized as well as through the EIR amortization process. Amortized cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortization is included as finance costs in the Statement of Profit and Loss.

- Fair value through statement of Profit and loss, include financial liabilities held for trading and



financial liabilities designated upon initial recognition as at fair value through Statement of Profit and Loss. Financial liabilities are classified as held for trading if they are incurred for the purpose of repurchasing in the near term.

The carrying value of financial liability is considered to be its fair value in case of Short Term.

2.12 Employee Benefits

2.12.1 Defined Contribution Plan

Employees Provident Fund:

In terms of the Employees Provident and Miscellaneous Provisions Act, 1952, TFCI contributes at the rate of 12% of PF applicable salary (consisting basis salary & other retaining allowances) payable to each employee covered under the scheme. An equal & matching contribution is payable by each employee. Both employer & employees contributions are deposited with EPFO within the prescribed time period on monthly basis. The entire employer contribution deposited with EPFO is recognized in the financial statement as Employees Benefit Expenses.

2.12.2 Defined Benefit Plan

Gratuity:

TFCI's gratuity policy provides for 15 days salary for each completed year or part thereof in excess of six months on separation of any employee from TFCI, on retirement or otherwise, after completion of 5 years of continuous services. However, in case of completion of minimum service of 10 years, the gratuity shall be payable @one month salary for each completed year or part thereof in excess of six months limited to maximum ₹20.00 lakh or maximum amount provided under the Payment of Gratuity Act whichever is higher. Further, in case of employment for more than 20 years in TFCI, in addition to above, gratuity shall also be admissible to a sum equal to half month's salary in respect of each year of service or part thereof in excess of six months of service over & above 20 years. As per

actuarial valuation, the expense has been recognized in the financial statement as Employees Benefit Expenses.

Leave Encashment:

TFCI's policy provides for accrual of 1 day of ordinary leave for each 11 days of duty rendered by him/her subject to accumulation of maximum 90 days. No further ordinary leave can be earned by an employee after he/she has credit of maximum number of the leave. TFCI's ordinary leave policy also provides for encashment of 15 days of such leave in year which is fully taxable. As per actuarial valuation, the expense has been recognized in the financial statement as Employees Benefit Expenses.

Gains/losses due to actuarial revaluation have been shown as other comprehensive income.

2.13 Taxation

Tax expense for the period comprises current tax and deferred tax. Tax recognised in statement of profit and loss, except to the extent that it relates to items recognised in other comprehensive income or directly in equity in which case the tax is also recognised in other comprehensive income or equity.

2.13.1 Current Tax

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

2.13.2 Deferred Tax

Deferred tax is recognized in respect of temporary differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding amounts used for taxation purpose, at the end of the year.

2.14 Lease

In compliance with Ind AS-116 effective from 1st April 2019 as notified by MCA, the Company assesses at the time of contract inception whether a contract is, or contains, a lease. That is, if the contract conveys the right of use of an identified asset for a period of time in exchange for consideration, the same is considered as lease.



2.14.1 Company as a lessee

The Company applies a single recognition and measurement approach for all leases, except for short-term leases and leases of low-value assets which are charged to Profit on straight line basis. The Company recognises lease liabilities to make lease payments and right-of-use assets representing the right to use the underlying assets.

(i) Right-of-use assets

The Company recognizes right-of-use assets at the commencement date of the lease (i.e., the date the underlying asset is available for use). Right-of-use assets are measured at cost, less any accumulated depreciation and impairment losses and adjusted for any re-measurement of lease liabilities. The cost of right-of-use assets includes the amount of lease liabilities recognized, initial direct costs incurred, and lease payments made at or before the commencement date less any lease incentives received. Right-of-use assets are depreciated on a straight-line basis over the estimated useful lives of the assets. The right-of-use assets are also subject to impairment.

(ii) Lease liabilities

At the commencement date of the lease, the Company recognizes lease liabilities measured at the present value of lease payments to be made over the lease term. The lease payments include fixed payments (including in-substance fixed payments) less any lease incentives receivable, variable lease payments that depend on an index or a rate, and amounts expected to be paid under residual value guarantees. The lease payments also include the exercise price of a purchase option reasonably certain to be exercised by the Company and payments of penalties for terminating the lease, if the lease term reflects the Company exercising the option to terminate.

Variable lease payments that do not depend on an index or a rate are recognised as expenses in the period in which the event or condition that triggers the payment occurs.

In calculating the present value of lease payments, the Company uses its incremental borrowing rate at the lease commencement date because the interest rate implicit in the lease is not readily determinable. After the commencement date, the amount of lease liabilities is increased to reflect the accretion of interest and reduced for the lease payments made. In addition, the carrying amount of lease liabilities is remeasured if there is a modification, a change in the lease term, a change in the lease payments (e.g., changes to future payments resulting from a change in an index or rate used to determine such lease payments) or a change in the assessment of an option to purchase the underlying asset.

(iii) Short-term leases and leases of low-value assets

The Company applies the short-term lease recognition exemption to those leases that have a lease term of 12 months or less. It also applies the lease of low-value assets recognition exemption to leases that are considered to be low value. The underlying asset is considered of low value if the lessee can benefit from use of the asset on its own or together with other available resources and the underlying asset is not highly dependent on, or highly inter-related with, other assets. Lease payments on short-term leases and leases of low value assets are recognised as expense on a straight-line basis over the lease term.

2.14.2 Company as a lessor

A lease is classified at the inception date as a finance lease or an operating lease. A lease that transfers substantially all the risks and rewards incidental to ownership of the Company is classified as a finance lease.



Lease income from operating leases is recognized in income on a straight-line basis over the lease term of relevant lease.

2.15 Cash and cash equivalents

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

2.16 Borrowing Costs

Borrowing cost includes interest and amortization of ancillary costs incurred in connection with the arrangement of borrowings.

Borrowing costs directly attributable to the acquisition, construction or production of qualifying asset that necessarily takes a substantial period of time to get ready for its intended use or sale are capitalized as part of the cost of the respective asset. All other borrowing costs are expensed in the period they occur.

A qualifying asset is an asset that necessarily takes a substantial period of time to get ready for its intended use or sale.

2.17 Provisions, Contingent Liabilities and Contingent Assets

2.17.1 Provisions

A provision is recognized if, as a result of a past event, the company has a present legal or constructive obligation that is reasonably estimable, and it is probable that an outflow of economic benefits will be required to settle the obligation. Provisions are determined by discounting the expected future cash flows at a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability. Provisions are determined

based on the best estimate required to settle the obligation at the Balance Sheet date.

2.17.2 Contingent Liabilities

Contingent liabilities are not recognized but disclosed in Notes when the company has possible obligation due to past events and existence of the obligation depends upon occurrence or non-occurrence of future events not wholly within the control of the company. Contingent liabilities are assessed continuously to determine whether outflow of economic resources have become probable. If the outflow becomes probable, then relative provision is recognized in the financial statements.

2.17.3 Contingent Assets

Contingent Assets are not recognized but disclosed in Notes which usually arise from unplanned or other unexpected events that give rise to the possibility of an inflow of economic benefits.

Contingent assets are assessed continuously to determine whether inflow of economic benefits becomes virtually certain, then such assets and the relative income will be recognized in the financial statement.

2.18 Earnings per Share

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

For the purpose of calculating diluted earnings per share, the net profit or loss for the year attributable to equity shareholders and the weighted average number of shares outstanding during the year are adjusted for the effects of all dilutive potential equity shares.



NOTES FORMING PART OF FINANCIAL STATEMENTS

(₹ in lakh)

Note No.	Particulars	As At March 31, 2022		As At March 31, 2021	
3	Cash and Cash Equivalents				
	Cash in hand		0.18		0.26
	Balances with Banks				
	- Current Accounts		298.71		83.40
	- Term Deposits		16,310.62		1,532.46
	Cheques in Hand		4,340.97		-
	TOTAL		20,950.48		1,616.12
4	Bank balances other than (I) above				
	Balance in unclaimed dividend accounts		188.71		201.42
	Term Deposits with SBI (Margin Money for Bank Guarantee)		8.34		-
	TOTAL		197.05		201.42
5	Receivables				
	Other Receivables (in cash or kind)		14.32		25.64
	TOTAL		14.32		25.64
6	I. Secured (Secured by Mortgage/Hypothecation of Tangible Assets)	As at 31 March 2022		As at 31 March 2021	
	(a) Loan to Companies/LLP.*	1,83,435.43		1,97,664.24	
	Less: unamortised Upfront fee received	(298.76)	1,83,136.67	(292.84)	1,97,371.40
	(b) Loan to Employees	17.88		309.83	
	Less: Deferred Employee Benefit Cost	-	17.88	(106.31)	203.52
	II. Unsecured				
	(a) Loan to Employees		-		2.31
	III. Gross Loans & Advances (I + II)		1,83,154.55		1,97,577.23
	IV. Impairment loss allowance (Expected Credit Loss)				
	- On standard loans (Stage 1 & Stage 2)	2,024.22		1,850.80	
	- On Sub-standard/ Doubtful loans (Stage 3)	677.24	2,701.46	1,335.00	3,185.80
	V. Net Loans & Advances (III - IV)		1,80,453.09		1,94,391.43
	Breakup of Gross Loans & Advances (at III above)				
Loans Within India					
- Public Sector		-		-	
- Others		1,83,154.55		1,97,577.23	
Less: Impairment loss allowance (as per IV above)		2,701.46		3,185.80	
Total - Net (as per V above)		1,80,453.09		1,94,391.43	
* Loans to Companies/LLP aggregating ₹31,815.99 Lakh is primarily secured by Govt Guarantee issued under ECLGS Scheme.					



NOTES FORMING PART OF FINANCIAL STATEMENTS

(₹ in lakh)

	Investments	Face Value	As at 31 March 2022					As at 31 March 2021						
			No's	Amortised Cost	At Fair Value		Cost	Total	No's	Amortised Cost	At Fair Value		Cost	Total
					Through OCI	Through P/L					Through OCI	Through P/L		
7	Investments													
	I. Debt securities:-													
	a) Investment in bonds/debentures (measured at amortised cost)													
	8.76% IFCI Ltd - Tax Free Bonds - Series I	10,00,000	-	-	-	-	-	265	2,650.27	-	-	-	2,650.27	
	9.40% IFCI Ltd - Bonds (NCD) - Series III	1,000	150000	1,500.00	-	-	1,500.00	150000	1,500.00	-	-	-	1,500.00	
	10.49% Bank of Baroda (Vijaya Bank) Series(IV) Perpetual Bonds	10,00,000	-	-	-	-	-	250	2,527.61	-	-	-	2,527.61	
	11.25% Canara Bank (Syndicate Bank) Perpetual Bonds	10,00,000	-	-	-	-	-	250	2,594.04	-	-	-	2,594.04	
	10.00% Cox & Kings Ltd - NCD	10,00,000	500	-	-	-	-	500	-	-	-	-	-	
	b) Investment in mutual funds (measured at fair value through P&L)													
	Debt Oriented Mutual Funds	-	-	-	5,900.00	-	5,900.00	-	-	-	-	-	-	
	Sub total-I			1,500.00	-	5,900.00	-		9,271.92	-	-	-	9,271.92	
	II. Equity & Preference shares:-													
	a) Investment in Equity instruments (measured at fair value through OCI)													
	Cross Country Hotels Ltd.	10	250000	-	24.63	-	24.63	250000	-	24.63	-	-	24.63	
	Assets Care & Reconstruction Enterprise Ltd.	10	2856000	-	473.28	-	473.28	2856000	-	473.28	-	-	473.28	
	Shell Inn International Private Limited.	10	6200853	-	620.09	-	620.09	6532293	-	653.23	-	-	653.23	
	b) Investment in Equity instruments (measured at fair value through P&L)													
	Viceroy Hotels Ltd.	10	200000	-	-	200.00	200.00	200000	-	-	200.00	-	200.00	
	Punjab Woolcombers Ltd.	10	2500	-	-	0.22	0.22	2500	-	-	0.22	-	0.22	
	c) Investment in Subsidiary (measured at cost)													
	TFCI Capital Ltd (100% Subsidiary)	10	50000	-	-	-	5.00	50000	-	-	-	5.00	5.00	
	Subtotal-II			-	1,118.00	200.22	5.00	1,323.22	-	1,151.14	200.22	5.00	1,356.36	
	III. Other approved securities:-													
	a) Investment in Security Receipts (measured at fair value through P&L)													
	Assets Care & Reconstruction Enterprise Ltd.													
	- (2014-15 - V - Trust: assigned loan of Kamath Hotels Ltd)	1,00,000	2393	-	-	2,393.00	2,393.00	2393	-	-	2,393.00	-	2,393.00	
	- (93 Trust: assigned loan of Adlabs Entertainment Ltd)	1	348038112	-	-	3,480.38	3,480.38	348733268	-	-	3,487.33	-	3,487.33	



NOTES FORMING PART OF FINANCIAL STATEMENTS

(₹ in lakh)

	Investments	Face Value	As at 31 March 2022					As at 31 March 2021						
			No's	Amortised Cost	At Fair Value		Cost	Total	No's	Amortised Cost	At Fair Value		Cost	Total
					Through OCI	Through P/L					Through OCI	Through P/L		
	Phoenix ARC Pvt Ltd													
	- (assigned loan of Appu Hotels Ltd)	1,000	167739	-	-	1,677.39	-	1,677.39	-	-	-	-	-	
	- (assigned loan of Golden Apple Resort & SPA LLP)	1,000	144755	-	-	1,447.55	-	1,447.55	-	-	-	-	-	
	Subtotal-III			-	-	8,998.32	-	8,998.32	-	-	5,880.33	-	5,880.33	
	Gross Investments (Subtotal I+II+III)... (A)			1,500.00	1,118.00	15,098.54	5.00	17,721.54		9,271.92	1,151.14	6,080.55	5.00	16,508.61
	(i) Investment outside India			-	-	-	-	-	-	-	-	-	-	
	(ii) Investment in India			1,500.00	1,118.00	15,098.54	5.00	17,721.54		9,271.92	1,151.14	6,080.55	5.00	16,508.61
	Total			1,500.00	1,118.00	15,098.54	5.00	17,721.54		9,271.92	1,151.14	6,080.55	5.00	16,508.61
	Add: Appreciation in value of investments:-													
	Assets Care & Reconstruction Enterprise Ltd.			-	874.47	-	-	874.47		-	622.57	-	-	622.57
	Shell Inn International Private Limited.			-	346.62	-	-	346.62		-	365.15	-	-	365.15
	Debt Oriented Mutual Funds			-	-	1.54	-	1.54		-	-	-	-	-
	Sub total (B)			-	1,221.09	1.54	-	1,222.63		-	987.72	-	-	987.72
	Less: Allowance for Impairment loss													
	Cross Country Hotels Ltd.			-	24.63	-	-	24.63		-	24.63	-	-	24.62
	Assets Care & Reconstruction Enterprise Ltd.													
	- (2014-15 - V - Trust: assigned loan of Kamath Hotels Ltd)			-	-	598.25	-	598.25		-	-	358.95	-	358.95
	- (93 Trust: assigned loan of Adlabs Entertainment Ltd)			-	-	1,039.15	-	1,039.15		-	-	1,039.92	-	1,039.92
	Phoenix ARC Pvt Ltd													
	- (assigned loan of Appu Hotels Ltd)			-	-	105.51	-	105.51		-	-	-	-	-
	- (assigned loan of Golden Apple Resort & SPA LLP)			-	-	91.05	-	91.05		-	-	-	-	-
	Viceroy Hotels Ltd.			-	-	193.65	-	193.65		-	-	195.77	-	195.78
	Punjab Woolcombers Ltd.			-	-	0.22	-	0.22		-	-	0.22	-	0.22
	Sub total (C)			-	24.63	2,380.83	-	2,405.46		-	24.63	1,594.86	-	1,619.49
	Total Investment - Net (A+B-C)			1,500.00	2,314.46	12,719.25	5.00	16,538.71		9,271.92	2,114.23	4,485.69	5.00	15,876.84

Note1: - Fair value of unquoted equity investment in Assets Care & Reconstruction Enterprise Ltd is based on its book value as on 31 March 2021 discounted @15%.

Note2:- Fair value of project related unquoted equity investment in Shell Inn International Private Limited is based on DSV of fixed assets net of outstanding debt, as on 31 March 2021, discounted @15%.

Note3: - Investment in NCDs of Cox & Kings Ltd of ₹5,000.00 Lakh is fully Written-off.

Note4: - Investment in 9.40% IFCI Ltd - Bonds are pledged with SBI as security against borrowings.



NOTES FORMING PART OF FINANCIAL STATEMENTS

(₹ in lakh)

Note No.	Particulars	As at 31 March 2022		As at 31 March 2021	
8	Other Financial Assets				
	Interest accrued on investment		89.33		220.20
	Interest & Other Charges accrued and due on loans and advances		230.76		364.75
	Interest accrued but not due on loans and advances	1,029.91		1,086.48	
	Less: Liability towards Interest-on-Interest during moratorium period	-	1,029.91	268.26	818.22
	Legal charges recoverable		-		18.39
	Security Deposits	37.52		38.17	
	Less:- Fair value adjustment	(6.18)	31.34	(8.47)	29.70
	TOTAL		1,381.34		1,451.26
9	Current Tax Assets (Net)				
	Advance Income Tax & TDS (Net of Provision for Taxation)		1,764.11		1,891.98
	TOTAL		1,764.11		1,891.98
	Yearwise details of Current Tax Assets				
	Advance Tax & TDS				
	- F.Y. 1994-95		609.04		609.04
	- F.Y. 1995-96		934.32		934.32
	- F.Y. 1996-97		761.17		761.17
	- F.Y. 1997-98		655.12		655.12
	- F.Y. 1998-99		432.18		432.18
	- F.Y. 1999-00		454.88		454.88
	- F.Y. 2000-01		522.97		522.97
	- F.Y. 2001-02		237.85		237.85
	- F.Y. 2002-03		-		542.76
	- F.Y. 2003-04		-		285.32
	- F.Y. 2004-05		-		394.35
	- F.Y. 2005-06		110.00		87.88
	- F.Y. 2006-07		-		188.18
	- F.Y. 2007-08		893.05		893.05
	- F.Y. 2008-09		-		1,256.90
	- F.Y. 2009-10		-		1,051.56
	- F.Y. 2010-11		-		1,969.78
	- F.Y. 2011-12		-		1,232.80
	- F.Y. 2012-13		-		1,872.73
	- F.Y. 2013-14		-		2,392.89
	- F.Y. 2014-15		-		2,033.01
	- F.Y. 2015-16		2,080.48		2,080.48
	- F.Y. 2016-17		2,451.72		2,451.72
	- F.Y. 2017-18		-		2,645.26
	- F.Y. 2018-19		2,553.67		2,553.67
	- F.Y. 2019-20		2,057.07		2,057.07
	- F.Y. 2020-21		2,022.14		2,022.14
	- F.Y. 2021-22		2,186.88		-
	Less: Provison for Taxation				
	- F.Y. 1994-95		(644.62)		(644.62)
	- F.Y. 1995-96		(767.27)		(767.27)
	- F.Y. 1996-97		(520.96)		(520.96)



NOTES FORMING PART OF FINANCIAL STATEMENTS

(₹ in lakh)

Note No.	Particulars	As at 31 March 2022		As at 31 March 2021	
	- F.Y. 1997-98		(668.44)		(668.44)
	- F.Y. 1998-99		(252.74)		(252.74)
	- F.Y. 1999-00		(509.40)		(509.40)
	- F.Y. 2000-01		(301.48)		(301.48)
	- F.Y. 2001-02		(134.27)		(134.27)
	- F.Y. 2002-03		-		(215.66)
	- F.Y. 2003-04		-		(358.49)
	- F.Y. 2004-05		-		(121.67)
	- F.Y. 2005-06		-		(201.93)
	- F.Y. 2006-07		-		(342.00)
	- F.Y. 2007-08		(822.25)		(822.25)
	- F.Y. 2008-09		-		(1,244.93)
	- F.Y. 2009-10		-		(1,449.49)
	- F.Y. 2010-11		-		(1,701.00)
	- F.Y. 2011-12		-		(1,235.00)
	- F.Y. 2012-13		-		(1,887.00)
	- F.Y. 2013-14		-		(2,381.50)
	- F.Y. 2014-15		-		(1,870.00)
	- F.Y. 2015-16		(1,807.00)		(1,807.00)
	- F.Y. 2016-17		(2,622.00)		(2,622.00)
	- F.Y. 2017-18		-		(2,670.00)
	- F.Y. 2018-19		(2,450.00)		(2,450.00)
	- F.Y. 2019-20		(1,625.00)		(1,625.00)
	- F.Y. 2020-21		(1,923.00)		(1,923.00)
	- F.Y. 2021-22		(2,150.00)		-
	Total (Net)		1,764.11		1,891.98
	Appeal effects were given in 13 Assessment Years by IT department. TFCI has provided/write-off ₹164.75 Lakh (Net) for these years as possibility of further recovery is remote.				
10	Deferred Tax Assets/Liability (Net)				
	Deferred Tax Assets				
	a) Allowance for doubtful debts and advances		529.64		624.64
	b) Allowance for diminution in value of investments		471.91		317.52
	Deferred Tax Liabilities				
	a) Depreciation		(227.64)		(224.90)
	TOTAL		773.91		717.26

Note No. 11 Property, Plant and Equipment as at 31 March 2022

Particulars	Gross Block				Accumulated Depreciation				Net Block
	Gross Carry- ing Value as at 01/04/2021	Ad- dition for the period	Disposal / Adjustments	Gross Carry- ing Value as at 31/03/2022	As at 01/04/2021	Addition for the Period	Disposal / Adjustments	As at 31/03/2022	Net Carry- ing Value as at 31/03/2022
Building (NBCC Plaza)*	1,457.32	-	-	1,457.32	105.87	26.48	-	132.35	1,324.97
Furniture & Fixture	30.96	0.77	-	31.73	18.00	0.84	-	18.84	12.89
Office Equipment	37.26	0.75	-	38.01	10.49	6.37	-	16.86	21.15
Electricals	28.30	7.68	-	35.98	20.65	1.53	-	22.18	13.80
Computers	40.20	137.53	0.63	177.10	17.62	34.24	0.30	51.56	125.54
Vehicles	15.19	-	-	15.19	10.22	2.55	-	12.77	2.42
Total	1,609.23	146.73	0.63	1,755.33	182.85	72.01	0.30	254.56	1,500.77



NOTES FORMING PART OF FINANCIAL STATEMENTS

(₹ in lakh)

As At March 31, 2021									
Particulars	Gross Block				Accumulated Depreciation				Net Block
	Gross Carrying Value as at 01/04/2020	Addition for the period	Disposal / Adjustments	Gross Carrying Value as at 31/03/2021	As at 01/04/2020	Addition for the Period	Disposal / Adjustments	As at 31/03/2021	Net Carrying Value as at 31/03/2021
Building (NBCC Plaza)*	1,457.32	-		1,457.32	79.38	26.49		105.87	1,351.45
Furniture & Fixture	30.96	-		30.96	16.98	1.02		18.00	12.96
Office Equipment	37.13	0.13		37.26	4.11	6.38		10.49	26.77
Electricals	28.08	0.22		28.30	18.16	2.49		20.65	7.65
Computers	27.24	12.96		40.20	8.42	9.20		17.62	22.58
Vehicles	15.19	-		15.19	7.66	2.56		10.22	4.97
Total	1,595.92	13.31	-	1,609.23	134.71	48.14	-	182.85	1,426.38

* The title to the Office Building at NBCC Plaza, New Delhi is by means of Agreement to Sell & Possession letter from the Seller NBCC Limited. The sub-lease deed shall be executed in favour of Company post execution of perpetual Lease deed by L&DO Ministry of Urban Development in favour of NBCC Ltd.

Note No. 12 Intangible Assets Under Development as at 31 March 2022					
Intangible Assets Under Development	Amount				Total
	Less than 1 Year	1-2 Year	2-3 Years	More than 3 Years	
Project in progress	21.80	-	-	-	21.80

Intangible Assets Under Development as at 31 March 2021					
Intangible Assets Under Development	Amount				Total
	Less than 1 Year	1-2 Year	2-3 Years	More than 3 Years	
Project in progress	-	-	-	-	-

Note No. 13 Other Intangible Assets									
As At March 31, 2022									
Particulars	Gross Block				Accumulated Depreciation				Net Block
	Gross Carrying Value as at 01/04/2021	Addition for the Period	Disposal / Adjustments	Gross Carrying Value as at 31/03/2022	As at 01/04/2021	Addition for the Period	Disposal / Adjustments	As at 31/03/2022	Net Carrying Value as at 31/03/2022
Computer Software	1.20	40.74	-	41.94	0.06	8.02	-	8.08	33.86
Total	1.20	40.74	-	41.94	0.06	8.02	-	8.08	33.86

As At March 31, 2021									
Particulars	Gross Block				Accumulated Depreciation				Net Block
	Gross Carrying Value as at 01/04/2020	Addition for the Period	Disposal / Adjustments	Gross Carrying Value as at 31/03/2021	As at 01/04/2020	Addition for the Period	Disposal / Adjustments	As at 31/03/2021	Net Carrying Value as at 31/03/2021
Computer Software	-	1.20		1.20	-	0.06		0.06	1.14
Total	-	1.20	-	1.20	-	0.06	-	0.06	1.14



NOTES FORMING PART OF FINANCIAL STATEMENTS

(₹ in lakh)

Note No. 14 Right to Use Assets									
As At March 31, 2022									
Particulars	Gross Block				Accumulated Depreciation				Net Block
	Gross Carrying Value as at 01/04/2021	Addition for the Period	Disposal / Adjustments	Gross Carrying Value as at 31/03/2022	As at 01/04/2021	Addition for the Period	Disposal / Adjustments	As at 31/03/2022	
Assets Acquired on Lease	316.62	-	-	316.62	94.43	66.66	-	161.09	155.53
Total	316.62	-	-	316.62	94.43	66.66	-	161.09	155.53

As At March 31, 2021									
Particulars	Gross Block				Accumulated Depreciation				Net Block
	Gross Carrying Value as at 01/04/2020	Addition for the Period	Disposal / Adjustments	Gross Carrying Value as at 31/03/2021	As at 01/04/2020	Addition for the Period	Disposal / Adjustments	As at 31/03/2021	
Assets Acquired on Lease	316.62	-	-	316.62	27.77	66.66	-	94.43	222.19
Total	316.62	-	-	316.62	27.77	66.66	-	94.43	222.19

Note No.	Particulars	As At 31 March 2022		As At 31 March 2021	
15	Other Non-Financial Assets				
	Loans to Staff (Employee benefit cost at fair value)		-		106.31
	Prepaid Expenses (including upfront fee on unavailed borrowings)		42.29		14.84
	Deferred cost- (Fair Valuation of Security deposit)		6.18		8.47
	Unavailed Tax Credit of GST		92.21		6.28
	TOTAL		140.68		135.90

Note No.	Particulars	As At 31 March 2022		As At 31 March 2021	
16	Payables				
	1. Trade Payables		-		-
	2. Other Payables				
	- Other Sundry Creditors		-		5.71
	TOTAL		-		5.71



NOTES FORMING PART OF FINANCIAL STATEMENTS

(₹ in lakh)

Note No.	Particulars	As At 31 March 2022		As At 31 March 2021	
17	Debt Securities (At Amortised Cost)				
	- Secured				
	(Secured By Hypothecation of Book Debts/future receivables)				
	9.95% Market Linked Debentures (Series XLVIII)				
	400 Nos of 9.95% Bonds of ₹10,00,000/- each	4,000.00		-	
	Redeemable at par on 01 December 2024				
	Less- Unamortised Issue Expenses	(123.08)	3,876.92	-	-
	8.81% Bonds (2025) (Series MB 2015-01)				
	15974 Nos of 8.81% Bonds of ₹1,00,000/- each Redeemable at par on 09 November 2025	15,974.00		15,974.00	
	Less- Unamortised Issue Expenses	(53.35)	15,920.65	(65.84)	15,908.16
	- Un Secured				
	10.15% Bonds (2021) (Series MB XLI)				
	1000 Nos of 10.15% Bonds of ₹10,00,000/- each Redeemable at par on 01 September 2021	-		10,000.00	
	Less- Unamortised Issue Expenses	-	-	(2.44)	9,997.56
	10.20% Bonds (2021) (Series MB XLII)				
	1000 Nos of 10.20% Bonds of ₹10,00,000/- each Redeemable at par on 16 November 2021	-		10,000.00	
	Less- Unamortised Issue Expenses	-	-	(2.36)	9,997.64
	9.65% Bonds (2022) (Series MB XLIII)				
	565 Nos of 9.65% Bonds of ₹10,00,000/- each Redeemable at par on 19 April 2022	5,650.00		5,650.00	
	Less- Unamortised Issue Expenses	-	5,650.00	(2.73)	5,647.27
	9.95% Bonds (2022) (Series MB XLIV)				
	750 Nos of 9.95% Bonds of ₹10,00,000/- each Redeemable at par on 01 July 2022	7,500.00		7,500.00	
	Less- Unamortised Issue Expenses	(1.07)	7,498.93	(5.19)	7,494.81
	9.95% Bonds (2022) (Series MB XLV)				
	750 Nos of 9.95% Bonds of ₹10,00,000/- each Redeemable at par on 21 August 2022	7,500.00		7,500.00	
	Less- Unamortised Issue Expenses	(1.16)	7,498.84	(5.32)	7,494.68
	9.50% Bonds (2023) (Series MB XLVI-A)				
	500 Nos of 9.50% Bonds of ₹10,00,000/- each Redeemable at par on 25 February 2023	5,000.00		5,000.00	
	Less- Unamortised Issue Expenses	(3.05)	4,996.95	(6.14)	4,993.86
	9.60% Bonds (2028) (Series MB XLVI-B)				
	1000 Nos of 9.60% Bonds of ₹10,00,000/- each Redeemable at par on 25 February 2028	10,000.00		10,000.00	
	Less- Unamortised Issue Expenses	(25.81)	9,974.19	(28.95)	9,971.05
	9.65% Bonds (2033) (Series MB XLVI-C)				
	750 Nos of 9.65% Bonds of ₹10,00,000/- each Redeemable at par on 25 February 2033	7,500.00		7,500.00	
	Less- Unamortised Issue Expenses	(26.03)	7,473.97	(27.35)	7,472.65
	Total		62,890.45		78,977.68
	Debt Securities in India		62,890.45		78,977.68
	Debt Securities outside India		-		-



NOTES FORMING PART OF FINANCIAL STATEMENTS

(₹ in lakh)

Note No.	Particulars	As At 31 March 2022		As At 31 March 2021	
18	Borrowings (Other than Debt Securities)				
	- Secured				
	<i>(Secured By Hypothecation of Book Debts/future receivables and pledge of Debt Investments)</i>				
	I. Term Loans from State Bank of India	10,000.00		17,500.00	
	<i>Less: Unamortised Upfront Fee</i>	(7.59)	9,992.41	(24.68)	17,475.32
	<i>8.65% p.a. repayable by 31.03.2023</i>				
	<i>(12 Quarterly installments starting from 30.06.2020 and ending on 31.03.2023)</i>				
	II. Term Loans from State Bank of India	17,500.00		24,986.26	
	<i>Less: Unamortised Upfront Fee</i>	(109.67)	17,390.33	(217.56)	24,768.70
	<i>8.65% p.a. repayable by 31.03.2024</i>				
	<i>(12 Quaterly installment starting from 30.06.2021 and ending on 31.03.2024)</i>				
	III. Term Loans from Canara Bank	6,250.00		8,750.00	
	<i>Less: Unamortised Upfront Fee</i>	(5.45)	6,244.55	(10.29)	8,739.71
	<i>9.30% p.a. repayable by 25.09.2024</i>				
	<i>(16 Quarterly installments starting from 25.12.2020 and ending on 25.09.2024)</i>				
	IV. Term Loans from Indian Bank	5,000.00		-	
	<i>Less: Unamortised Upfront Fee</i>	(68.34)	4,931.66	-	-
	<i>9.00% p.a. repayable by 30.04.2025</i>				
	<i>(12 Quarterly installments starting from 31.07.2022 and ending on 30.04.2025)</i>				
	V. Term Loans from Indian Bank	4,000.00		-	
	<i>Less: Unamortised Upfront Fee</i>	(70.77)	3,929.23	-	-
	<i>9.00% p.a. repayable by 31.01.2027</i>				
	<i>(16 Quarterly installments starting from 30.04.2023 and ending on 31.01.2027)</i>				
	VI. Term Loans from Punjab & Sind Bank	5,000.00		-	
	<i>Less: Unamortised Upfront Fee</i>	(68.28)	4,931.72	-	-
	<i>8.60% p.a. repayable by 30.09.2025</i>				
	<i>(12 Quarterly installments starting from 31.12.2022 and ending on 30.09.2025)</i>				
	VII. Term Loans SIDBI	4,000.00		-	
	<i>Less: Unamortised Upfront Fee</i>	-	4,000.00	-	-
	<i>5.75% p.a. repayable by 10.09.2022</i>				
	<i>(11 Monthly installments starting from 10.11.2021 and ending on 10.09.2022)</i>				
	VIII. Term Loans UCO Bank	5,000.00		-	
	<i>Less: Unamortised Upfront Fee</i>	(86.25)	4,913.75	-	-
	<i>8.80% p.a. repayable by 31.01.2026</i>				
	<i>(12 Quarterly installments starting from 30.04.2023 and ending on 31.01.2026)</i>				
	IX. Cash Credit/WCDL from State Bank of India		7,000.00		6,000.00
	X. Cash Credit/WCDL from Indian Bank		1,000.00		-
	TOTAL		64,333.65		56,983.73
	Borrowings in India		64,333.65		56,983.73
	Borrowings outside India		-		-



NOTES FORMING PART OF FINANCIAL STATEMENTS

(₹ in lakh)

Note No.	Particulars	As At 31 March 2022		As At 31 March 2021	
19	Other Financial Liabilities				
	Interest & Other Charges Accrued but not due on Borrowings		2,132.34		1,816.58
	Unclaimed Dividend		188.70		201.42
	Amount Received Pending Adjustment		280.63		250.70
	Lease Liability against right to use asset		175.20		233.77
	Retention towards DSRA		496.00		534.62
	Liability towards Unclaimed Interest-on-Interest during Moratorium period		10.65		-
	TOTAL		3,283.52		3,037.09
20	Provisions				
	Provision for Employee Benefits		91.51		179.14
	Provision for Expenses		110.39		59.57
	TOTAL		201.90		238.71
21	Other Non-financial liabilities				
	Statutory Dues		51.22		83.01
	TOTAL		51.22		83.01
22	Equity Share Capital				
	Authorised Share Capital				
	25,00,00,000 Equity Shares (P. Y. 25,00,00,000) of ₹ 10/- each		25,000.00		25,000.00
	25,00,00,000 Cumulative Redeemable Preference Shares (P. Y. 25,00,00,000) of ₹ 10/- each		25,000.00		25,000.00
	TOTAL		50,000.00		50,000.00
	Issued, subscribed and fully paid				
	9,03,72,448 Equity Shares (P.Y. 8,07,16,748) of ₹ 10/- each Fully Paid Up		9,037.24		8,071.67
	TOTAL		9,037.24		8,071.67
	Reconciliation of Issued Share Capital	No of Shares	Amount	No of Shares	Amount
	Equity shares outstanding at the beginning of the year	80716748	8,071.67	80716748	8,071.67
	Issued During year	9655700	965.57	-	-
	Brought Back During year	-	-	-	-
	Equity shares outstanding at the end of the period	90372448	9,037.24	80716748	8,071.67
Shareholders holding more than 5% of Shares in the company	No of Shares	% of shares	No of Shares	% of shares	
(a) India Opportunities III Pte Ltd	80,61,597	8.92%	80,61,597	9.99%	
(b) Shri Koppara Sajeeve Thomas	60,27,633	6.67%	76,86,633	9.52%	
(c) Pransatree Holding Pte Ltd.	53,62,700	5.93%			



NOTES FORMING PART OF FINANCIAL STATEMENTS

(₹ in lakh)

Note No.	Particulars	As at 31 March 2022		As at 31 March 2021	
		No of Shares	% of shares	No of Shares	% of shares
	Shareholding of promoters/promoter group at the end of the year				
	(a) Life Insurance Corporation of India	29,60,644	3.28%	29,60,644	3.67%
	(b) The Oriental Insurance Co. Ltd	8,61,527	0.95%	8,61,527	1.07%
	(c) India Opportunities III Pte Ltd.	80,61,597	8.92%	80,61,597	9.99%
	(d) Tamaka Capital(Mauritius) Ltd.	24,21,502	2.68%	24,21,502	3.00%
	(e) Shri Koppara Sajeeve Thomas	60,27,633	6.67%	76,86,633	9.52%
	(f) Pransatree Holding Pte Ltd.	53,62,700	5.93%	-	
	Changes in Shareholding held by promoters/promoter group	% Change during the year		% Change during the year	
	(a) Life Insurance Corporation of India		(0.39%)		0.00%
	(b) The Oriental Insurance Co. Ltd		(0.12%)		0.00%
	(c) India Opportunities III Pte Ltd.		(1.07%)		0.00%
	(d) Tamaka Capital(Mauritius) Ltd.		(0.32%)		0.00%
	(e) Shri Koppara Sajeeve Thomas		(2.85%)		4.52%
	(f) Pransatree Holding Pte Ltd.		5.93%		N.A.
23	Other Equity				
	Reserves and Surplus				
	(i) Capital Reserves		11.55		11.55
	(ii) Security Premium Reserve		11,601.25		6,232.42
	(iii) General Reserve		25,720.04		23,320.04
	(iv) Retained Earnings		11,436.13		9,664.62
	SUB - TOTAL		48,768.97		39,228.63
	Special Reserves				
	(i) Under Section 36(1)(viii) of the Income Tax Act 1961		17,969.53		15,882.53
	(ii) Under Section 45 IC of RBI Act, 1934		16,699.07		14,992.07
	SUB - TOTAL		34,668.60		30,874.60
	Other Reserves				
	(i) Equity Instruments through Other Comprehensive Income		1,221.09		987.72
	SUB - TOTAL		1,221.09		987.72
	TOTAL		84,658.66		71,090.95
	Reserves and Surplus				
	(i) Capital Reserves				
	Balance at the beginning of the year	11.55		11.55	
	Add: Transfer	-		-	
	Balance at the end of the period		11.55		11.55



NOTES FORMING PART OF FINANCIAL STATEMENTS

(₹ in lakh)

(ii) Security Premium Reserve				
Balance at the beginning of the year	6,232.42		6,271.43	
Add: Additions during period	5,552.03			
Less: Share Issue Expense/Amortization of transaction cost of bonds	(183.20)		(39.01)	
Balance at the end of the period		11,601.25		6,232.42
(iii) General Reserve				
Balance at the beginning of the year	23,320.04		21,120.04	
Add: Transfer	2,400.00		2,200.00	
Balance at the end of the period		25,720.04		23,320.04
(iv) Retained Earnings				
Balance at the beginning of the year	9,664.62		7,217.53	
- Less: Payment of Dividend (Including Tax thereon)	(645.73)		-	
- Add/Less: Other Comprehensive Income directly recognised. (Remeasurement of Actuarial Gain /(Loss))	60.84		5.62	
- Add: Reclassification of Realised gain from OCI to Reserves	18.53		14.73	
- Add: Profit for the Year	8,531.87		8,074.74	
Less: Appropriations				
- Transfer to General Reserve	(2,400.00)		(2,200.00)	
- Transfer to Special Reserve under Section 36(1)(viii) of the Income Tax Act 1961	(2,087.00)		(1,833.00)	
- Transfer to Special Reserve under Section 45 IC of RBI Act, 1934	(1,707.00)		(1,615.00)	
Balance at the end of the period		11,436.13		9,664.62
Special Reserves				
(i) Under Section 36(1)(viii) of the Income Tax Act 1961				
Balance at the beginning of the year	15,882.53		18,455.33	
Add: Transfer	2,087.00		1,833.00	
Less: Utilised for Write-off	-		(4,405.80)	
Balance at the end of the period		17,969.53		15,882.53
(ii) Under Section 45 IC of RBI Act, 1934				
Balance at the beginning of the year	14,992.07		13,377.07	
Add: Transfer	1,707.00		1,615.00	
Less: Written Back in Current period	-		-	
Balance at the end of the period		16,699.07		14,992.07
Other Reserves				
Equity Instruments through Other Comprehensive Income				
Balance at the beginning of the year	987.72		827.56	
Add: Other Comprehensive Income	251.90		174.89	
Less: Reclassification of Realised gain from OCI to reserves	(18.53)		(14.73)	
Balance at the end of the period		1,221.09		987.72



NOTES FORMING PART OF FINANCIAL STATEMENTS

(₹ in lakh)

Note No.	Particulars	Year Ended March 31, 2022			Year Ended March 31, 2021		
		On Financial Assets measured at Amortised Cost	On Financial Assets measured Through P&L	On Financial Assets measured Through OCI	On Financial Assets measured at Amortised Cost	On Financial Assets measured Through P&L	Financial Assets measured Through OCI
24	Interest Income						
	1. Interest on Loans						
	(a) Interest on Loans & Advances	24,008.73	-	-	23,271.08	-	-
	(b) Interest on Loans to Staff	3.38	-	-	9.66	-	-
	(c) Interest on Loans to Staff (due to amortisation of loan at FV)	-	-	-	16.22	-	-
	2. Interest on Investments						
	(a) Interest on investment in bonds	544.55	-	-	1,255.97	-	-
	(b) Interest on investment in CD's	-	-	-	-	-	-
	(c) Interest on term deposit with banks	230.38	-	-	205.57	-	-
	3. Interest income (due to fair valuation of security deposit)	2.28	-	-	2.08	-	-
	Total	24,789.32	-	-	24,760.58	-	-
25	Dividend Income						
	Dividend Received	-	-	69.69	-	-	69.69
	Total	-	-	69.69	-	-	69.69

Note No.	Particulars	Year Ended March 31, 2022	Year Ended March 31, 2021
26	Fees & Commission Income		
	Premium on prepayments of loan	30.28	136.28
	Legal fee	-	18.98
	Appraisal and Advisory fee	62.35	409.45
	Management fee	53.26	165.75
	Total	145.89	730.46



NOTES FORMING PART OF FINANCIAL STATEMENTS

(₹ in lakh)

Note No.	Particulars	Year Ended			
		March 31, 2022	March 31, 2021		
27	Net gain/(loss) on fair value changes				
	Net Gain/(Loss) on financial instruments at fair value through profit or loss				
	(i) On trading portfolio - Investments				
	- Gain/(Loss) on fair valuation of Mutual Funds	1.54	-		
	- Gain/(Loss) on fair valuation of Shares	2.13	2.50		
	(ii) On non-trading portfolio - Investments				
	- Gain/ (Loss) on fair valuation of security receipts	(354.30)	-		
	Net Gain/(Loss) realised on sale of financial instruments				
	(i) On trading portfolio - Investments				
	- Gain/(Loss) on investment in mutual funds (debt based)	56.02	24.41		
	- Gain/(Loss) on sale of Bonds/Debentures	92.73	242.27		
	(ii) On non-trading portfolio - Investments				
	- Gain/(Loss) on sale of Shares	23.42	14.42		
	(iii) On financial instruments designated at fair value through profit or loss				
	- Gain/ (Loss) on redemption of security receipts	2.07	0.88		
	Total Net gain/(loss) on fair value changes	(176.39)	284.48		
	Fair Value changes:				
	- Realised	174.24	281.98		
	- Unrealised	(350.63)	2.50		
	Total	(176.39)	284.48		
28	Other Operating Income				
	Bad Debt Recovered	590.00	-		
	Total	590.00	-		
29	Other Income				
	Miscellaneous Income	12.53	5.48		
	Total	12.53	5.48		
Note No.	Particulars	Year ended		Year ended	
		31 March 2022		31 March 2021	
		On Financial liabilities measured at Amortised Cost	On Financial liabilities measured through P&L	On Financial liabilities measured at Amortised Cost	On Financial liabilities measured through P&L
30	Finance Cost				
	Interest on borrowings	4,949.37	-	4,909.63	-
	Interest on debt securities	6,801.14	-	7,919.72	-
	Interest on lease liability	18.55	-	23.36	-
	Other Fee and charges	235.30	-	158.86	-
	Total	12,004.36	-	13,011.57	-



NOTES FORMING PART OF FINANCIAL STATEMENTS

(₹ in lakh)

Note No.	Particulars	Year ended 31 March 2022	Year ended 31 March 2021
31	Employee Benefit Expenses		
	Salaries & Allowances	1,334.51	1,516.57
	Contribution to Provident Fund	85.33	98.99
	Contribution for Gratuity	41.60	52.12
	Contribution for Leave Encashment	41.51	33.13
	Staff Welfare Expenses & Others	15.15	16.08
	Interest on Loans to Staff (due to amortisation of loan at FV)	-	16.22
	Total	1,518.10	1,733.11
32	Depreciation		
	Building (NBCC Plaza)	26.48	26.49
	Furniture & Fixture	0.84	1.02
	Office Equipment	6.37	6.38
	Electricals	1.53	2.49
	Computers	34.24	9.20
	Vehicles	2.55	2.56
	Computer Software	8.02	0.06
	Right of Use Assets	66.66	66.66
	Total	146.69	114.86
33	Other Expenses		
	Rent Rates & Taxes	10.02	10.26
	Office Upkeep & Maintenance	101.61	94.07
	Insurance Premium	25.71	19.89
	Electricity charges	7.22	5.99
	Travelling and Conveyance	118.78	120.54
	Printing and Stationery	6.40	6.15
	Postage, Telephone and Internet	43.55	44.87
	Advertisement & Publicity	38.53	50.58
	Books & Periodicals	9.25	11.08
	Membership and Subscription	6.29	4.38
	Directors Sitting Fee	61.66	30.09
	Board Meeting Expenses	2.55	0.26
	AGM Expenses	3.21	0.01
	Registrar & Transfer Agent Fee	9.05	5.46
	Listing Fee	11.14	7.84
	Rating Fees	57.12	72.69
	Audit Fee	12.17	5.90
	Legal and Professional Charges	236.55	184.40
	Miscellaneous Expenses	3.81	8.02
	Corporate Social Responsibility(CSR) Expenses	207.30	213.30
	Total	971.92	895.78



NOTES FORMING PART OF FINANCIAL STATEMENTS

(₹ in lakh)

34	Provisions, Contingent Liabilities and Contingent Assets (Ind AS - 37)		
a)	Contingent Liabilities:		
	Particulars	31 March 2022	31 March 2021
	Income Tax	512.39	512.39
	Total	512.39	512.39
Contingent liabilities not provided for where order of CIT(Appeals)/ITAT, in similar matters, in previous years, are in favour of the TFCL.			
b)	Contingent Assets:		
	Particulars	31 March 2022	31 March 2021
	Contingent Assets	Nil	Nil

35	Effects of changes in Foreign Exchange Rates (Ind AS - 21) : NIL (PY-NIL)
-----------	--

36	Employee Benefits (IND AS - 19)			
The summarized position of various defined benefits recognized in the Statement of Profit & Loss, Other Comprehensive Income (OCI) and Balance Sheet & other disclosures.				
	Summary of membership data (Gratuity & Leave Encashment)	31 March 2022		31 March 2021
	Number of Regular employees	34		39
	Total Monthly Salary for gratuity	51.48		63.81
	Total Monthly Salary for leave encashment	98.41		105.44
	Total Monthly Salary for leave availment	98.41		105.44
	Average Past Service (in Years)	15.26		13.79
	Average Age of Employees (in Years)	45.12		44.74
	Average remaining working life (in Years)	14.88		15.26
	Leave balance considered on valuation date (No's)	2175		5344
	Weighted average duration of PBO (in Years)	12.39		12.75
Balances of defined benefit obligation				
	Particulars	31 March 2022		31 March 2021
		Gratuity	Leave Encashment	Gratuity
				Leave Encashment
	Defined Benefit Obligation	516.25	255.53	556.63
	Fair Value of Plan Assets	529.12	214.02	504.34
	Net Defined Benefit Assets/(Liabilities)	12.87	(41.51)	(52.29)
				(78.86)
Movement in present value of defined benefit obligation				
	Particulars	31 March 2022		31 March 2021
		Gratuity	Leave Encashment	Gratuity
				Leave Encashment
	Defined benefit obligation at the beginning of the year	556.63	416.50	575.73
	Service cost	37.98	28.82	51.10
	Interest Cost	38.52	48.17	39.73
	Benefits Paid	(46.32)	(215.51)	(104.30)
	Total actuarial loss/(gain) on obligation	(70.56)	(22.45)	(5.63)
	Defined benefit obligation at the end of the Year	516.25	255.53	556.63
				416.50



NOTES FORMING PART OF FINANCIAL STATEMENTS

(₹ in lakh)

Movement in fair value of plan asset				
Particulars	31 March 2022		31 March 2021	
	Gratuity	Leave Encashment	Gratuity	Leave Encashment
Fair value of plan assets at the beginning of the year	504.34	337.64	560.86	336.79
Actuarial return on the plan assets	25.18	13.02	38.70	23.23
Mortality charges	-	-	-	-
Recovered from fund	-	-	-	-
Employer contribution	45.92	78.86	9.08	50.78
Benefit paid	(46.32)	(215.51)	(104.30)	(73.16)
Fair value of plan assets at end of year	529.12	214.02	504.34	337.64
Amount Recognized in Statement of Profit and Loss				
Particulars	31 March 2022		31 March 2021	
	Gratuity	Leave Encashment	Gratuity	Leave Encashment
Current service cost	37.98	48.17	51.10	91.07
Past Service Cost including Curtailment loss/gain	-	-	-	-
Gain or loss on non-routine settlement	-	-	-	-
Service Cost	37.98	48.17	51.10	91.07
Net interest cost	3.62	5.46	1.02	6.66
Net actuarial (gain) / loss recognized in the period	-	(12.11)	-	(64.60)
Cost Recognized in P&L	41.60	41.51	52.12	33.13
Amount recognized in Other Comprehensive Income (OCI)				
Particulars	31 March 2022		31 March 2021	
	Gratuity	Leave Encashment	Gratuity	Leave Encashment
Net cumulative unrecognised actuarial gain/(loss) - opening balance	-	-	-	-
Actuarial gain/(loss) for the year on PBO	70.56	-	5.62	-
Actuarial gain /(loss) for the year on Asset	(9.72)	-	-	-
Unrecognised actuarial gain/(loss) at the end of the year	60.84	-	5.62	-
Sensitivity Analysis				
Significant actuarial assumptions for the determination of the defined obligation are discount rate and expected salary increase. The sensitivity analysis below have been determined based on reasonably possible changes of the respective assumptions occurring at the end of the reporting period, while holding all other assumptions constant.				
Assumptions	31 March 2022		31 March 2021	
	Gratuity	Leave Encashment	Gratuity	Leave Encashment
Present Value of Obligation at the end of the period	516.25	255.53	556.63	416.50
Impact due to increase of 0.50% in discount rate	(32.41)	(12.16)	(27.32)	(19.94)
Impact due to decrease of 0.50 % in discount rate	38.54	13.02	28.31	21.37
Impact due to increase of 0.50% in salary	32.86	12.97	28.95	21.19
Impact due to decrease of 0.50 % in salary	(31.80)	(12.23)	(27.95)	(19.98)



NOTES FORMING PART OF FINANCIAL STATEMENTS

(₹ in lakh)

Actuarial Assumption				
Particulars	31 March 2022		31 March 2021	
	Gratuity	Leave Encashment	Gratuity	Leave Encashment
Method used	Projected Unit Credit (PUC)		Projected Unit Credit (PUC)	
Discount rate	7.10%	7.10%	6.92%	6.92%
Rate of salary increase	7.00%	7.00%	7.00%	7.00%
Maturity Profile of Defined Benefit Obligation				
Year of payment	31 March 2022		31 March 2021	
	Gratuity	Leave Encashment	Gratuity	Leave Encashment
0 to 1 Year	11.01	8.55	12.75	11.72
1 to 2 Year	7.69	4.17	8.21	6.70
2 to 3 Year	8.32	4.22	8.15	6.61
3 to 4 Year	8.59	4.23	8.90	6.71
4 to 5 Year	59.99	25.89	42.27	27.57
5 to 6 Year	50.97	13.77	56.14	51.84
6 Year onwards	369.49	194.69	420.21	305.35
Category of investment in Plan assets				
Category of Investment	31 March 2022		31 March 2021	
	Gratuity	Leave Encashment	Gratuity	Leave Encashment
	% of fair value of plan assets			
Funds Managed by Insurer	100%	100%	100%	100%

37 Operating Segments (Ind AS - 108)

- a) Based on the "Management Approach" as defined in Ind AS 108, the Chief Operating Decision Maker (CODM) evaluates the performance and allocates resources based on an analysis of various performance indicators by business segments. The Managing Director (MD) /Whole Time Director (WTD) has been identified as CODM. The accounting principles used in the preparation of the financial statements are consistently applied to record revenue and expenditure in individual business segment, and are as set out in the significant accounting policies.
- b) The company operates in a single segment namely "Financing and Investment Activities" taking into account the different risks and returns, the organisational structure and the internal reporting systems. With a view to engage in Investment Banking activities, consultancy & advisory services, TFCI Capital Ltd (100% subsidiary of TFCI) has been incorporated by subscribing to Equity Capital of ₹5.00 lakh.
- c) **Entity-Wide Disclosures-**
 - (i) **Information about major customers**
The company is not reliant on single customer for revenue and hence revenue from no single external customer amounts to 10 per cent or more of an entity's revenues.



NOTES FORMING PART OF FINANCIAL STATEMENTS

(₹ in lakh)

(ii) **Geographical Information**

Revenue from external customers by location of operations and information about its non current assets by location of assets are as follow :-

Particulars	Geographical Location - INDIA			
	Non Current Assets		Revenue from External Customers	
	31 March 2022	31 March 2021	31 March 2022	31 March 2021
Property, Plant & Equipment	1,534.63	1,427.52	25,418.51	25,845.21
Loans & Advances (Gross)	1,83,154.55	1,97,577.23		
Total	1,84,689.18	1,99,004.75	25,418.51	25,845.21

(iii) **Revenue from Major Products**

Revenue from external customers for each product and service are as follow:-

Particulars	31 March 2022	31 March 2021
Interest Income	24,789.32	24,760.58

Company is in the business of financing primarily to entities engaged mainly in tourism sector and derives its major revenue from interest on loans to such entities.

38 Earning Per Share (Ind AS - 33)

a) **Basic EPS**

Particulars	Year ended 31 March 2022	Year ended 31 March 2021
Net Profit Attributable to Equity Shareholders	8,531.87	8,074.74
Weighted Average Number of Equity Shares (No's)	8,52,66,831	8,07,16,748
Basic Earning Per Share (Face Value ₹10/- each)	10.01	10.00

b) **Diluted EPS**

Particulars	Year ended 31 March 2022	Year ended 31 March 2021
Net Profit Attributable to Equity Shareholders (₹ in lakh)	8,531.87	8,074.74
Weighted Average Number of Equity Shares (No's)	8,52,66,831	8,07,16,748
Diluted Earning Per Share (Face Value ₹10/- each)	10.01	10.00

c) Company by preferential offer issued 96,55,700 equity shares of face value ₹10/- at a premium of ₹57.50 on 11.10.2021. The EPS is calculated on weighted average equity shares of the year.

**NOTES FORMING PART OF FINANCIAL STATEMENTS****39 Dividends (Ind AS - 10)**

a) The Board of Directors have recommended dividend of ₹1.20 per share (12%) for the financial Year 2021-22 subject to its approval by shareholders in forthcoming AGM.

b) (₹ in lakh)

Particulars	Year ended 31 March 2022	Year ended 31 March 2021
Dividend Paid During Year	645.73	-
Equity Shares (No's)	8,07,16,748	8,07,16,748
Dividend Per Share (Face Value ₹10/- each)	0.80	-
Dividend (as % of per equity share)	8%	-

40 Related Part Disclosure (Ind AS -24)

(a) List of Related Party and their Relationship

Sr. No.	Name	Relationship	Related Party During	
			FY: 2021-22	FY: 2020-21
- Directors & Key Managerial Persons				
1	Dr. S. Ravi	Non-Executive Chairman	✓	✓
2	Shri Shyam Maheshwari	Nominee of India Opportunities III Pte Ltd (upto 31.12.2021)	✓	✓
3	Shri Koppara Sajeeve Thomas	Promoter Group Director	✓	✓
4	Shri S.C. Sekhar	Independent Director	✓	✓
5	Shri Bapi Munshi	Independent Director	✓	✓
6	Mrs.Thankom T Mathew	Independent Director	✓	✓
7	Shri R.K. Sood	Non-Executive Director (Representing LIC of India)	✓	✓
8	Shri Anirban Chakraborty	Managing Director & CEO (upto 14.4.2022)	✓	✓
9	Late Shri B.M.Gupta	Whole Time Director (demised on 26.11.2020)	-	✓
10	Shri Suman Billa	Nominee Director, Ministry of Tourism, Govt. of India (upto 10.11.2020)	-	✓
11	Shri Anoop Bali	Whole Time Director (w.e.f 18.4.2022) and Chief Financial Officer	✓	✓
12	Shri Sanjay Ahuja	Company Secretary	✓	✓
13	Shri Vasan Paulraj	Director - TFCI Capital Ltd (upto 28.12.2021)	✓	✓
14	Shri Ajit Kumar Dash Choudhury	Director - TFCI Capital Ltd (upto 12.5.2021)	✓	✓
15	Mrs. Charu Singh	Director - TFCI Capital Ltd (w.e.f. 12.5.2021)	✓	-
16	Shri Debashish Dutta	Director - TFCI Capital Ltd (w.e.f. 28.12.2021)	✓	-
- Other Related Parties				
1	TFCI Capital Ltd	Subsidiary Company	✓	✓
2	UTI Trustee Company Pvt. Ltd.	Company with Common Director (upto 8.7.2020)	-	✓
3	Sunbright Consulting Pvt. Ltd.	Director is Member (upto 31.12.2021)	✓	✓
4	Varanium Advisory Pvt. Ltd.	Director is Member (upto 31.3.2022)	✓	✓



NOTES FORMING PART OF FINANCIAL STATEMENTS

5	S.Ravi Financial Management Services Pvt. Ltd.	Company with Common Director	✓	✓
6	SBI Payment Services Pvt. Ltd.	Company with Common Director	✓	✓
7	Abhay Capital Services Pvt. Ltd.	Director relative is Member/Director	✓	✓
8	Abhay Financial Consultancy Pvt. Ltd.	Director relative is Member/Director	✓	✓
9	Drishya Education Scholarship Foundation	Director relative is Member/Director	✓	✓
10	Ravi Rajan Consultancy Pvt. Ltd.	Director relative is Member/Director	✓	✓
11	Fidas Tech Pvt. Ltd.	Director relative is Member/Director	✓	✓
12	Benzai10 Investment Ventures Pvt Ltd	Director relative is Member/Director(w.e.f. 25.9.2020)	✓	✓
13	Ebixcash Ltd (earlier known as Ebixcash Pvt. Ltd.)	Company with Common Director (w.e.f. 25.5.2021)	✓	-
14	Ravi Rajan & Co. LLP	Director is Managing Partner	✓	✓
15	Billmart Fintech Pvt. Ltd.	Company with Common Director (w.e.f. 27.10.2021)	✓	-
16	Mynvax Pvt. Ltd.	Director is Member (w.e.f 23.9.2021)	✓	-
17	Pransatree Holdings Pte Limited (Promoter Group)	Director is Member (w.e.f 11.10.2021)	✓	-

(b) Transactions with Related Parties (₹ in lakh)

Sr. No.	Name	Nature of Transaction	Year Ended 31 March 2022	Year Ended 31 March 2021
1	Shri Anirban Chakraborty	Salary including perquisites	226.71	173.68
2	Late Shri B.M. Gupta (upto 26.11.2020) \$	Salary including perquisites	Nil	119.99
3	Shri Anoop Bali	Salary including perquisites	71.20	48.29
		compulsory EL encashment #	24.98	Nil
4	Shri Sanjay Ahuja	Salary including perquisites	44.61	38.93
		compulsory EL encashment #	17.07	Nil
5	Pransatree Holdings Pte Limited (Promoter Group)	Preferential Allotment of Equity Share	2500.00	Nil

\$ includes retirement benefits paid on demise

Includes compulsory EL encashment due to migration of salary from pay-scale to CTC w.e.f 1.4.2021. in FY 2021-22

Note : The remuneration of KMP have been considered as per Form 16.

(c) Closing Balances with related Parties (₹ in lakh)

Sr. No.	Name	Nature of Transaction	Year Ended 31 March 2022	Year Ended 31 March 2021
1	Shri Anirban Chakraborty	Gratuity & Leave Encashment	75.52	48.51
2	Shri Anoop Bali	Gratuity & Leave Encashment	47.20	60.28
3	Shri Sanjay Ahuja	Gratuity & Leave Encashment	37.55	49.28



NOTES FORMING PART OF FINANCIAL STATEMENTS

41 Leases (Ind AS 116)

1. Description of Leases

The Company's significant leasing arrangements is in respect of leases of premises for office use in Mumbai. The tenure of lease arrangements is for 5 years ending on 28th July 2024. Under lease arrangement, refundable interest-free security deposit of ₹33.00 lakh has been provided to the Lessor. The company has applied the incremental borrowing rate to lease liabilities recognised in the balance sheet at the date of initial application.

2. Maturity analysis of lease liabilities

The tables below shows the company's financial liabilities into relevant maturity groupings based on their contractual maturities for undiscounted cash flows. (₹ in lakh)

Maturity analysis – contractual undiscounted cash flows	As at 31 March 2022	As at 31 March 2021
Up to 30/31 Days	6.61	6.29
Over 1 months -2 months	6.61	6.29
Over 2 months -3 months	6.61	6.29
Over 3 months - upto 6 months	19.83	18.88
Over 6 months -upto 1 year	41.31	39.34
Over 1 year & up to 3 years	114.16	165.98
Over 3 & up to 5 years	-	29.15
Over 5 years	-	-
Total undiscounted lease liabilities as at 31 March	195.13	272.22
Lease liabilities included in the statement of financial position	175.20	233.77
Current	80.97	77.09
Non-Current	94.23	156.68

3. Amounts recognised in profit or loss

(₹ in lakh)

Particulars	Period ended 31 March 2022	Period ended 31 March 2021
Interest on lease liabilities	18.55	23.36
Variable lease payments not included in the measurement of lease liabilities	-	-
Income from sub-leasing right-of-use assets	-	-
Expenses relating to short-term leases	2.22	2.22
Depreciation charge for right-of-use assets by class of underlying asset;	66.66	66.66

4. Amounts recognised in the statement of cash flows

(₹ in lakh)

Particulars	Period ended 31 March 2022	Period ended 31 March 2021
Total cash outflow for leases	77.09	73.45

5. Amounts recognised in the Balance Sheet

(₹ in lakh)

Particulars	As at 31 March 2022	As at 31 March 2021
Recognition of Lease Liability - Gross	316.62	316.62
Recognition of Rights of Use Assets - Gross	316.62	316.62



NOTES FORMING PART OF FINANCIAL STATEMENTS

(₹ in lakh)

42 Fair Value Measurement (IND AS - 113)

Financial instrument by category

A. Particulars	As at 31 March 2022				
	At Amortised Cost	At Fair Value		At Cost	Total
		Through Other Comprehensive Income	Through profit or loss		
Financial assets					
Cash and cash equivalents	20,950.48	-	-	-	20,950.48
Bank balances other than (i) above	197.05	-	-	-	197.05
Other receivables	14.32	-	-	-	14.32
Loans & Advances (net of provision)	1,80,435.21	-	-	-	1,80,435.21
Loan to employees	17.88	-	-	-	17.88
Investment in debt securities	1,500.00	-	5,901.54	-	7,401.54
Investment in equity securities	-	2,314.46	6.35	-	2,320.81
Investment in security receipts	-	-	6,811.36	-	6,811.36
Investment in subsidiary	-	-	-	5.00	5.00
Other financial assets	1,381.34	-	-	-	1,381.34
Total financial assets	2,04,496.28	2,314.46	12,719.25	5.00	2,19,534.99
Financial liabilities					
Payables	-	-	-	-	-
Debt Securities	62,890.45	-	-	-	62,890.45
Borrowings (other than debt securities)	64,333.65	-	-	-	64,333.65
Other financial liabilities	3,283.52	-	-	-	3,283.52
Total financial liabilities	1,30,507.62	-	-	-	1,30,507.62

Particulars	As at 31 March 2021				
	At Amortised Cost	At Fair Value		At Cost	Total
		Through Other Comprehensive Income	Through profit or loss		
Financial assets					
Cash and cash equivalents	1,616.12	-	-	-	1,616.12
Bank balances other than (i) above	201.42	-	-	-	201.42
Other receivables	25.64	-	-	-	25.64
Loans & Advances	1,94,185.60	-	-	-	1,94,185.60
Loan to employees	205.83	-	-	-	205.83
Investment in debt securities	9,271.92	-	-	-	9,271.92
Investment in equity securities	-	2,114.23	4.22	-	2,118.45
Investment in security receipts	-	-	4,481.47	-	4,481.47
Investment in subsidiary	-	-	-	5.00	5.00
Other financial assets	1,451.26	-	-	-	1,451.26
Total financial assets	2,06,957.79	2,114.23	4,485.69	5.00	2,13,562.71
Financial liabilities					
Payables	5.71	-	-	-	5.71
Debt Securities	78,977.68	-	-	-	78,977.68
Borrowings (other than debt securities)	56,983.73	-	-	-	56,983.73
Other financial liabilities	3,037.09	-	-	-	3,037.09
Total financial liabilities	1,39,004.21	-	-	-	1,39,004.21



NOTES FORMING PART OF FINANCIAL STATEMENTS

(₹ in lakh)

B. Particulars	31 March 2022		31 March 2021	
	Fair value at the date of derecognition	Cumulative gain or loss on disposal	Fair value at the date of derecognition	Cumulative gain or loss on disposal
Shell Inn International Pvt. Ltd. (Sale of Shares)	51.67	41.96	35.57	29.12
Total	51.67	41.96	35.57	29.12

Fair value hierarchy

C (i). Financial Instruments Measured and Recognised at Fair Value (FVTOCI & FVTPL).

Particulars	Amount at Fair Value						Valuation Techniques & Significant Inputs
	As at 31 March 2022			As at 31 March 2021			
	Level 1	Level 2	Level 3	Level 1	Level 2	Level 3	
I. FINANCIAL ASSETS							
Financial Investments at FVTOCI							
- Investment in Equity Instruments (refer footnote of Note No.7)	-	-	2,314.46	-	-	2,114.23	Fair value ascertained based on Book Value/Market Value of Securities
Financial Investments at FVTPL							
- Investment in Debt Securities	-	-	-	-	-	-	Open Market Settlement Rate
- Investment in Equity Instruments	6.35	-	-	4.23	-	-	Share Market Quoted Price
- Investment in Security Receipts	-	-	6,811.36	-	-	4,481.46	NAV Declared by SR Trust/ Stage-3 ECL Rate of respective asset class
- Investment in Mutual Funds	5,901.54	-	-	-	-	-	NAV Declared by Mutual fund
TOTAL	5,907.89	-	9,125.82	4.23	-	6,595.69	
II. FINANCIAL LIABILITIES							
TOTAL	-	-	-	-	-	-	-

C (ii). Financial Assets and Liabilities Measured at Amortised Cost..

Particulars	Amount at Fair Value						Valuation Techniques & Significant Inputs
	As at 31 March 2022			As at 31 March 2021			
	Level 1	Level 2	Level 3	Level 1	Level 2	Level 3	
I. FINANCIAL ASSETS							
- Loan to Companies/LLP	-	-	1,83,136.67	-	-	1,97,371.40	Effective Interest Rate (EIR).
- Loan to Employees	-	-	17.88	-	205.83	-	NPV at SBI Rate for Perquisite.
- Investment in Debt Securities	-	-	1,500.00	-	-	9,271.92	Effective Interest Rate (EIR).
TOTAL	-	-	1,84,654.55	-	205.83	2,06,643.32	
II. FINANCIAL LIABILITIES							
- Debt securities	-	-	62,890.45	-	-	78,977.68	Effective Interest Rate (EIR).
- Borrowings(other than debt securities)	-	-	64,333.65	-	-	56,983.73	Effective Interest Rate (EIR).
TOTAL	-	-	1,27,224.10	-	-	1,35,961.41	



NOTES FORMING PART OF FINANCIAL STATEMENTS

Fair value measurements under Ind AS are categorised into Level 1, 2, or 3 based on the degree to which the inputs to the fair value are observable and significance to the inputs to the fair value measurement in its entirety, which are described as follows

- Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities that the Company can access at measurement date.
- Level 2: inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly or indirectly.
- Level 3 inputs for the asset or liability that are not based on observable market data (unobservable inputs) that the Company can access at measurement date.

C (iii). Table showing Carrying Value and Fair Value of all Financial Assets and Liabilities. (₹ in lakh)

Particulars	As at 31 March 2022		As at 31 March 2021	
	Carrying Value	Fair Value	Carrying Value	Fair Value
I. FINANCIAL ASSETS				
- Cash & cash equivalent	21,147.53	21,147.53	1,817.54	1,817.54
- Receivables	14.32	14.32	25.64	25.64
- Loans & advances	1,83,453.31	1,83,154.55	1,97,976.38	1,97,577.23
- Investments	17,721.54	16,538.71	16,508.61	15,876.84
- Other Financial Assets	1,387.52	1,381.34	1,459.73	1,451.26
TOTAL	2,23,724.22	2,22,236.45	2,17,787.90	2,16,748.51
II. FINANCIAL LIABILITIES				
- Payables	-	-	5.71	5.71
- Debt securities	63,124.00	62,890.45	79,124.00	78,977.68
- Borrowings(other than debt securities)	64,750.00	64,333.65	57,236.26	56,983.73
- Other financial liabilities	3,283.52	3,283.52	3,037.09	3,037.09
TOTAL	1,31,157.52	1,30,507.62	1,39,403.06	1,39,004.21

The carrying amount of the cash & cash equivalent, receivables, payables, Other financial assets (except in case of security deposit given for lease) & other financial liabilities are considered as their fair values due to their short term nature.

43 Financial Risk Management (Ind AS - 109)

Associated Risk to Company and its Management

Risk	Exposure on which arise	Measurement	Managment
Credit risk	Cash and cash equivalents, trade receivables, financial asset measured at amortised cost.	Aging analysis Credit ratings	Diversification of bank deposits, credit limits, credit rating review, hypothecation of assets, Maintaining adequate cash and cash equivalent
Liquidity risk	Borrowings and other liabilities	Rolling cash flow forecasts	Availability of committed credit lines and borrowing facilities
Market risk- interest rate	Long-term borrowings at variable rates	Sensitivity analysis	Company has taken the loan at competitive market rates
Market risk- security prices	Investment in equity securities and debt instruments	Sensitivity analysis	Portfolio diversification

A) Credit risk

- i. The company manages and controls credit risk by setting limits on the amount of risk it is willing to accept for individual counterparties and for geographical and industry concentrations, and by monitoring exposures in relation to such limits.



NOTES FORMING PART OF FINANCIAL STATEMENTS

ii. Significant estimates and judgements

Impairment of financial assets:-

The impairment provisions for financial assets disclosed above are based on assumptions about risk of default and expected loss rates. The company uses judgement in making these assumptions and selecting the inputs to the impairment calculation, based on the company's history for past 10 years, existing market conditions as well as forward looking estimates at the end of each reporting period.

Company has adopted policy to recognise impairment loss (ECL) in books and has categorized all loans, in tourism & non-tourism segments based on nature of substantive security, in three stages:

Stage-1 – Standard Assets (with no overdues or default upto 30 days)

Stage-2 – Standard Assets (with overdues between 31 days to 90 days)

Stage-3 – Non-Performing Assets / Restructured Assets - Credit impaired.

ECL is calculated based on past ten years data as follows:-

$ECL = \text{Exposure at Default} \times \text{Probability of Default (PD)} \times \text{Loss given default (LGD)}$

Probability of Default (PD):

Stage-1: $\frac{\text{No of Borrowers moving to Stage-3}}{\text{Total No of Borrowers}} \times \text{Loan Exposure (in \% terms)}$

Stage-2: $\frac{\text{No of Borrowers moving to Stage-3}}{\text{Total No of Borrowers in Stage-2}} \times \text{(in \% terms)}$

Stage-3: 100% (Since default has already incurred)

Loss given Default: $LGD = 1 - \frac{\text{(PV Recovery - Cost of recovery)}}{\text{Exposure at Default}}$ (in % terms)

Where PV recovery is the sum of discounted cash flows of the recovery made (discounted at weighted average cost of borrowings).

It is presumed that there is increase in credit risk whenever past dues exceed 30 days, however the presumption is rebuttable if there are sufficient and supportable information that demonstrates that the credit risk has not increased despite past overdues exceeding 30 days but less than 60 days, such as availability of tangible security, confirmed availability of buyer/auction price for exceeding the value of the loan asset. All such cases are reviewed by the Audit Committee of the Board before finalisation.

iii. Analysis of risk concentration

(₹ in lakh)

The following table shows the risk concentration of the Company's loans.

Particulars	31 March 2022	31 March 2021
Gross Loans to companies	1,83,435.43	1,97,664.24
Mortgage & Assets backed loans	1,83,435.43	1,97,664.24

Collateral and other credit enhancements

The amount and type of collateral required depends on an assessment of the credit risk of the counterparty. Guidelines are in place covering the acceptability and valuation of each type of collateral.

The main types of collateral obtained are, as follows:

- For project lending to hotel/other tourism sector, Exclusive/Pari-passu charge on project assets alongwith mortgage of land and building and hypothecation of movables.



NOTES FORMING PART OF FINANCIAL STATEMENTS

- For manufacturing lendings, the security cover by means of charge on net fixed assets/project assets of the borrower company should be atleast 1.5 times or by way of charge on collateral immovable assets based on distress sale value Management monitors the market value of collateral and will request additional collateral in accordance with the underlying agreement.

- Government Guarantee on lending under ECLGS to tourism and non-tourism sectors. (₹ in lakh)

Loan to Value (LTV) range	31 March 2022	31 March 2021
Above 100% Coverage	1,83,435.43	1,97,664.24

B) Liquidity risk

Liquidity is the risk that suitable sources of funding for Company's business activities may not be available. The Company's objective is to maintain optimum level of liquidity to meet its cash requirements. The Company closely monitors its liquidity position and deploys a robust cash management system. It also maintains adequate sources to finance its short term and long term fund requirement such as overdraft facility and Long term borrowing through domestic market.

(i) Financing arrangements

The company had access to the following undrawn borrowing facilities at the end of the reporting period:

(₹ in lakh)

Particulars	31 March 2022	31 March 2021
Floating rate		
- Expiring within one year (bank overdraft and other facilities)	3,000.00	4,000.00

Company has cash credit facility from banks at floating rate of interest which is renewed every year.

(ii) Maturity profile of financial liabilities

The tables below analyse the company's financial liabilities into relevant maturity companyings based on their contractual maturities for: all non-derivative financial liabilities for which the contractual maturities are essential for an understanding of the timing of the cash flows:-

The amounts disclosed in the table are the contractual undiscounted cash flows. Balances due within 12 months equal their carrying balances as the impact of discounting is not significant :-

(₹ in lakh)

Particulars	Contractual maturities of financial liabilities					
	31 March 2022			31 March 2021		
	Bank Borrowings	Market Borrowings	Total	Bank Borrowings	Market Borrowings	Total
1 day to 30/31 days (one month)	8,700.00	5,650.00	14,350.00	-	-	-
Over one month to 2 months	5,700.00	-	5,700.00	-	-	-
Over 2 months upto 3 months	700.00	-	700.00	4,361.26	-	4,361.26
Over 3 months to 6 months	7,317.00	15,000.00	22,317.00	4,375.00	10,000.00	14,375.00
Over 6 months to 1 year	11,667.33	5,000.00	16,667.33	14,750.00	10,000.00	24,750.00
Over 1 year to 3 years	25,755.34	4,000.00	29,755.34	32,500.00	25,650.00	58,150.00
Over 3 years to 5 years	4,910.33	15,974.00	20,884.33	1,250.00	15,974.00	17,224.00
Over 5 years	-	17,500.00	17,500.00	-	17,500.00	17,500.00
Total	64,750.00	63,124.00	1,27,874.00	57,236.26	79,124.00	1,36,360.26



NOTES FORMING PART OF FINANCIAL STATEMENTS

C) Market Risk

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises three types of risk :- interest rate risk, currency risk and other price risk, such as equity price risk and commodity risk. Financial instruments affected by market risk include loans and borrowings.

(i) Cash flow and fair value interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company's exposure to the risk of changes in market interest rates relates primarily to the long term loans with floating interest rates. The Company manages its interest rate risk according to its Board approved Interest Rate Risk Management policy'. Market interest rate risk is mitigated by proper review of market conditions, factors etc.

The company's borrowings are carried at amortised cost.

The fixed costs borrowings are not subject to interest rate risk as defined in Ind AS 107, since neither the carrying amount nor the future cash flows will fluctuate because of a change in market interest rates.

(a) Interest rate risk exposure

The exposure of the company's borrowing to interest rate changes at the end of the reporting period are as follows :-

Particulars	(₹ in lakh)	
	31 March 2022	31 March 2021
Variable rate borrowings	64,750.00	57,236.26
Fixed rate borrowings	63,124.00	79,124.00
Total borrowings	1,27,874.00	1,36,360.26

(b) Sensitivity

Profit is sensitive to change in interest rates. The impact of change on profit is as below (holding other variables constant):-

Particulars	0.50% increase in rates		0.50% decrease in rates	
	31 March 2022	31 March 2021	31 March 2022	31 March 2021
Impact on Cost (on Borrowings)	(323.75)	(286.18)	323.75	286.18
Impact on Earnings (on Standard Loans)	910.41	953.58	(910.41)	(953.58)
Increase/(decrease) in Profit	586.66	667.40	(586.66)	(667.40)

(iii) Price risk

(a) Exposure

The company's exposure to equity securities price risk arises from investments held by the company and classified in the balance sheet either as fair value through OCI or at fair value through profit or loss

To manage its price risk arising from investments in equity securities, the company diversifies its portfolio. Diversification of the portfolio is done in accordance with the limits set by the company

(b) Sensitivity

Company has insignificant investment in indexed linked equity and also there is no significant change in movement in last two years. Hence, sensitivity not required to be disclosed.

Profit for the period would increase/decrease as a result of gains/losses on equity securities classified as fair value through profit or loss. Other components of equity would increase/decrease as a result of gains/losses on equity instrument classified as fair value through other comprehensive income.



NOTES FORMING PART OF FINANCIAL STATEMENTS

44 Capital Management (Ind AS -1)

The primary objective of the Company's capital management policy is to ensure compliance with regulatory capital requirements. In line with this objective, the Company ensures adequate capital at all times and manages its business in a way in which capital is protected, satisfactory business growth is ensured, cash flows are monitored, borrowing covenants are honoured and ratings are maintained.

Regulatory capital-related information is presented as part of the RBI mandated disclosures. The RBI norms require capital to be maintained at prescribed levels. In accordance with such norms, Tier I capital of the company comprises of share capital, share premium, reserves and perpetual debt, Tier II capital comprises of subordinated debt and provision on loans that are not credit-impaired. There were no changes in the capital management process during the periods presented.

45 Tax Expense (Ind AS - 12)**(i) Movement of Deferred Tax****(₹ in lakh)**

Particulars	Net balance as at 1 st April 2021	Recognised in profit or loss	Recognised in OCI	Net balance as at 31 March 2022
Deferred Tax Asset				
a) Allowance for doubtful debts and advances	624.64	(95.00)	-	529.64
b) Allowance for diminution in value of investments	317.52	154.39	-	471.91
Deferred Tax Liabilities				
a) Depreciation	(224.90)	(2.74)	-	(227.64)
Total	717.26	56.65	-	773.91

(ii) Tax recognised in Statement of profit and loss**(₹ in lakh)**

Particulars	Year ended 31 March 2022	Year ended 31 March 2021
Current Income Tax	2,150.00	1,923.00
Earlier Years Tax	164.75	-
Deferred Tax (Net)	(56.65)	(12.37)
Total	2,258.10	1,910.63

(iii) Reconciliation of income tax expense at tax rate applicable to tax expenses recognised.**(₹ in lakh)**

Particulars	Year ended 31 March 2022	Year ended 31 March 2021
Profit before tax	10,789.97	9,985.37
Applicable Income Tax Rate u/s 115BAA	25.17%	25.17%
Income Tax at Applicable Tax Rates	2,715.84	2,513.32
Adjustments		
- Tax Impact of Exempt Income	(28.68)	(90.44)
- Deductions/adjustments as per Income Tax Act	(537.16)	(499.01)
Income Tax expense recognised in P&L	2,150.00	1,923.00
Actual effective Tax Rate	19.93%	19.26%



NOTES FORMING PART OF FINANCIAL STATEMENTS

46 Approval of Financial Statements (Ind AS - 10)

These financial statements are approved by the Board of Directors and authorized for issue on May 19, 2022

47 Recent Accounting Pronouncements (Ind AS - 8) : NIL

48 Non-current Assets Held for Sale (Ind AS - 105)

The company has property consisting Land & Building having carrying value of ₹530.99 lakh (Land ₹133.84 lakh & building ₹397.15 lakh) as on 31 March 2022 at "Mussoorie". The company is in the process to sale of this asset, accordingly the property has been classified as "Non-current asset held for Sale". The estimated market value of this property is ₹750.00 lakh and the appropriation of its sale proceeds shall be subject to the decision on our appeal in MPID Court/Bombay High Court.

49 Revenue from Contracts with Customers (Ind AS - 115)

Component wise revenue of Company (₹ in lakh)

Particulars	Year ended 31 March 2022	Year ended 31 March 2021
Interest Income	24,789.32	24,760.58
Dividend Income	69.69	69.69
Fees and Commission Income	145.89	730.46
Net gain on fair value changes on investments	(176.39)	284.48
Other Operating Income	590.00	-
TOTAL	25,418.51	25,845.21

50 Maturity Analysis of Assets & Liabilities (Ind AS - 1)

(₹ in lakh)

Particulars	Note No.	As at 31 March 2022		As at 31 March 2021	
		Current	Non Current	Current	Non Current
ASSETS					
(1) Financial Assets					
(i) Cash and cash equivalents	3	20,950.48	-	1,616.12	-
(ii) Bank balances other than (i) above	4	190.71	6.34	201.42	-
(iii) Receivables	5				
- Other Receivables		14.32	-	25.64	-
(iv) Loans & Advances	6	42,142.00	1,38,311.09	23,164.81	1,71,226.62
(v) Investments	7	13,557.93	2,980.78	10,198.06	5,678.78
(vi) Other financial assets	8	1,350.00	31.34	1,403.17	48.09
		78,205.44	1,41,329.55	36,609.22	1,76,953.49
(2) Non-Financial Assets					
(i) Current tax assets (Net)	9	36.88	1,727.23	99.14	1,792.84
(ii) Deferred tax assets (Net)	10	-	773.91	-	717.26
(iii) Property, Plant and Equipment	11	-	1,500.77	-	1,426.38
(iv) Intangible Assets under Development	12	-	21.80	-	-
(v) Other Intangible Assets	13	-	33.86	-	1.14
(vi) Right of Use Assets	14	-	155.53	-	222.19
(vii) Other non-financial assets	15	134.50	6.18	127.43	8.47
		171.38	4,219.28	226.57	4,168.28
(3) Assets classified as held for sale		530.99	-	530.99	-
TOTAL ASSETS		78,907.81	1,45,548.83	37,366.78	1,81,121.77



NOTES FORMING PART OF FINANCIAL STATEMENTS

(₹ in lakh)

LIABILITIES AND EQUITY					
(1) Financial Liabilities					
(i) Payables					
- Other Payables	16	-	-	5.71	-
total outstanding dues of creditors other than micro enterprises and small enterprises					
(ii) Debt Securities	17	25,650.00	37,240.45	19,995.20	58,982.48
(iii) Borrowings (Other than Debt Securities)	18	34,084.33	30,249.32	23,486.26	33,497.47
(iv) Other financial liabilities	19	2,612.32	671.20	2,268.70	768.39
		62,346.65	68,160.97	45,755.87	93,248.34
(2) Non-Financial Liabilities					
(i) Provisions	20	201.90	-	238.71	-
(ii) Other Non-financial liabilities	21	51.22	-	83.01	-
		253.12	-	321.72	-
(3) Equity					
(i) Equity Share Capital	22	-	9,037.24	-	8,071.67
(ii) Other Equity	23	-	84,658.66	-	71,090.95
		-	93,695.90	-	79,162.62
TOTAL LIABILITIES AND EQUITY		62,599.77	1,61,856.87	46,077.59	1,72,410.96



NOTES FORMING PART OF FINANCIAL STATEMENTS

(₹ in lakh)

Note No.	Particulars	Year Ended 31 March 2022	Year Ended 31 March 2021
51	The additional information required to be disclosed vide RBI norms - as certified by the management		
	1 Rating Assigned By Credit Rating Agencies for the Bonds/Borrowings of TFCI		
	- CARE Ratings Ltd. (CARE)	CARE A (downgraded from CARE A+ vide letter dated 03.09.2021)	
	- Brickwork Ratings India Pvt. Ltd.	BWR A+ (reaffirmed vide letter dated 22.06.2021)	
	- Acuite Rating & Research Ltd	ACUITE AA- (reaffirmed vide letter dated 29.04.2022)	
	Migration		
	- Nil		
	2 No Penalty is levied by any regulator during the year.		
	3 Capital & Analytical Ratios		
	i) CRAR (%)	54.59%	39.87%
	ii) CRAR - Tier I Capital (%)	53.80%	39.33%
	iii) CRAR - Tier II Capital (%)	0.79%	0.54%
	iv) Amount of Subordinate debt raised as Tier-II Capital	Nil	Nil
	v) Amount raised by issue of perpetual debt instruments	Nil	Nil
	vi) Liquidity Coverage Ratio	335.49%	224.67%
	4 Investments		
	- TFCI does not hold any Investments Outside India		
	1) Value of Investments		
	(a) Gross Value of Investments	17,721.54	16,508.61
	(b) Fair Value Changes(Net)	(1,182.83)	(631.77)
	(c) Net Value of Investments	16,538.71	15,876.84
	2) Movement in fair value changes of Investments (Net)		
	(a) Opening Balance	(631.77)	(795.11)
	(b) Add: Increase in Value	234.91	272.99
	(c) Less: Decrease in Value	(785.97)	(109.65)
	(d) Closing Balance	(1,182.83)	(631.77)
	5 Derivatives		
	Exposure to Derivative Instruments/Products	Nil	Nil
	6 Securitisation		
	A. Details of SPVs Sponsored for Securitisation of Assets		
	SPVs Sponsored	Nil	Nil
	B. Details of Financial Assets sold to Securitisation / Reconstruction Company for Assets Reconstruction		
	No. of Accounts transferred	3	Nil
	Aggregate Principal Outstanding of loan transferred	8,651.48	Nil
	Weighted Average Residual Tenure of the Loans transferred	-	Nil
	Net Book Value the Loans transferred	6,832.43	Nil
	Aggregate consideration	8,603.00	Nil
	Additional consideration realized in respect of accounts transferred in earlier years	Nil	Nil
	ECL provision released on Securitisation of Stage-3 Loans utilised towards ECL/impairment on loans/investments.		
	C. Details of Assignment transaction undertaken		
	No. of Accounts assigned	Nil	Nil
	Aggregate value (net of provisions) of accounts assigned	Nil	Nil
	Aggregate consideration	Nil	Nil
	Aggregate gain / loss over net book value	Nil	Nil



NOTES FORMING PART OF FINANCIAL STATEMENTS

(₹ in lakh)

51 contd.	Particulars	Year Ended 31 March 2022	Year Ended 31 March 2021
	D. Details of Non-performing financial assets purchased/sold		
	1) Non-performing financial assets purchased	Nil	Nil
	2) Non-performing financial assets sold	Nil	Nil
	7 Exposures		
	A. Exposure to Real Estate Sector (Direct)		
	1) Residential Mortgage	Nil	Nil
	2) Commercial Real Estate		
	- Lending secured by mortgage on commercial real estate	Nil	Nil
	- Lending in mortgage backed securities & other exposure	Nil	Nil
	B. Exposure to Capital Market (Gross)		
	direct investment in equity shares, convertible bonds, convertible debentures and units of equity-oriented mutual funds the corpus of which is not exclusively invested in corporate debt;	1,323.22	1,356.36
	advances against shares / bonds / debentures or other securities or on clean basis to individuals for investment in shares (including IPOs / ESOPs), convertible bonds, convertible debentures, and units of equity-oriented mutual funds;	Nil	Nil
	advances for any other purposes where shares or convertible bonds or convertible debentures or units of equity oriented mutual funds are taken as primary security;	Nil	Nil
	advances for any other purposes to the extent secured by the collateral security of shares or convertible bonds or convertible debentures or units of equity oriented mutual funds i.e. where the primary security other than shares / convertible bonds / convertible debentures / units of equity oriented mutual funds 'does not fully cover the advances;	Nil	Nil
	secured and unsecured advances to stockbrokers and guarantees issued on behalf of stockbrokers and market makers;	Nil	Nil
	loans sanctioned to corporates against the security of shares / bonds / debentures or other securities or on clean basis for meeting promoter's contribution to the equity of new companies in anticipation of raising resources;	Nil	Nil
	bridge loans to companies against expected equity flows / issues;	Nil	Nil
	all exposures to Venture Capital Funds (both registered and unregistered)	Nil	Nil
	8 Additional Disclosures		
	8.1 Breakup of Provision & Contingencies shown under the head expenditure in profit & loss account		
	1) Provision for Expected Credit Loss / NPA	-	110.00
	2) Provision Made towards Income Tax	2,314.75	1,923.00
	3) Other Provision and Contingencies (Deferred Tax Liability)	(56.65)	(12.37)



NOTES FORMING PART OF FINANCIAL STATEMENTS

(₹ in lakh)

51 contd.	Particulars	Year Ended 31 March 2022	Year Ended 31 March 2021		
	8.2 Concentration of Advances and NPAs.				
	8.2.1 Concentration of Advances.				
	1) Total Advances to Twenty Large Borrowers	1,21,818.53	1,17,933.56		
	2) Percentage of Advances to Twenty Large Borrowers	66.41%	59.66%		
	8.2.2 Concentration of NPAs.				
	1) Total Exposure to Top Four NPA Accounts	1,354.47	6,948.48		
	8.2.3 Sector Wise NPAs.				
	Sector	% of NPA to Total Advances in that Sector	% of NPA to Total Advances in that Sector		
	Tourism Sector	0.00%	4.47%		
	Manufacturing Sector	0.74%	0.00%		
	8.3 Movement of NPAs.				
	1) Net NPAs to Net Advances (%)	0.37%	2.86%		
	2) Movement of Gross NPAs				
	(a) Opening Balance	6,948.48	4,481.92		
	(b) Add: Addition During Year	7,238.44	5,222.36		
	(c) Less: Write-off During Year	48.48	2,755.80		
	(d) Less: Upgradation & Recovery During Year	12,783.97	-		
	(e) Closing Balance	1,354.47	6,948.48		
	3) Movement of Net NPAs				
	(a) Opening Balance	5,613.48	2,889.92		
	(b) Add: Addition During Year	677.24	4,165.48		
	(c) Less: Write-off, Upgradation & Recovery During Year	5,613.48	1,441.92		
	(d) Closing Balance	677.24	5,613.48		
	4) Movement in Provision for ECL (incl NPA/Stage-3 accounts)				
	(a) Opening Balance	3,185.80	3,075.80		
	(b) Add: Provision made during the year	-	4,515.80		
	(c) Less: Loans & Investments Written off during the year	48.48	4,405.80		
	(d) Less: Utilised for provision on Security Receipts	435.86	-		
	(e) Closing Balance	2,701.46	3,185.80		
	8.4 Loans and advances availed (including interest due thereon but not paid)				
	Particulars	Outstanding	Overdue	Outstanding	Overdue
	Debentures (Bonds)				
	- Secured	19,974.00	Nil	15,974.00	Nil
	- Unsecured	43,150.00	Nil	63,150.00	Nil
	Deferred Credits	Nil	Nil	Nil	Nil
	Term Loans, WCDL/CC & FCNR(B)	64,750.00	Nil	57,236.26	Nil
	Inter Corporate Deposits	Nil	Nil	Nil	Nil
	Commercial Papers	Nil	Nil	Nil	Nil
	8.5 Break-up of Loans and Advances including bills receivables (Net of provision).				
	Particulars	Amount Outstanding	Amount Outstanding		
	a) Secured	1,80,453.09	1,94,389.12		
	b) Unsecured	-	2.31		
	8.6 Break up of Leased Assets and stock on hire and other assets counting towards AFC activities : NIL				
	8.7 Break-up of Investments (Net of Provision)				
	Investment in Debt securities				
	- at amortised cost	1,500.00	9,271.92		
	- at fair value through P&L	5,901.54	-		



NOTES FORMING PART OF FINANCIAL STATEMENTS

(₹ in lakh)

51 contd.	Particulars	Year Ended 31 March 2022			Year Ended 31 March 2021		
	Investment in Equity Instruments						
	- at fair value through OCI	2,314.46			2,114.23		
	- at fair value through P&L	6.35			4.23		
	- at cost	5.00			5.00		
	Investment in Other approved securities						
	- at fair value through P&L	6,811.36			4,481.46		
	Total Investment	16,538.71			15,876.84		
8.8 Borrower group-wise classification of assets financed as in (8.5) and (8.6) above							
Particulars		Amount (Net of Provision)			Amount (Net of Provision)		
		Secured	Unsecured	Total	Secured	Unsecured	Total
i)	Related Parties						
	- Subsidiaries	Nil	Nil	Nil	Nil	Nil	Nil
	- Companies in Same Group	Nil	Nil	Nil	Nil	Nil	Nil
	- Other Related Parties	Nil	Nil	Nil	Nil	Nil	Nil
ii)	Other than Related Parties	180453.09	Nil	180453.09	194389.11	2.31	194391.43
8.9 Investor group-wise classification of all investments in shares and securities (Both Quoted & Unquoted)							
Particulars		Market value/ Break up value or Fair Value or NAV	Book Value (Net of Specific provision)	Market value/ Break up value or Fair Value or NAV	Book Value (Net of Specific provision)		
i)	Related Parties						
	- Subsidiaries	5.00	5.00	5.00	5.00	5.00	
	- Companies in Same Group	Nil	Nil	Nil	Nil	Nil	
	- Other Related Parties	Nil	Nil	Nil	Nil	Nil	
ii)	Other than Related Parties	16,533.71	17,716.54	15,871.84	16,503.61		
TOTAL		16,538.71	17,721.54	15,876.84	16,508.61		
8.10 Other Information							
i)	Gross Non-Performing Assets						
	- Related parties	Nil			Nil		
	- Other than related parties	1,354.47			6,948.48		
ii)	Net Non-Performing Assets						
	- Related parties	Nil			Nil		
	- Other than related parties	677.24			5,613.48		
iii)	Assets acquired in satisfaction of debt	Nil			Nil		
8.11 Customer & Investor Complaints							
a)	No. of complaints pending at the beginning of the year	Nil			Nil		
b)	No. of complaints received during the year	56			32		
c)	No. of complaints redressed during the year	56			32		
d)	No. of complaints pending at the end of the year	Nil			Nil		
8.12 Disclosure on Flexible Structuring of Existing Loans							
Period & No. of Borrowers taken up for flexible structuring		Amount of Loan Taken up for flexible structuring		Exposure weighted average duration of loans taken up for flexible structuring			
		Classified as Standard	Classified as NPA	Before Applying flexible structuring	After applying flexible structuring		
1. F.Y. 2021-22 - Nil		-	-	-	-	-	
2. F.Y. 2020-21 - Nil		-	-	-	-	-	



NOTES FORMING PART OF FINANCIAL STATEMENTS

(₹ in lakh)

51 contd.	Particulars	Year Ended 31 March 2022		Year Ended 31 March 2021			
8.13 Disclosure on MSME Restructured Loans							
As per RBI Circular No.DBR.BP.BC.18/21.04.048/2018-19 dated 1 st January 2019 and extended guidelines for the same vide RBI Circular No. DOR.No.BP.BC.34/21.04.048/2019-20 dated February 11, 2020 and again extended guidelines for the same vide RBI Notification No. DOR.No.BP.BC.4/21.04.048/2020-21 dated August 6, 2020 on “One-time MSME restructuring”, the details of MSME restructured accounts as on 31 st March, 2022 are as under							
Particulars		As at 31.03.2022		As at 31.03.2021			
No of Accounts Restructured		3		4			
Amount (₹ In Lakh)		6,722.78		7,439.72			
8.14 Disclosures on Liquidity Risk							
8.14.1 Funding concentration based on significant counterparty							
No. of Significant Counterparties		20		17			
Amount		98,010.00		1,12,210.26			
% of Total Deposit		N.A.		N.A.			
% of total Liabilities		74.95%		80.54%			
8.14.2 Top 20 large deposits							
Not applicable. The Company being a Systemically Important Non-Deposit taking Non-Banking Financial Companies registered with Reserve Bank of India does not accept public deposit.							
8.14.3 Top 10 Borrowings							
Amount		94,643.87		1,01,140.26			
% of total Borrowings		74.39%		74.17%			
8.14.4 Funding concentration based on significant instrument/product							
Name of the instrument/product		Amount	% of Total Liabilities	Amount	% of Total Liabilities		
1. Secured Non-Convertible Debentures		19,974.00	15.28%	15,974.00	11.47%		
2. Unsecured Non- Convertible Debentures		43,150.00	33.00%	63,150.00	45.33%		
3. Term Loans from Bank		56,750.00	43.40%	51,236.26	36.77%		
4. Working Capital Limit/WCDL		8,000.00	6.12%	6,000.00	4.31%		
Total Borrowings		1,27,874.00	97.79%	1,36,360.26	97.87%		
Total Liabilities (Total Liabilities - Equity & other Equity)		1,30,760.74		1,39,325.93			
8.14.5 Stock Ratios							
Particulars		as a % of total			as a % of total		
		public fund	liabilities	assets	public fund	liabilities	assets
Commercial Paper as % of Total Liabilities		-	-	-	-	-	-
Non-convertible Debentures (Original maturity of less than one year)		-	-	-	-	-	-
Other Short term liabilities		49.19%	48.11%	28.03%	33.85%	33.13%	21.13%
8.14.6 Institutional Set Up for Liquidity Risk Management							
The Liquidity Risk management of the Company is governed by the Liquidity Risk Management Framework and Asset & Liability Management(ALM) Policy approved by the Board. The Board of Directors of the Company has the overall responsibility for management of liquidity risk. The Board decides the strategy, policies and procedures to manage liquidity risk in accordance with the liquidity risk tolerance/limits approved by it. The Risk Management Committee of Directors (RMCD) is responsible for evaluating the overall risks faced by the company including liquidity risks. The Asset Liability Management Committee (ALCO) is responsible for ensuring adherence to the liquidity risk tolerance/limit set by the Board as well as implementing the liquidity risk management strategy. The role of ALCO with respect to liquidity risk includes, inter alia, decision on desired maturity profile and mix of incremental assets and liabilities, responsibilities and controls for managing liquidity risk and overseeing the liquidity positions at an entity level.							



NOTES FORMING PART OF FINANCIAL STATEMENTS

(₹ in lakh)

S.No	Type of Restructuring Assets Classification Details	Under CDR Mechanism				Others				Total			
		Standard	Sub-Standard	Doubtful	Loss	Standard	Sub-Standard	Doubtful	Loss	Standard	Sub-Standard	Doubtful	Loss
1	Restructured Accounts as on 01.04.2021	-	-	-	-	5	-	-	-	5	-	-	-
	No of Borrowers	-	-	-	-	5	-	-	-	5	-	-	-
	Amount Outstanding	-	-	-	-	10,672.86	-	-	-	10,672.86	-	-	-
	Provision Thereon	-	-	-	-	563.40	-	-	-	563.40	-	-	-
2	Fresh restructuring during the year	-	-	-	-	1	-	-	-	1	-	-	-
	No of Borrowers	-	-	-	-	1	-	-	-	1	-	-	-
	Amount Outstanding	-	-	-	-	2,070.78	-	-	-	2,070.78	-	-	-
	Provision Thereon	-	-	-	-	18.02	-	-	-	18.02	-	-	-
3	Upgradations to restructured standard	-	-	-	-	-	-	-	-	-	-	-	-
	No of Borrowers	-	-	-	-	-	-	-	-	-	-	-	-
	Amount Outstanding	-	-	-	-	-	-	-	-	-	-	-	-
	Provision Thereon	-	-	-	-	-	-	-	-	-	-	-	-
4	Restructured standard advances which cease to attract higher provisioning and / or additional risk weight at the end of the FY and hence need not be shown as restructured standard advances at the beginning of the next FY	-	-	-	-	-	-	-	-	-	-	-	-
	No of Borrowers	-	-	-	-	-	-	-	-	-	-	-	-
	Amount Outstanding	-	-	-	-	-	-	-	-	-	-	-	-
	Provision Thereon	-	-	-	-	-	-	-	-	-	-	-	-
5	Downgradations of restructured accounts during the FY	-	-	-	-	1,703.00	-	-	-	1,703.00	-	-	-
	No of Borrowers	-	-	-	-	1	-	-	-	1	-	-	-
	Amount Outstanding	-	-	-	-	1,703.00	-	-	-	1,703.00	-	-	-
	Provision Thereon	-	-	-	-	89.90	-	-	-	89.90	-	-	-
6	Write-offs of restructured accounts during the FY	-	-	-	-	-	-	-	-	-	-	-	-
	No of Borrowers	-	-	-	-	-	-	-	-	-	-	-	-
	Amount Outstanding	-	-	-	-	-	-	-	-	-	-	-	-
	Provision Thereon	-	-	-	-	-	-	-	-	-	-	-	-
7	Restructured Accounts as on March 31 of the FY (closing figure)	-	-	-	-	5	-	-	-	5	-	-	-
	No of Borrowers	-	-	-	-	5	-	-	-	5	-	-	-
	Amount Outstanding	-	-	-	-	12,499.13	-	-	-	12,499.13	-	-	-
	Provision Thereon	-	-	-	-	108.74	-	-	-	108.74	-	-	-



NOTES FORMING PART OF FINANCIAL STATEMENTS

(₹ in lakh)

51 contd. 10 Details of Provision as per Ind-AS 109 & RBI - IRCAP Norms						
Asset Classification as per RBI Norms	Asset classification as per Ind AS 109	Gross Carrying Amount as per Ind AS	Loss Allowances (Provisions) as required under Ind AS 109	Net Carrying Amount	Provisions required as per IRACP norms	Difference between Ind AS 109 provisions and IRACP norms
(1)	(2)	(3)	(4)	(5)=(3)-(4)	(6)	(7) = (4)-(6)
Performing Assets						
Standard	Stage 1	1,74,138.23	1,340.64	1,72,797.59	1,297.49	43.15
	Stage 2	8,173.49	683.58	7,489.91	32.69	650.89
Sub total		1,82,311.72	2,024.22	1,80,287.50	1,330.18	694.04
Non-Performing Assets (NPA)						
Sub standard	Stage 3	1,354.47	677.24	677.23	135.45	541.79
Doubtful - up to 1 year	Stage 3	-	-	-	-	-
1 to 3 years	Stage 3	-	-	-	-	-
More than 3 years	Stage 3	-	-	-	-	-
Sub total for doubtful		1,354.47	677.24	677.23	135.45	541.79
Loss	Stage 3	-	-	-	-	-
Sub total for NPA		1,354.47	677.24	677.23	135.45	541.79
Other items such as guarantees, loan commitments, etc. which are in the scope of Ind AS 109 but not covered under current Income Recognition, Asset Classification and Provisioning (IRACP) norms	Stage 1	-	-	-	-	-
	Stage 2	-	-	-	-	-
	Stage 3	-	-	-	-	-
Sub total		-	-	-	-	-
Total	Stage 1	1,74,138.23	1,340.64	1,72,797.59	1,297.49	43.15
	Stage 2	8,173.49	683.58	7,489.91	32.69	650.89
	Stage 3	1,354.47	677.24	677.23	135.45	541.79
		1,83,666.19	2,701.46	1,80,964.73	1,465.63	1,235.83

Note:

In terms of the requirement as per RBI notification no. RBI/2019-20/170 DOR (NBFC).CC.PD.No.109/22.10.106/2019-20 dated March 13, 2020 on Implementation of Indian Accounting Standards, NBFCs are required to create an impairment reserve for any shortfall in impairment allowances under Ind AS 109 and IRACP norms (including provision on standard assets). The impairment allowances under Ind AS 109 made by the Company exceeds the total provision required under IRACP as at March 31, 2022 and accordingly, no amount is required to be transferred to impairment reserve.



NOTES FORMING PART OF FINANCIAL STATEMENTS

(₹ in lakh)

51 contd. 11 Asset Liability Management Maturity pattern of certain items of assets and liabilities									
Particulars	1 day to 30/31 days (one month)	Over one month to 2 months	Over 2 months upto 3 months	Over 3 months to 6 months	Over 6 months to 1 year	Over 1 year to 3 years	Over 3 years to 5 years	Over 5 years	Total
Liabilities									
- Borrowings from banks	8,700.00	5,700.00	700.00	7,317.00	11,667.33	25,755.34	4,910.33	-	64,750.00
- Market Borrowings	5,650.00	-	-	15,000.00	5,000.00	4,000.00	15,974.00	17,500.00	63,124.00
Assets									
- Advances	7,873.51	7,002.91	9,497.02	8,770.55	8,998.01	39,240.73	34,774.16	67,278.54	1,83,435.43
- Investments	5,908.48	8.56	8.64	7,577.18	55.07	3,201.27	259.21	703.13	17,721.54

52 Commitments

Particulars	Year ended 31 March 2022	Year ended 31 March 2021
Capital Commitments (IT Package)	280.00	Nil

53 There are no Micro and Small Enterprises, to whom the Company owes dues, which are outstanding for more than 45 days as at March 31, 2022. This information as required to be disclosed under the Micro, Small and Medium Enterprises Development Act, 2006 has been determined to the extent such parties have been identified on the basis of information available with the Company.

54 Corporate Social Responsibility(CSR)

(i) Corporate Social Responsibility (CSR) Expenditure

Particulars	Year ended 31 March 2022	Year ended 31 March 2021
Gross amount required to be spend by the company	207.30	213.30
Amount spent during the period on		
i) Construction / acquisition of any assets	-	-
ii) On purposes other than (i) above	207.30	213.30
Total	207.30	213.30



NOTES FORMING PART OF FINANCIAL STATEMENTS

(₹ in lakh)

(ii) Details of Expenditure on Corporate Social Responsibility (CSR)

CSR Project/Activity	Outlay & Spent	
	Year ended 31 March 2022	Year ended 31 March 2021
1. Contribution to PM Cares/Prime Minister's National Relief Fund.	115.46	159.22
2. Akshaya Patra Foundation - towards contribution for packed meal for 26,000 students	7.80	-
3. Khelaghar Charitable Trust - towards education, food and lodging to 150 underprivileged children.	17.90	-
4. Delhi Competitive & Vocational Society - towards organising Skill Development Training to 30 persons in "Front Office Executive" as per the National Skill Qualification Framework guidelines with specified course curriculum (Level-II)	6.60	-
5. Special Olympic Bharat - towards training preparation of national team members of speed & figure skating for Special Olympics World Winter Games.	3.97	-
6. Aseem Chairtable Education Trust - towards capital expenditure for operating 2 computer skill centers at Okhla and Mehrauli, New Delhi	3.54	-
7. Ramakrishna Mission - towards contribution for construction of toilet of Ramakrishna Sadan of the Ramakrishna Mission Vidyapith, Purulia, Distt Howrah, West Bengal.	12.65	-
8. Parivar Education Society - towards contribution for supporting education, nutritional and overall development of destitute and needy children.	14.30	12.43
9. Bharat Lok Siksha Parishad (under the ages of Ekal Abhiyan or one village one school) - towards contribution for supporting 25 Ekal Vidyalas.	-	5.50
10. Ruchika Social Service Organisation - contribution towards 'School on Wheels' & education material for rural children	-	6.75
11. Friends of Tribal Society - towards contribution for supporting education of Destitute children	25.08	25.08
12. DLF Foundation - SBM Sr. Sec. School - towards 50 tablets to students of economically weaker society for attending online school classes.	-	4.32
Total	207.30	213.30

55 Auditor Remuneration

Particulars	Year ended 31 March 2022	Year ended 31 March 2021
Audit fees (excluding GST)	10.31	5.00
GST Audit Fee (excluding GST)	-	1.90
Certification Fee (excluding GST)	2.58	2.38
Total	12.90	9.28



NOTES FORMING PART OF FINANCIAL STATEMENTS

- 56** In the opinion of the Management, the All Financial Assets, including Loans & Advances, have a value on realization in the ordinary course of business at least equal to the amount at which they are stated in the Balance Sheet and necessary provision has been made in the cases wherever it is considered as doubtful.
- 57** Miscellaneous Expenses do not include items of expenses exceeding 1% of the total revenue of the company or Rupees Ten Lakh which ever is higher.
- 58** Figures in Financial Statements have been rounded off to the nearest lakh (except number of shares) and previous years figures have been re-grouped, re-arranged wherever necessary to make them comparable with those of the current year's figures.
- 59** TFCI has availed financial assistance from banks and financial institutions against the security of loan receivables. TFCI submits their statement of loan outstanding and other required return certified by management on monthly basis and duly certified by statutory auditors on quarterly basis. These statements are in agreement with the books of accounts.

60 Impact of Covid-19 Pandemic

The outbreak of COVID-19 pandemic led to nationwide lockdown in March 2020 which was subsequently lifted in a phased manner from May 2020 outside the containment zones. The Covid-19 pandemic contributed to a significant decline in economic activity, including tourism sector wherein the Company has predominant exposure, during the first half of FY21. With improvement in situation and easing of Covid-related restrictions there was improvement in economy from the third quarter of FY21. The tourism sector also witnessed green shoots from the demand emanating from domestic leisure & commercial tourist market segments. However, the resurgence of second and third waves of COVID-19 pandemic in FY22 again led to limited lockdowns in various parts of the country and slowed down economic growth. The extent of its impact on the Company's performance will depend on ongoing and future developments for controlling the gravity of further waves of Covid-19 on account of new variants of virus, which are at present uncertain. The sustainability of operations and liquidity constraints for most of the assisted concerns/borrowers operating in the tourism sector, to a large extent, have been taken care by RBI COVID-19 Regulatory Package and Emergency Credit Line Guarantee Scheme (ECLGS -1.0/2.0/3.0/Ext.) of Government of India, which have been extended by the Company, wherever warranted. India is spearheading the largest vaccination drive of adults to children to control the severity of COVID-19. Moreover, most of the tourism bodies and hotel experts are of the opinion that tourism/hotel industry has started showing considerable improvement from third quarter of FY22. With lifting of all Covid related restrictions and opening of international travel, the hotel industry is expected to record growth over pre-covid performance level in FY23 and exponential growth in future years. Based on the current indicators and the future economic scenario, the Company is confident to recover the carrying amount of the loans and investments in the scheduled timelines and the Company does not envisage any significant impact on its operations and financials. The Company also recognizes its commitment towards all the stakeholders including investors, lenders, regulators, employees, and the entire eco-system in which it operates and has been taking concerted measures to meet its commitments.

For and on behalf of the Board

As per our report of even date
For M Verma & Associates
(Chartered Accountants)
Firm Reg. No: 501433C

(S. C. Sekhar)
Director

(S. Ravi)
Non-Executive Chairman

(CA Mohender Gandhi)
Partner
M.No.088396

(Sanjay Ahuja)
Company Secretary

(Anoop Bali)
Whole Time Director & CFO

Date : May 19, 2022
Place : New Delhi



INDEPENDENT AUDITORS' REPORT

To the Members of

Tourism Finance Corporation of India Limited

Report on the Consolidated Financial Statements

Opinion

We have audited the accompanying Consolidated financial statements of Tourism Finance Corporation of India Limited ("the Holding Company") and its subsidiary (the company and its subsidiary together referred to as "the group"), which comprise the Consolidated balance sheet as at 31st March 2022, and the Consolidated statement of Profit and Loss (including other comprehensive income), Consolidated statement of changes in equity and Consolidated statement of cash flows for the year then ended, notes to the financial statements, including a summary of significant accounting policies and other explanatory information (hereinafter referred to as "Consolidated financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Consolidated 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 Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the group as at March 31, 2022, and its profit and other comprehensive income, 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 Consolidated 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.

Emphasis of Matter

Attention is invited to note no. 61 the Consolidated Financial Statements, which indicate the uncertainties caused by the pandemic Covid -19 and the related probable event and describe the management's assessment of its impact on the business operation of the company and company's estimates of impairment of loans to its customers.

Our opinion is not modified in this matter.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the Consolidated financial statements of the current period. These matters were addressed in the context of our audit of the Consolidated financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. We have determined the matters described below to be the key audit matters to be communicated in our report :-

S. No.	Key Audit Matter	How our audit addressed the key audit matters
1	<p>Impairment of Financial Assets based on expected credit losses as at balance sheet date (As described in note no 43 of the Consolidated financial statements)</p> <p>Ind AS 109 requires the company to provide for impairment of its Financial Assets using an expected credit loss (ECL) model. A model of ECL is developed by the company based on the guiding principal prescribed under Ind AS 109. ECL involves an estimation of probability weighted loss on financial instrument over their life information about past event, current conditions and estimates of future economic conditions which could impact the credit quality of company's loans and advances.</p> <p>In the above process , a significant degree of judgement has been applied by the management which includes:</p> <ul style="list-style-type: none"> • Segmentation of the loan portfolio into homogenous pool of borrowers • Identification of exposures where there is a significant increase in credit risk • Completeness and timing of recognition of default, in accordance with the prudential norms on Income Recognition, Asset classification and provisioning pertaining to loan assets • Determination of the 12 months and lifetime probability of default for each of the segment identified and • Loss given default for various exposures based on past trends/experience management estimates 	<p>Considered the Company's accounting policies for impairment of Financial assets and their Compliance with Ind AS 109 and the "Governance framework" in line with Reserve Bank of India (RBI) guidance. Evaluated the Company's Expected Credit Loss (ECL) methodology, the underlying assumptions and performed sample tests to assess the staging of outstanding exposures;</p> <p>Assessed the Exposure at Default used in the impairment calculations on a test basis;</p> <p>Evaluated the basis and methodology adopted by management to determine 12 month and life-time probability of defaults for various homogenous segments and performed test checks. Assessed the data used in the impairment computation;</p> <p>Evaluated the process adopted by the management for significant judgments and estimates, including future economic conditions, for ECL Computation and additional overlay provision</p>



	<p>As stated in note number 43 to the Consolidated financial statements for the year ended on 31st March 2022 the management has determine the allowances for credit losses based on historical loss experience adjusted to reflect current and estimated future economic conditions Considering the future uncertainties due to pandemic Covid-19 and other related probable events which has impact on the company's business operation, the company has recorded ECL allowances aggregating to ₹ 2701.46 lakh which includes an overlay of ₹ 2153.94 Lakh as part of ECL to reflect among other things the increased risk of deterioration in loans Assets. Due to unique nature of pandemic and the extent of its economic impact which depend on future development and Governmental and regulatory measures, enhanced ECL has been provided.</p> <p>In view of the significance of the amount of loan assets in the stand alone financial statements and high degree of management's judgement involve in estimation of ECL we have considered allowance of credit loss as key audit matter.</p>	<p>Assessed analytical reviews of disaggregated data to observe any unusual trends warranting additional audit procedures;</p> <p>Reviewed advances including stressed advances on a sample basis with respect to compliance with the RBI Circulars/Guidelines/ Judicial pronouncements.</p> <p>Assessed disclosure made in the consolidated financial statements in respect of expected credit losses including disclosure made with regard to the impact of Covid-19 on ECL Estimation</p>
2	<p>Pending litigations with tax Authorities</p> <p>During the assessment proceedings of the earlier years the tax Authorities has raised the tax demands on the company. The company has disputed such demands and preferred appeal against them at appropriate forum.</p> <p>As per Ind AS-37 the company is required to perform an assessment of the probability of economic outflow on account of such disputed tax matters pending under litigation and determine whether any particular obligation needs to be recorded as a provision in the books of accounts or to be disclose as a contingent liability. As such demand amounting to ₹ 512.39 lakh are Pending under litigation at different forum is treated as contingent liability.</p> <p>Further the Company has provided ₹ 164.75 lakh (Net) relating to tax of earlier years on receipt of appeal effects orders and the management is of the view that possibility of further recovery of these amount is remote.</p> <p>Considering the significant degree of judgement applies by the management in making such assessment and the resultant impact on the Consolidated financial statements, we have considered it to be a key audit matter.</p>	<p>We have performed the following procedure to assess the company's exposure for tax matters under litigation.</p> <ul style="list-style-type: none"> • Evaluate the process laid down by the management for performing their assessment taking into consideration past legal precedents, changes in laws and regulations, expert opinions obtained from external tax/legal experts; • Evaluated communications with relevant authorities including notices, demands, orders, etc., relevant to the pending litigations, as made available to us by the management; • Tested the accuracy of disputed amounts from the underlying communications received from tax authorities and responses filed by the Company; • Considered the submissions made to appellate authorities and expert opinions obtained by the Company from external tax / legal experts which form the basis for management's assessment; • Assessed the positions taken by the management in the light of the aforesaid information. • Read the disclosures included in the Consolidated financial statements in this regard.
3	<p>Investment in Security Receipts (SRs)</p> <p>Company has investments in Security Receipts (SR) issued by ARCs on assignment of certain loan accounts. The impairment on such investments is ascertained on the basis of NAV declared by ARCs based on evaluation done by external rating agencies. The impairment is further tested considering relevant RBI guidelines in this regard.</p> <p>Considering the significant judgement and estimation on the recoverability above to be a Key Audit Matter.</p>	<ul style="list-style-type: none"> • Evaluated the assignment agreement executed between Company and ARC. • Reviewed the compliance with the RBI guidelines. • Verified of NAV letter issued by ARC based on evaluation done by external rating.

Information other than the Consolidated Financial Statements and Auditor's Report thereon

The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the company's Annual Report but does not include the Consolidated Financial Statements and our auditor's report thereon.

Our opinion on the Consolidated Financial Statements does not cover the other information and we do not express any form of assurance conclusion thereon. In connection with our audit of the Consolidated Financial Statements, our responsibility is to read the other information when it becomes available to us and, in doing so, consider whether the other information is materially inconsistent with the Consolidated Financial Statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.

When we read such other information as and when made available to us and if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance. We have nothing to report in this regard.

Management's Responsibility for the Consolidated 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 Consolidated Financial Statements that give a true and fair view of the financial position, financial performance, including other comprehensive income, changes in equity and cash flows of the Company in accordance with the Ind AS accounting principles generally accepted in India. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities, selection and application of appropriate accounting policy, 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 Consolidated Financial Statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the Consolidated 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 Consolidated Financial Statements our objectives are to obtain reasonable assurance about whether the Consolidated 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 Consolidated Financial Statements.

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

- Identify and assess the risks of material misstatement of the Consolidated Financial Statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act 2013, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the Consolidated Financial Statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the Consolidated Financial Statements including the disclosures, and whether the Consolidated Financial Statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

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

Report on Other Legal and Regulatory Requirements

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 (including other comprehensive income), statement of change in equity and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
- d) In our opinion, the aforesaid Consolidated Financial Statements comply with the Ind AS specified under Section 133 of the Act read with the rule 7 of the companies (accounts) rules , 2014 to the extent applicable to the company and in the manner so required.
- e) On the basis of the written representations received from the directors as on 31.03.2022 and taken on record by the Board of Directors, none of the directors is disqualified as on 31 March, 2022 from being appointed as a director in terms of Section 164 (2) of the Act.
- f) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended:

In our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Company to its directors during the year is in accordance with the provisions of section 197 of the Act

- g) In respect to the adequacy of the internal financial controls over financial reporting of the Group and the operating effectiveness of such controls, refer to our separate Report in "Annexure-A". Our report expresses an unmodified opinion on the adequacy and operating



effectiveness of the Company's internal financial controls over financial reporting.

- h) 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 Consolidated Financial Statements.
 - ii. The Company has made provision, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long-term contracts including derivative contracts to the Consolidated Financial Statements;
 - iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.

For **M Verma & Associates**
Chartered Accountants
FRN – 501433C

(CA Mohender Gandhi)
Partner

Place : New Delhi
Date : May 19, 2022

M.No.: 088396
UDIN: 22088396AJGMWP2296



“ANNEXURE A” - Report on the Internal Financial Controls over financial reporting under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 (“the Act”)

In conjunction with our audit of the Consolidated Financial Statements of Tourism Finance Corporation India Limited (the Holding Company) for the year ended March 31, 2022, we have audited the internal financial controls over financial reporting with reference to the Consolidated Financial statements of the Holding Company and its subsidiary Company which is incorporated in India as of that date Tourism Finance Corporation of India Ltd as of March 31, 2022 in conjunction with our audit of the Ind AS standalone financial statements of the Company for the year ended on that date.

Management’s Responsibility for Internal Financial Controls

The Company’s management is responsible for establishing and maintaining internal financial 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 Financial Controls over Financial Reporting issued by the 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 Companies Act, 2013.

Auditors’ Responsibility

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

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

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

Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls over Financial Reporting

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



Opinion

In our opinion, to the best of our information and according to the explanation given to us the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2022, 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.

For **M Verma & Associates**
Chartered Accountants
FRN – 501433C

(CA Mohender Gandhi)

Partner

M.No.: 088396

UDIN: 22088396AJGMWP2296

Place : New Delhi

Date : May 19, 2022



CONSOLIDATED BALANCE SHEET AS AT MARCH 31, 2022

(₹ in lakh)

Particulars	Note No.	As at 31 March 2022		As at 31 March 2021	
ASSETS					
(1) Financial Assets					
(i) Cash and cash equivalents	3	20,951.00		1,617.75	
(ii) Bank balances other than (i) above	4	197.05		201.42	
(iii) Receivables	5				
- Other Receivables		14.32		25.64	
(iv) Loans & Advances	6	1,80,453.09		1,94,391.43	
(v) Investments	7	16,533.71		15,871.84	
(vi) Other financial assets	8	1,381.34	2,19,530.51	1,451.26	2,13,559.34
(2) Non-Financial Assets					
(i) Current tax assets (Net)	9	1,764.11		1,891.98	
(ii) Deferred tax assets (Net)	10	773.91		717.26	
(iii) Property, Plant and Equipment	11	1,500.77		1,426.38	
(iv) Intangible Assets under Development	12	21.80		-	
(v) Other Intangible Assets	13	34.01		1.14	
(vi) Right of Use Assets	14	155.53		222.19	
(vii) Other non-financial assets	15	141.36	4,391.49	136.41	4,395.36
(3) Assets classified as held for sale			530.99		530.99
TOTAL ASSETS		2,24,452.99		2,18,485.69	
LIABILITIES AND EQUITY					
(1) Financial Liabilities					
(i) Payables	16				
- Other Payables					
--total outstanding dues of micro enterprises and small enterprises		-		-	
--total outstanding dues of creditors other than micro enterprises and small enterprises		-		5.71	
(ii) Debt Securities	17	62,890.45		78,977.68	
(iii) Borrowings (Other than Debt Securities)	18	64,333.65		56,983.73	
(iv) Other financial liabilities	19	3,283.52	1,30,507.62	3,037.09	1,39,004.21
(2) Non-Financial Liabilities					
(i) Provisions	20	202.84		239.60	
(ii) Other Non-financial liabilities	21	51.22	254.06	83.01	322.61
(3) Equity					
(i) Equity Share Capital	22	9,037.24		8,071.67	
(ii) Other Equity	23	84,654.07	93,691.31	71,087.20	79,158.87
TOTAL LIABILITIES AND EQUITY		2,24,452.99		2,18,485.69	

The Notes No. 1 to 61 are integral part of these financial statements

For and on behalf of the Board

As per our report of even date
For M Verma & Associates
(Chartered Accountants)
Firm Reg. No: 501433C

(S. C. Sekhar)
Director

(S. Ravi)
Non-Executive Chairman

(CA Mohender Gandhi)
Partner
M.No.088396

(Sanjay Ahuja)
Company Secretary

(Anoop Bali)
Whole Time Director & CFO

Date : May 19, 2022
Place : New Delhi



CONSOLIDATED STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED MARCH 31, 2022

(₹ in lakh)

Particulars	Note No.	Year Ended 31 March 2022	Year Ended 31 March 2021
I. Revenue from Operations			
(a) Interest income	24	24,789.32	24,760.58
(b) Dividend income	25	69.69	69.69
(c) Fees & commission income	26	145.89	730.46
(d) Net gain/(loss) on fair value changes	27	(176.39)	284.48
(e) Other operating income	28	590.00	-
II. Other Income	29	12.53	5.48
III. Total Income (I + II)		25,431.04	25,850.69
Expenses			
(a) Finance costs	30	12,004.38	13,011.58
(b) Employee benefit expenses	31	1,518.10	1,733.11
(c) Depreciation & Amortisation	32	146.71	114.86
(d) Other expenses	33	972.73	899.22
(e) Provision for bad & doubtful debts/write off/impairment of investment		-	4,515.80
Less: Withdrawal from special reserve u/s 36(1)(viii) of I.T. Act		-	4,405.80
IV. Total Expenses		14,641.92	15,868.77
V. Profit before exceptional items and tax (III - IV)		10,789.12	9,981.92
VI. Exceptional Items		-	-
VII. Profit/(loss) before tax (V-VI)		10,789.12	9,981.92
VIII. Tax expense:			
(a) Current Tax		2,150.00	1,923.00
(b) Earlier Years Tax		164.75	-
(b) Deferred Tax		(56.65)	(12.37)
IX. Profit/(Loss) from continuing operations (VII - VIII)		8,531.02	8,071.29
X. Profit/(Loss) from discontinuing operations		-	-
XI. Tax expense of discontinuing operations		-	-
XII. Profit/(Loss) from Discontinuing operations (after tax) (X-XI)		-	-
XIII. Profit/(Loss) for the period (IX + XII)		8,531.02	8,071.29
XIV. Other Comprehensive Income			
(i) Items that will not be reclassified to profit or loss			
- Remeasurements of the defined benefit plans		60.84	5.62
Less: Deferred Tax on above		-	-
(ii) Items that will be reclassified to profit or loss			
-Gain /(Loss) on change in fair valuation of investments in equity shares/debt instrument		251.90	174.89
Other Comprehensive Income		312.74	180.51
XV. Total Comprehensive Income for the period (XIII + XIV)		8,843.76	8,251.80
XVI. Profit for the year attributable to Equity holders of			
(i) Parent		8,531.02	8,071.29
(ii) Non-controlling interest		-	-
XVII. Total comprehensive income for the year attributable to Equity holders of			
(i) Parent		8,843.76	8,251.80
(ii) Non-controlling interest		-	-
XVIII. Earnings per equity share :			
(1) Basic		10.01	10.00
(2) Diluted		10.01	10.00

The Notes No. 1 to 61 are integral part of these financial statements

For and on behalf of the Board

As per our report of even date

For M Verma & Associates

(Chartered Accountants)

Firm Reg. No: 501433C

(CA Mohender Gandhi)

Partner

M.No.088396

Date : May 19, 2022

Place : New Delhi

(S. C. Sekhar)

Director

(Sanjay Ahuja)

Company Secretary

(S. Ravi)

Non-Executive Chairman

(Anoop Bali)

Whole Time Director & CFO



CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

(₹ in lakh)

1 Equity Share Capital

Particulars	As at 31 March 2022	As at 31 March 2021
Balance at Beginning of the Year	8,071.67	8,071.67
Issued During Period	965.57	-
Brought Back During Period	-	-
Balance at End of the Year	9,037.24	8,071.67

2 Other Equity

Particulars	Reserve & Surplus						Equity Instruments through OCI	Total as at 31 March 2022
	Retained Earnings	Capital Reserve	Securities Premium Reserve	Special Reserve u/s 36(1)(viii) of the Income Tax Act 1961	Special Reserve u/s 45IC of RBI Act, 1934	General Reserve		
Balance as at 01 April 2021	9,660.87	11.55	6,232.42	15,882.53	14,992.07	23,320.04	987.72	71,087.20
Addition	-	-	5,552.03	-	-	-	-	5,552.03
Profit for the Period	8,531.02	-	-	-	-	-	-	8,531.02
Other Comprehensive Income	60.84	-	-	-	-	-	251.90	312.74
Total Comprehensive Income	18,252.73	11.55	11,784.45	15,882.53	14,992.07	23,320.04	1,239.62	85,482.99
Add: Transfer to reserve during the period	-	-	-	2,087.00	1,707.00	2,400.00	-	6,194.00
Add: Reclassification of Realised gain from OCI to reserves	18.53	-	-	-	-	-	(18.53)	-
Less: Appropriations								
- Transfer to general Reserve	(2,400.00)	-	-	-	-	-	-	(2,400.00)
- Transfer to Special Reserve under Section 36(1)(viii) of the Income Tax Act 1961	(2,087.00)	-	-	-	-	-	-	(2,087.00)
- Transfer to Special Reserve under Section 45 IC of RBI Act, 1934	(1,707.00)	-	-	-	-	-	-	(1,707.00)
- Payment of Dividend (incl tax thereon)	(645.73)	-	-	-	-	-	-	(645.73)
Less: Adjustments / withdrawal								
- Amortisation of transaction cost of bonds	-	-	(183.20)	-	-	-	-	(183.20)
Closing Balance	11,431.53	11.55	11,601.25	17,969.53	16,699.07	25,720.04	1,221.09	84,654.06

Particulars	Reserve & Surplus						Equity Instruments through OCI	Total as at 31 March 2021
	Retained Earnings	Capital Reserve	Securities Premium Reserve	Special Reserve u/s 36(1)(viii) of the Income Tax Act 1961	Special Reserve u/s 45IC of RBI Act, 1934	General Reserve		
Balance as at 01 April 2020	7,217.23	11.55	6,271.43	18,455.33	13,377.07	21,120.04	827.56	67,280.21
Profit for the year	8,071.29	-	-	-	-	-	-	8,071.29
Other Comprehensive Income	20.35	-	-	-	-	-	174.89	195.24
Total Comprehensive Income for the year	15,308.87	11.55	6,271.43	18,455.33	13,377.07	21,120.04	1,002.45	75,546.74
Add: Transfer to reserve during the period	-	-	-	1,833.00	1,615.00	2,200.00	(14.73)	5,633.27
Add: Reclassification of Realised gain from OCI to reserves	-	-	-	-	-	-	-	-
Less: Appropriations								
- Transfer to general Reserve	(2,200.00)	-	-	-	-	-	-	(2,200.00)
- Transfer to Special Reserve under Section 36(1)(viii) of the Income Tax Act 1961	(1,833.00)	-	-	-	-	-	-	(1,833.00)
- Transfer to Special Reserve under Section 45 IC of RBI Act, 1934	(1,615.00)	-	-	-	-	-	-	(1,615.00)
- Payment of Dividend (incl tax thereon)	-	-	-	-	-	-	-	-
Less: Adjustments / withdrawal								
- Amortisation of transaction cost of bonds	-	-	(39.01)	-	-	-	-	(39.01)
- Utilised/Withdrawn from Reserve u/s 36(1)(viii)	-	-	-	(4,405.80)	-	-	-	(4,405.80)
Closing Balance	9,660.87	11.55	6,232.42	15,882.53	14,992.07	23,320.04	987.72	71,087.20

For and on behalf of the Board

As per our report of even date
For M Verma & Associates
(Chartered Accountants)
Firm Reg. No: 501433C

(S. C. Sekhar)
Director

(S. Ravi)
Non-Executive Chairman

(CA Mohender Gandhi)
Partner
M.No.088396

(Sanjay Ahuja)
Company Secretary

(Anoop Bali)
Whole Time Director & CFO

Date : May 19, 2022
Place : New Delhi



CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED 31 MARCH 2022

(₹ in lakh)

Particulars	Year Ended 31 March 2022	Year Ended 31 March 2021
A. CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit Before Tax	10,789.12	9,981.92
Adjustment for :		
Gain/(Loss) under OCI Section	312.74	180.51
Depreciation & Amortisation	146.71	114.86
Finance Cost on Lease Liability on Right to Use Assets	18.55	23.36
Operating Cash before working capital changes	11,267.12	10,300.65
Adjustment for :		
Decrease/(Increase) in Loans & Advances	13,938.34	(18,202.79)
Loan Write-off by Utilisation of Reserve u/s 36(1)(viii) of Income Tax Act	-	(4,405.80)
Decrease/(Increase) in Investments	(661.87)	5,977.57
Decrease/(Increase) in Receivables	11.32	(1.88)
Decrease/(Increase) in Other Financial Assets	69.92	716.35
Decrease/(Increase) in Other Non-Financial Assets	53.62	218.25
Decrease/(Increase) in Other Cash Balances	4.37	21.72
Increase/(Decrease) in Payables	(5.71)	-
Increase/(Decrease) in Debt Securities	(16,138.26)	(4,999.97)
Increase/(Decrease) in Borrowings	7,349.92	(3,772.33)
Increase/(Decrease) in Other Financial Liabilities	246.43	(1,041.91)
Increase/(Decrease) in Provisions	(36.76)	68.83
Increase/(Decrease) in Other Non-Financial Liabilities	(31.79)	6.74
Cash Generated from Operation	16,066.65	(15,114.57)
Direct Tax Paid	(2,186.88)	(2,022.15)
Net Cash Flow from Operating Activities	13,879.77	(17,136.72)
B. CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Fixed Assets	(187.31)	(14.51)
Intangible Assets under Development	(21.80)	-
Net Cash used in Investing Activities	(209.11)	(14.51)
C. CASH FLOW FROM FINANCIAL ACTIVITIES		
Preferential Issue of Equity Shares (Incl Premium)	6,517.60	-
Share issue Expenses	(132.19)	-
Payment of Dividend	(645.73)	-
Payment of Lease Liability on Right to Use Assets	(77.09)	(73.45)
Net Cash used in Financing Activities	5,662.59	(73.45)
Net Increase/(Decrease) in Cash and Cash Equivalents (A+B+C)	19,333.25	(17,224.68)
Cash and Cash Equivalent at the Beginning of the Year	1,617.75	18,842.43
Cash and Cash Equivalent at the End of the Year	20,951.00	1,617.75
COMPONENTS OF CASH AND CASH EQUIVALENTS		
Cash in hand	0.18	0.26
Balance with Banks		
- Current Accounts	299.23	85.03
- Deposit Accounts	16,310.62	1,532.46
- Cheques in Hand	4,340.97	-
Total Cash and Cash Equivalents (Note No. 3)	20,951.00	1,617.75

For and on behalf of the Board

As per our report of even date

For M Verma & Associates

(Chartered Accountants)

Firm Reg. No: 501433C

(CA Mohender Gandhi)

Partner

M.No.088396

Date : May 19, 2022

Place : New Delhi

(S. C. Sekhar)

Director

(Sanjay Ahuja)

Company Secretary

(S. Ravi)

Non-Executive Chairman

(Anoop Bali)

Whole Time Director & CFO

**NOTES FORMING PART OF FINANCIAL STATEMENTS****Consolidated Financial Statements for Year Ended 31 March 2022****1 Corporate Information**

Tourism Finance Corporation of India Ltd. (TFCI) has been set-up as an All-India Financial Institution, pursuant to the recommendations of “National Committee on Tourism” set-up under the aegis of Planning Commission in 1988. TFCI provides financial assistance by way of rupee term loan, corporate loan and subscription to debentures/equity mainly to tourism sector comprising hotels, resorts, restaurants, food courts, amusement parks, ropeways, multiplexes, etc. and in a limited way to other sectors such as infrastructure, manufacturing, real-estate etc., within the scope of its activities.

2. Significant Accounting Policies**2.1 Functional and Presentation Currency**

These Consolidated financial statements are presented in Indian Rupees, the national currency of India, which is the functional currency of the Group.

2.2 Basis of adoption of Financial Statements**2.2.1 Basis of Preparation of Financial Statements**

The Consolidated financial statements are prepared in accordance with Indian Accounting Standards (Ind-AS) notified under Companies (Indian Accounting Standards) Rules, 2015 and as amended further. The Financial Statements are prepared under historical cost convention from the books of accounts maintained on accrual basis except for certain financial instruments (refer note 2.11) which are measured at fair value. Further, the Group continues to follow the Reserve Bank of India (RBI) Directions issued for Non-Banking Financial Companies (NBFC) with respect to preparation & presentation of accounts. Accounting policies have been consistently applied except where a newly issued accounting standard, if initially adopted or a revision to an existing Ind AS requires a change in the accounting policy hitherto in use. Management evaluates all recently issued or revised Ind AS on an ongoing basis.

2.2.2 Basis of Consolidation

The Consolidated Financial Statements relate to Tourism Finance Corporation of

India Ltd. (“Parent Company”) and its subsidiary Company (the Parent Company and its subsidiary together referred to as “the Group”).

(a) Subsidiaries

Subsidiaries are all entities over which the group has control. The group controls an entity when the group is exposed to or has rights to. Variable returns from its involvement with the entity and has the ability to affect those returns through its power to direct the relevant activities of the entity.

The group combines the financial statements of the parent and its subsidiaries line by line adding together like items of assets, liabilities, equity, income and expenses. Intercompany transactions, balances and unrealised gains on transactions between group companies are eliminated Unrealised losses are also eliminated unless the transaction provides evidence of an impairment of the transferred asset. Accounting policies of subsidiaries have been changed where necessary to ensure consistency with the policies adopted by the group.

Non-controlling interests in the results and equity of subsidiaries are shown separately in the consolidated statement of profit and loss, consolidated statement of changes in equity and balance sheet respectively.

The Subsidiary Company which is included in the consolidation and the Company’s holding therein is as under:

S. No.	Name of the Subsidiary Company	Nature of Relationship	% of holding
1	TFCI Capital Limited	Subsidiary	100%

2.3 Use of Estimation, Assumption and Judgement

The key assumption, judgement and estimation at the reporting date, that have significant risk, causing the material adjustment to the carrying amounts of assets and liabilities within the next financial year, are described below. The group based its assumption, judgement and estimation on parameters available on the date when financial statement were prepared.



Existing circumstances and assumption about future development, however, may change due to the market changes or circumstances arising that are beyond the control of the group. Such changes are reflected in the assumption when they occur. The Management believes that the estimates used in preparation of the financial statements are prudent and reasonable.

2.4 Exceptions

Derecognition of financial assets and liabilities

The Group has applied Para B2, which permit first-time adopter to apply de-recognition requirements in Ind-AS 109 prospectively for transactions occurring on or after the date of transition to Ind-AS.

Classification & measurement of financial assets:

The Group has followed classification and measurement of financial assets in accordance with Ind-AS 109 and classification of Financial Instruments have been made on the basis of facts and circumstances that existed at the date of transition to Ind-AS.

Estimates

The Group made estimates for following items in accordance with Ind-AS:

- Investment in equity instruments carried at FVTPL or FVTOCI;
- Investment in debt instruments carried at FVTPL; and
- Impairment of financial assets based on expected credit loss model

2.5 Cost for Property, Plant & Equipment and Intangible Assets

The group has availed exemption under para D7AA of appendix D to Ind-AS 101 which permits a first time adopter to continue with the carrying values for its PPE and intangible assets as at date of transition to Ind-AS measured as per previous IGAAP.

The cost of an item of **Property, Plant & Equipment**, comprises its purchase price, including import duties and non-refundable taxes after deducting trade discounts/rebates and including any directly attributable expenditure to bring the PPE to the location and making it ready for its intended use. Subsequent costs are included in the asset's carrying amount, only when it is probable that future economic benefits associated with the items will flow to the entity and the cost of the item can be reliably measured. Gains or losses arising from de-recognition of items of PPE are measured as the difference between the net disposal

proceeds and the carrying amount of the asset and are recognized in the statement of profit and loss when the asset is derecognized. Major repairs and/or renovation expenditure are capitalized under IndAS-16 as replacement costs.

An **Intangible Asset** is recognized where it is probable that the future economic benefits attributable to the asset will flow to the group. Intangible assets are carried at cost less accumulated amortization and accumulated impairment losses, if any. These assets are amortized on the basis of Straight Line Method over a period of 10 years or its useful life, whichever is lower

2.6 Revenue Recognition

For recognition of revenue, the Group adopts the accrual basis except where there is uncertainty as to collection. Revenue is measured at fair value of the consideration received or receivable. Interest income is recognized on a time proportion basis, using the effective interest rate method (EIR) except in case of income on 'Non-Performing Assets' which is recognized on realization basis.

Dividend Income is recognized on right to receive basis. Consultancy Income is recognized on actual receipt basis.

Revenue from lease rentals are recognised on a time proportion basis from the commencement date, as prescribed in the lease agreement entered with the lessee.

2.7 Depreciation

The depreciable amount of an item of PPE is allocated on a straight line basis over its useful life as prescribed under Schedule II to the Companies Act, 2013.

Each part of an item of PPE with a cost that is significant in relation to the total cost of the asset and useful life of that part is different from remaining part of the asset; such significant part is depreciated separately.

Depreciation on additions to/deductions from PPE during the year is charged on pro-rata basis from the month of such addition or as the case may be up to the month in which such PPE is sold, discarded, demolished or destroyed.

2.8 Assets held for Sale

Non-current assets or disposal groups comprising of assets and liabilities are classified as 'held for sale' when all of the following criteria's are met:

- Decision has been made to sell,



- The assets are available for sale in its present condition,
- The assets are being actively marketed, and
- Sale has been agreed or is expected to be concluded within 12 months of the Balance Sheet date.

Subsequently, such non-current assets and disposal groups classified as held for sale are measured at the lower of its carrying value and fair value less costs to sell. Non-current assets held for sale are not depreciated or amortized.

2.9 Impairment - PPE and Intangible Assets

If the recoverable amount of an asset is estimated to be less than its carrying amount, the carrying amount of the asset is reduced to its recoverable amount. An impairment loss is recognized immediately in statement of profit and loss, unless the relevant asset is carried at a revalued amount, in which case the impairment loss is treated as a revaluation decrease.

Recoverable amount is the higher of fair value less costs of disposal or value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset for which the estimates of future cash flows have not been adjusted.

At the end of each reporting year, the group reviews the carrying amounts of its tangible, intangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

2.10 Investment Property

Investment properties are properties held to earn rentals and/or for capital appreciation (including property under construction for such purposes). All of the Group's property interests held under operating leases to earn rentals or for capital appreciation purposes are accounted for as investment properties.

Investment properties are measured initially at cost, including transaction costs. After initial recognition, the group measures investment property at cost less accumulated depreciation and accumulated impairment loss, if any.

Investment properties to be depreciated in accordance to the class of asset that it belongs and the life of the asset shall be as conceived for the

same class of asset by the Group.

Though investment property is measured using cost model, the fair value of investment property is disclosed in the notes to accounts.

2.11 Financial instruments

2.11.1 Financial Assets

The Group shall classify financial assets measured at amortized cost, fair value through other comprehensive income (FVTOCI) or fair value through Statement of Profit and Loss (FVTPL) on the basis of its business model for managing the financial assets and the contractual cash flows characteristics of the financial asset. Financial assets are recognised when the Group becomes a party to the contractual provisions of the instrument and are initially recognised at fair value and directly attributable transaction costs towards acquisition or issue of the financial asset are added to or deducted from the fair value on initial recognition except for financial assets which are recognised at fair value through profit and loss.

For the purposes of subsequent measurement financial assets are classified in the following categories:

- Amortised cost, where the financial assets are held solely for collection of cash flows arising from payments of principal and/or interest
- Fair value through other comprehensive income (FVTOCI), where the financial assets are held not only for collection of cash flows arising from payments of principal and/or interest but also from the sale of such assets.
- Fair value through profit or loss (FVTPL), where the financial assets are not classified either at amortized cost or FVTOCI.

Financial Assets include Investments in equity/preference share, Bonds/debentures or Security receipts, Loans, Security Deposits, Cash & cash equivalents etc.

Management determines the classification of an asset at initial recognition depending on the purpose for which the assets were acquired.



In case of short-term financial assets, carrying value is considered to be its fair value.

2.11.2 Impairment

The Group as permitted by Ind-AS 101, has used reasonable and supportable information that is available without undue cost or effort to determine the credit risk as at the year end.

The Group at each reporting year end tests a financial asset or a group of financial assets (other than financial assets held at fair value through profit or loss) for impairment based on evidence or information that is available without undue cost or effort. Expected credit loss (ECL) is assessed and impairment loss recognized if the credit risk of the financial asset is significantly increased.

The impairment losses and reversals are recognized in statement of profit and loss.

Impairment model under IndAS-109 applies to financial instruments as listed below:

- Financial assets that are debt instruments measured at Amortized Cost (AC)
- Equity investments are measured at Fair Value Through Other Comprehensive Income (FVTOCI)
- Loan commitments not measured at FVTPL (Fair Value Through Profit and Loss)
- Financial guarantee contracts issued in the scope of Ind AS 109 not measured at FVTPL
- Lease receivables in the scope of Ind AS 17.

However, investments in equity shares and financial instruments measured at FVTPL are out of the scope of ECL.

The Group shall at each reporting year test loans given to companies for impairment as per Ind AS- 109 and Impairment Loss/ ECL if any shall be charged to Profit & Loss Account. The group can however utilize the provision made under section 36(i)(viii) to write off/ provide for impairment loss. All credit exposures in tourism & non-tourism segments based on the nature of substantive security

shall be grouped into 3 categories namely Stage-1, Stage-2 & Stage-3 exposures as enumerated below:

Loan Category (As per Ind - AS 109)	Category	Description of category	Basis for recognition of expected credit loss provision on Category of Loan
Stage 1	Standard Assets (with no overdue or default upto 30 days)	Assets where there has been no significant increase in credit risk since initial recognition.	Stage 1 ECL
Stage 2	- Standard Assets (with overdue between 31 days to 90 days)	Assets where there has been a significant increase in credit risk since initial recognition	12 months ECL
Stage 3	- Non - Performing Assets - Non Performing Restructured Assets	Impaired Asset with increased credit risk	Lifetime ECL

Wherever relaxations in contractual terms have been granted pursuant to regulatory guidelines, such amendment in terms of original sanction would be outside the scope of restructuring.

ECL shall be calculated based on past ten years’ data as follows:

$$ECL = \text{Exposure at Default at various stages (EAD)} \times \text{Probability of Default (PD)} \times \text{Loss given Default (LGD)}$$

All credit exposure shall also be classified into performing and non-performing assets as per RBI guidelines applicable to Non-Banking Financial Companies (NBFCs). The group shall also compute general provision for standard asset and specific provision for sub-standard, doubtful & loss assets as per applicable guidelines and compared the same with Impairment Loss/ ECL as per Ind-AS. In case, Impairment Loss is lower than provisions required as per RBI guidelines then difference shall be appropriated from PAT to a separate Impairment Reserve, which shall not be reckoned for regulatory capital.



2.11.3 Derecognition

Financial assets are derecognized when the contractual right to receive cash flows from the financial assets expires, or transfers the contractual rights to receive the cash flows from the asset. However, the group can also derecognize the asset in case the management feels that the chances of recovery are fairly remote.

2.11.4 Financial Liability

All financial liabilities are recognized initially at fair value and, in the case of loans and borrowings, net of directly attributable transaction costs. The Group's financial liabilities include trade and other payables, loans and borrowings including bank overdrafts.

The subsequent measurement of financial liabilities depends on their classification, as described below:

Amortized costs, interest-bearing loans and borrowings are subsequently measured at amortized cost using the effective interest rate (EIR) method. Gains and losses are recognized in Statement of Profit and Loss when the liabilities are derecognized as well as through the EIR amortization process. Amortized cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortization is included as finance costs in the Statement of Profit and Loss.

- Fair value through statement of Profit and loss, include financial liabilities held for trading and financial liabilities designated upon initial recognition as at fair value through Statement of Profit and Loss. Financial liabilities are classified as held for trading if they are incurred for the purpose of repurchasing in the near term.

The carrying value of financial liability is considered to be its fair value in case of Short Term.

2.12 Employee Benefits

2.12.1 Defined Contribution Plan

Employees Provident Fund:

In terms of the Employees Provident and Miscellaneous Provisions Act, 1952,

TFCI contributes at the rate of 12% of PF applicable salary (consisting basis salary & other retaining allowances) payable to each employee covered under the scheme. An equal & matching contribution is payable by each employee. Both employer & employees contributions are deposited with EPFO within the prescribed time period on monthly basis. The entire employer contribution deposited with EPFO is recognized in the financial statement as Employees Benefit Expenses.

2.12.2 Defined Benefit Plan

Gratuity:

TFCI's gratuity policy provides for 15 days salary for each completed year or part thereof in excess of six months on separation of any employee from TFCI, on retirement or otherwise, after completion of 5 years of continuous services. However, in case of completion of minimum service of 10 years, the gratuity shall be payable @one month salary for each completed year or part thereof in excess of six months limited to maximum ₹20.00 lakh or maximum amount provided under the Payment of Gratuity Act whichever is higher. Further, in case of employment for more than 20 years in TFCI, in addition to above, gratuity shall also be admissible to a sum equal to half month's salary in respect of each year of service or part thereof in excess of six months of service over & above 20 years. As per actuarial valuation, the expense has been recognized in the financial statement as Employees Benefit Expenses.

Leave Encashment:

TFCI's policy provides for accrual of 1 day of ordinary leave for each 11 days of duty rendered by him/her subject to accumulation of maximum 90 days. No further ordinary leave can be earned by an employee after he/she has credit of maximum number of the leave. TFCI's ordinary leave policy also provides for encashment of 15 days of such leave in year which is fully taxable. As per actuarial valuation, the expense has been recognized in the financial statement as Employees Benefit Expenses.

Gains/losses due to actuarial revaluation have been shown as other comprehensive income.



2.13 Taxation

Tax expense for the period comprises current tax and deferred tax. Tax recognised in statement of profit and loss, except to the extent that it relates to items recognised in other comprehensive income or directly in equity in which case the tax is also recognised in other comprehensive income or equity.

2.13.1 Current Tax

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

2.13.2 Deferred Tax

Deferred tax is recognized in respect of temporary differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding amounts used for taxation purpose, at the end of the year.

2.14 Lease

In compliance with Ind AS-116 effective from 1st April 2019 as notified by MCA, the Group assesses at the time of contract inception whether a contract is, or contains, a lease. That is, if the contract conveys the right of use of an identified asset for a period of time in exchange for consideration, the same is considered as lease.

2.14.1 Group as a lessee

The Group applies a single recognition and measurement approach for all leases, except for short-term leases and leases of low-value assets which are charged to Profit on straight line basis. The Group recognises lease liabilities to make lease payments and right-of-use assets representing the right to use the underlying assets.

(i) Right-of-use assets

The Group recognizes right-of-use assets at the commencement date of the lease (i.e., the date the underlying asset is available for use). Right-of-use assets are measured at cost, less any accumulated depreciation and impairment losses and adjusted for any re-measurement of lease liabilities. The cost of right-of-use assets includes the amount of lease liabilities recognized, initial direct

costs incurred, and lease payments made at or before the commencement date less any lease incentives received. Right-of-use assets are depreciated on a straight-line basis over the estimated useful lives of the assets. The right-of-use assets are also subject to impairment.

(ii) Lease liabilities

At the commencement date of the lease, the Group recognizes lease liabilities measured at the present value of lease payments to be made over the lease term. The lease payments include fixed payments (including in-substance fixed payments) less any lease incentives receivable, variable lease payments that depend on an index or a rate, and amounts expected to be paid under residual value guarantees. The lease payments also include the exercise price of a purchase option reasonably certain to be exercised by the Group and payments of penalties for terminating the lease, if the lease term reflects the Group exercising the option to terminate. Variable lease payments that do not depend on an index or a rate are recognised as expenses in the period in which the event or condition that triggers the payment occurs.

In calculating the present value of lease payments, the Group uses its incremental borrowing rate at the lease commencement date because the interest rate implicit in the lease is not readily determinable. After the commencement date, the amount of lease liabilities is increased to reflect the accretion of interest and reduced for the lease payments made. In addition, the carrying amount of lease liabilities is remeasured if there is a modification, a change in the lease term, a change in the lease payments (e.g., changes to future payments resulting from a change in an index or rate used to determine such lease payments) or a change in the assessment of an option to purchase the underlying asset.



(iii) Short-term leases and leases of low-value assets

The Group applies the short-term lease recognition exemption to those leases that have a lease term of 12 months or less. It also applies the lease of low-value assets recognition exemption to leases that are considered to be low value. The underlying asset is considered of low value if the lessee can benefit from use of the asset on its own or together with other available resources and the underlying asset is not highly dependent on, or highly inter-related with, other assets. Lease payments on short-term leases and leases of low value assets are recognised as expense on a straight-line basis over the lease term.

2.14.2 Group as a lessor

A lease is classified at the inception date as a finance lease or an operating lease. A lease that transfers substantially all the risks and rewards incidental to ownership of the Group is classified as a finance lease. Lease income from operating leases is recognized in income on a straight-line basis over the lease term of relevant lease.

2.15 Cash and cash equivalents

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

2.16 Borrowing Costs

Borrowing cost includes interest and amortization of ancillary costs incurred in connection with the arrangement of borrowings.

Borrowing costs directly attributable to the acquisition, construction or production of qualifying asset that necessarily takes a substantial period of time to get ready for its intended use or sale are capitalized as part of the cost of the respective asset. All other borrowing costs are expensed in the period they occur.

A qualifying asset is an asset that necessarily takes a substantial period of time to get ready for its intended use or sale.

2.17 Provisions, Contingent Liabilities and Contingent Assets

2.17.1 Provisions

A provision is recognized if, as a result of a past event, the group has a present legal or constructive obligation that is reasonably estimable, and it is probable that an outflow of economic benefits will be required to settle the obligation. Provisions are determined by discounting the expected future cash flows at a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability. Provisions are determined based on the best estimate required to settle the obligation at the Balance Sheet date.

2.17.2 Contingent Liabilities

Contingent liabilities are not recognized but disclosed in Notes when the group has possible obligation due to past events and existence of the obligation depends upon occurrence or non-occurrence of future events not wholly within the control of the group. Contingent liabilities are assessed continuously to determine whether outflow of economic resources have become probable. If the outflow becomes probable, then relative provision is recognized in the financial statements.

2.17.3 Contingent Assets

Contingent Assets are not recognized but disclosed in Notes which usually arise from unplanned or other unexpected events that give rise to the possibility of an inflow of economic benefits.

Contingent assets are assessed continuously to determine whether inflow of economic benefits becomes virtually certain, then such assets and the relative income will be recognized in the financial statement.

2.18 Earnings per Share

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

For the purpose of calculating diluted earnings per share, the net profit or loss for the year attributable to equity shareholders and the weighted average number of shares outstanding during the year are adjusted for the effects of all dilutive potential equity shares.



NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

(₹ in lakh)

Note No.	Particulars	As At March 31, 2022		As At March 31, 2021	
3	Cash and Cash Equivalents				
	Cash in hand		0.18		0.26
	Balances with Banks				
	- Current Accounts		299.23		85.03
	- Term Deposits		16,310.62		1,532.46
	Cheques in Hand		4,340.97		-
	TOTAL		20,951.00		1,617.75
4	Bank balances other than (i) above				
	Balance in unclaimed dividend accounts		188.71		201.42
	Term Deposits with SBI (Margin Money for Bank Guarantee)		8.34		-
	TOTAL		197.05		201.42
5	Receivables				
	Other Receivables (in Cash or Kind)		14.32		25.64
	TOTAL		14.32		25.64
6	Loans & Advances	As at 31 March 2022		As at 31 March 2021	
	I. Secured				
	(Secured by Mortgage/Hypothecation of Assets)				
	(a) Loan to Companies/LLP.*	1,83,435.43		1,97,664.24	
	Less: Unamortised Upfront fee received	(298.76)	1,83,136.67	(292.84)	1,97,371.40
	(b) Loan to Employees	17.88		309.83	
	Less: Deferred Employee Benefit Cost	-	17.88	(106.31)	203.52
	II. Unsecured				
	(a) Loan to Employees		-		2.31
	III. Gross Loans & Advances (I + II)		1,83,154.55		1,97,577.23
	IV. Impairment loss allowance (Expected Credit Loss)				
	- On Standard loans (Stage 1 & Stage 2)	2,024.22		1,850.80	
	- On Sub-standard/ Doubtful loans (Stage 3)	677.24	2,701.46	1,335.00	3,185.80
	V. Net Loans & Advances (III - IV)		1,80,453.09		1,94,391.43
Breakup of Gross Loans & Advances (at III above)					
Loans Within India					
- Public Sector		-		-	
- Others		1,83,154.55		1,97,577.23	
Less: Impairment loss allowance (as per IV above)		2,701.46		3,185.80	
Total - Net (as per V above)		1,80,453.09		1,94,391.43	
* Loans to Companies/LLP aggregating ₹31,815.99 Lakh is primarily secured by Govt Guarantee issued under ECLGS Scheme.					



NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

(₹ in lakh)

	Investments	Face Value	As at 31 March 2022					As at 31 March 2021						
			No's	Am-ortised Cost	At Fair Value		Cost	Total	No's	Am-ortised Cost	At Fair Value		Cost	Total
					Through OCI	Through P/L					Through OCI	Through P/L		
7	Investments													
	I. Debt securities:-													
	a) Investment in bonds/debentures (measured at amortised cost)													
	8.76% IFCI Ltd - Tax Free Bonds - Series I	10,00,000	-	-	-	-	-	265	2,650.27	-	-	-	2,650.27	
	9.40% IFCI Ltd - Bonds (NCD) - Series III	1,000	150000	1,500.00	-	-	1,500.00	150000	1,500.00	-	-	-	1,500.00	
	10.49% Bank of Baroda (Vijaya Bank) Series(IV) Perpetual Bonds	10,00,000	-	-	-	-	-	250	2,527.61	-	-	-	2,527.61	
	11.25% Canara Bank (Syndicate Bank) Perpetual Bonds	10,00,000	-	-	-	-	-	250	2,594.04	-	-	-	2,594.04	
	10.00% Cox & Kings Ltd - NCD	10,00,000	500	-	-	-	-	500	-	-	-	-	-	
	b) Investment in mutual funds (measured at fair value through P&L)													
	Debt Oriented Mutual Funds	-	-	-	-	5,900.00	-	5,900.00	-	-	-	-	-	
	Sub total-I			1,500.00		5,900.00			9,271.92				9,271.92	
	II. Equity & Preference shares:-													
	a) Investment in Equity instruments (measured at fair value through OCI)													
	Cross Country Hotels Ltd.	10	250000	-	24.63	-	24.63	250000	-	24.63	-	-	24.63	
	Assets Care & Reconstruction Enterprise Ltd.	10	2856000	-	473.28	-	473.28	2856000	-	473.28	-	-	473.28	
	Shell Inn International Pvt. Limited	10	6200853	-	620.09	-	620.09	6532293	-	653.23	-	-	653.23	
	b) Investment in Equity instruments (measured at fair value through P&L)													
	Viceroy Hotels Ltd.	10	200000	-	-	200.00	-	200000	-	-	200.00	-	200.00	
	Punjab Woolcombers Ltd.	10	2500	-	-	0.22	-	2500	-	-	0.22	-	0.22	
	Subtotal-II				1,118.00	200.22		1,318.22		1,151.14	200.22		1,351.36	
	III. Other approved securities:-													
	a) Investment in Security Receipts (measured at fair value through P&L)													
	Assets Care & Reconstruction Enterprise Ltd.													
	- (2014-15 - V - Trust: assigned loan of Kamath Hotels Ltd)	1,00,000	2393	-	-	2,393.00	-	2,393.00	2393	-	-	2,393.00	-	2,393.00
	- (93 Trust: assigned loan of Adlabs Entertainment Ltd)	1	348038112	-	-	3,480.38	-	3,480.38	348733268	-	-	3,487.33	-	3,487.33



NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

(₹ in lakh)

	Investments	Face Value	As at 31 March 2022					As at 31 March 2021						
			No's	Am-ortised Cost	At Fair Value		Cost	Total	No's	Am-ortised Cost	At Fair Value		Cost	Total
					Through OCI	Through P/L					Through OCI	Through P/L		
	Phoenix ARC Pvt Ltd													
	- (assigned loan of Appu Hotels Ltd)	1,000	167739	-	-	1,677.39	-	1,677.39	-	-	-	-	-	
	- (assigned loan of Golden Apple Resort & SPA LLP)	1,000	144755	-	-	1,447.55	-	1,447.55	-	-	-	-	-	
	Subtotal-III					15,098.54		17,716.54			6,080.55		16,503.61	
	Gross Investments (Subtotal I+II+III).... (A)		1,500.00	1,118.00	15,098.54			17,716.54		9,271.92	1,151.14	6,080.55		16,503.61
	(i) Investment outside India					-	-	-		-	-	-	-	-
	(ii) Investment in India		1,500.00	1,118.00	15,098.54	-	17,716.54	-	9,271.92	1,151.14	6,080.55	5.00	16,508.61	
	Total		1,500.00	1,118.00	15,098.54		17,716.54		9,271.92	1,151.14	6,080.55	5.00	16,508.61	
	Add: Appreciation in value of investments:-													
	Assets Care & Reconstruction Enterprise Ltd.				874.47	-	-	874.47		622.57	-	-	622.57	
	Shell Inn International Private Limited.				346.62	-	-	346.62		365.15	-	-	365.15	
	Debt Oriented Mutual Funds				-	1.54	-	1.54		-	-	-	-	
	Sub total (B)				1,221.09	1.54		1,222.63		987.72			987.72	
	Less: Allowance for Impairment loss													
	Cross Country Hotels Ltd.				24.63	-	-	24.63		24.63	-	-	24.62	
	Assets Care & Reconstruction Enterprise Ltd.													
	- (2014-15 - V - Trust: assigned loan of Kamath Hotels Ltd)				-	598.25	-	598.25		-	358.95	-	358.95	
	- (93 Trust: assigned loan of Ad-labs Entertainment Ltd)				-	1,392.15	-	1,392.15		-	1,039.92	-	1,039.92	
	Phoenix ARC Pvt Ltd													
	- (assigned loan of Appu Hotels Ltd)				-	105.51	-	105.51		-	-	-	-	
	- (assigned loan of Golden Apple Resort & SPA LLP)				-	91.05	-	91.05		-	-	-	-	
	Viceroy Hotels Ltd.				-	193.65	-	193.65		-	195.77	-	195.78	
	Punjab Woolcombers Ltd.				-	0.22	-	0.22		-	0.22	-	0.22	
	Sub total (C)				24.63	2,380.83		2,405.46		24.63	1,594.86		1,619.49	
	Total Investment - Net (A+B-C)		1,500.00	2,314.46	12,719.25		16,533.71		9,271.92	2,114.23	4,485.69		15,871.84	

Note1: - Fair value of unquoted equity investment in Assets Care & Reconstruction Enterprise Ltd is based on its book value as on 31 March 2021 discounted @15%.

Note2:- Fair value of project related unquoted equity investment in Shell Inn International Private Limited is based on DSV of fixed assets net of outstanding debt, as on 31 March 2021, discounted @15%.

Note3: - Investment in NCDs of Cox & Kings Ltd of ₹5,000.00 Lakh is fully Written-off.

Note4: - Investment in 9.40% IFCI Ltd - Bonds are pledged with SBI as security against borrowings.



NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

(₹ in lakh)

Note No.	Particulars	As at 31 March 2022		As at 31 March 2021	
8	Other Financial Assets				
	Interest accrued on investment		89.33		220.20
	Interest & Other Charges accrued and due on loans and advances		230.76		364.75
	Interest accrued but not due on loans and advances	1,029.91		1,086.48	
	Less: Liability towards Interest-on-Interest during Moratorium period	-	1,029.91	268.26	818.22
	Legal Charges Recoverable		-		18.39
	Security Deposits	37.52		38.17	
	Less:- Fair value adjustment	(6.18)	31.34	(8.47)	29.70
	TOTAL		1,381.34		1,451.26
9	Current Tax Assets (Net)				
	Advance Income Tax & TDS (Net of Provision for Taxation)		1,764.11		1,891.98
	TOTAL		1,764.11		1,891.98
	Yearwise details of Current Tax Assets				
	Advance Tax & TDS				
	- F.Y. 1994-95		609.04		609.04
	- F.Y. 1995-96		934.32		934.32
	- F.Y. 1996-97		761.17		761.17
	- F.Y. 1997-98		655.12		655.12
	- F.Y. 1998-99		432.18		432.18
	- F.Y. 1999-00		454.88		454.88
	- F.Y. 2000-01		522.97		522.97
	- F.Y. 2001-02		237.85		237.85
	- F.Y. 2002-03		-		542.76
	- F.Y. 2003-04		-		285.32
	- F.Y. 2004-05		-		394.35
	- F.Y. 2005-06		110.00		87.88
	- F.Y. 2006-07		-		188.18
	- F.Y. 2007-08		893.05		893.05
	- F.Y. 2008-09		-		1,256.90
	- F.Y. 2009-10		-		1,051.56
	- F.Y. 2010-11		-		1,969.78
	- F.Y. 2011-12		-		1,232.80
	- F.Y. 2012-13		-		1,872.73
	- F.Y. 2013-14		-		2,392.89
	- F.Y. 2014-15		-		2,033.01
	- F.Y. 2015-16		2,080.48		2,080.48
	- F.Y. 2016-17		2,451.72		2,451.72
	- F.Y. 2017-18		-		2,645.26
	- F.Y. 2018-19		2,553.67		2,553.67
	- F.Y. 2019-20		2,057.07		2,057.07
	- F.Y. 2020-21		2,022.14		2,022.14
	- F.Y. 2021-22		2,186.88		-
	Less: Provision for Taxation				
	- F.Y. 1994-95		(644.62)		(644.62)
	- F.Y. 1995-96		(767.27)		(767.27)
	- F.Y. 1996-97		(520.96)		(520.96)
	- F.Y. 1997-98		(668.44)		(668.44)



NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

(₹ in lakh)

Note No.	Particulars	As at 31 March 2022		As at 31 March 2021	
	- F.Y. 1998-99		(252.74)		(252.74)
	- F.Y. 1999-00		(509.40)		(509.40)
	- F.Y. 2000-01		(301.48)		(301.48)
	- F.Y. 2001-02		(134.27)		(134.27)
	- F.Y. 2002-03		-		(215.66)
	- F.Y. 2003-04		-		(358.49)
	- F.Y. 2004-05		-		(121.67)
	- F.Y. 2005-06		-		(201.93)
	- F.Y. 2006-07		-		(342.00)
	- F.Y. 2007-08		(822.25)		(822.25)
	- F.Y. 2008-09		-		(1,244.93)
	- F.Y. 2009-10		-		(1,449.49)
	- F.Y. 2010-11		-		(1,701.00)
	- F.Y. 2011-12		-		(1,235.00)
	- F.Y. 2012-13		-		(1,887.00)
	- F.Y. 2013-14		-		(2,381.50)
	- F.Y. 2014-15		-		(1,870.00)
	- F.Y. 2015-16		(1,807.00)		(1,807.00)
	- F.Y. 2016-17		(2,622.00)		(2,622.00)
	- F.Y. 2017-18		-		(2,670.00)
	- F.Y. 2018-19		(2,450.00)		(2,450.00)
	- F.Y. 2019-20		(1,625.00)		(1,625.00)
	- F.Y. 2020-21		(1,923.00)		(1,923.00)
	- F.Y. 2021-22		(2,150.00)		-
	Total (Net)		1,764.11		1,891.98
	Appeal effects were given in 13 Assessment Years by IT department. TFCI has provided/write-off ₹164.75 Lakh (Net) for these years as possibility of further recovery is remote.				
10	Deferred Tax Assets/Liability (Net)				
	Deferred Tax Assets				
	a) Allowance for doubtful debts and advances		529.64		624.64
	b) Allowance for diminution in value of investments		471.91		317.52
	Deferred Tax Liabilities				
	a) Depreciation		(227.64)		(224.90)
	TOTAL		773.91		717.26

Note No. 11 Property, Plant and Equipment as at 31 March 2022

Particulars	Gross Block			Accumulated Depreciation				Net Block	
	Gross Carry- ing Value as at 01/04/2021	Addi- tion	Disposal / Adjustments	Gross Carry- ing Value as at 31/03/2022	As at 01/04/2021	Addition for the Period	Disposal / Adjustments		As at 31/03/2022
Building (NBCC Plaza)*	1,457.32	-	-	1,457.32	105.87	26.48	-	132.35	1,324.97
Furniture & Fixture	30.96	0.77	-	31.73	18.00	0.84	-	18.84	12.89
Office Equipment	37.26	0.75	-	38.01	10.49	6.37	-	16.86	21.15
Electricals	28.30	7.68	-	35.98	20.65	1.53	-	22.18	13.80
Computers	40.20	137.53	0.63	177.10	17.62	34.24	0.30	51.56	125.54
Vehicles	15.19	-	-	15.19	10.22	2.55	-	12.77	2.42
Vehicles	15.19	-	-	15.19	7.66	2.56	-	10.22	4.97
Total	1,609.23	146.73	0.63	1,755.33	182.85	72.01	0.30	254.56	1,500.77



NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

(₹ in lakh)

As At March 31, 2021									
Particulars	Gross Block				Accumulated Depreciation				Net Block
	Gross Carrying Value as at 01/04/2020	Addition	Disposal / Adjustments	Gross Carrying Value as at 31/03/2021	As at 01/04/2020	Addition for the Period	Disposal / Adjustments	As at 31/03/2021	Net Carrying Value as at 31/03/2021
Building (NBCC Plaza)*	1,457.32	-		1,457.32	79.38	26.49		105.87	1,351.45
Furniture & Fixture	30.96	-		30.96	16.98	1.02		18.00	12.96
Office Equipment	37.13	0.13		37.26	4.11	6.38		10.49	26.77
Electricals	28.08	0.22		28.30	18.16	2.49		20.65	7.65
Computers	27.24	12.96		40.20	8.42	9.20		17.62	22.58
Vehicles	15.19	-		15.19	7.66	2.56		10.22	4.97
Total	1,595.92	13.31	-	1,609.23	134.71	48.14	-	182.85	1,426.38

* The title to the Office Building at NBCC Plaza, New Delhi is by means of Agreement to Sell & Possession letter from the Seller NBCC Limited. The sub-lease deed shall be executed in favour of Company post execution of perpetual Lease deed by L&DO Ministry of Urban Development in favour of NBCC Ltd.

Note No. 12 Intangible Assets Under Development as at 31 March 2022					
Intangible Assets Under Development	Amount				Total
	Less than 1 Year	1-2 Year	2-3 Years	More than 3 Years	
Project in progress	21.80	-	-	-	21.80

Intangible Assets Under Development as at 31 March 2021					
Intangible Assets Under Development	Amount				Total
	Less than 1 Year	1-2 Year	2-3 Years	More than 3 Years	
Project in progress	-	-	-	-	-

Note No. 13 Other Intangible Assets									
As At March 31, 2022									
Particulars	Gross Block				Accumulated Depreciation				Net Block
	Gross Carrying Value as at 01/04/2021	Addition for the Period	Disposal / Adjustments	Gross Carrying Value as at 31/03/2022	As at 01/04/2021	Addition for the Period	Disposal / Adjustments	As at 31/03/2022	Net Carrying Value as at 31/03/2022
Computer Software	1.20	40.91	-	42.11	0.06	8.04	-	8.10	34.01
Total	1.20	40.91	-	42.11	0.06	8.04	-	8.10	34.01

As At March 31, 2021									
Particulars	Gross Block				Accumulated Depreciation				Net Block
	Gross Carrying Value as at 01/04/2020	Addition for the Period	Disposal / Adjustments	Gross Carrying Value as at 31/03/2021	As at 01/04/2020	Addition for the Period	Disposal / Adjustments	As at 31/03/2021	Net Carrying Value as at 31/03/2021
Computer Software	-	1.20		1.20	-	0.06		0.06	1.14
Total	-	1.20	-	1.20	-	0.06	-	0.06	1.14



NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

(₹ in lakh)

Note No. 14 Right to Use Assets									
As At March 31, 2022									
Particulars	Gross Block				Accumulated Depreciation				Net Block
	Gross Carrying Value as at 01/04/2021	Addition for the Period	Disposal / Adjustments	Gross Carrying Value as at 31/03/2022	As at 01/04/2021	Addition for the Period	Disposal / Adjustments	As at 31/03/2022	
Assets Acquired on Lease	316.62	-	-	316.62	94.43	66.66	-	161.09	155.53
Total	316.62	-	-	316.62	94.43	66.66	-	161.09	155.53

As At March 31, 2021									
Particulars	Gross Block				Accumulated Depreciation				Net Block
	Gross Carrying Value as at 01/04/2020	Addition for the Period	Disposal / Adjustments	Gross Carrying Value as at 31/03/2021	As at 01/04/2020	Addition for the Period	Disposal / Adjustments	As at 31/03/2021	
Assets Acquired on Lease	316.62	-	-	316.62	27.77	66.66	-	94.43	222.19
Total	316.62	-	-	316.62	27.77	66.66	-	94.43	222.19

Note No.	Particulars	As At 31 March 2022		As At 31 March 2021	
15	Other Non-Financial Assets				
	Loans to Staff (Employee benefit cost at fair value)		-		106.31
	Prepaid Expenses (including upfront fee on unavailed borrowings)		42.29		14.84
	Deferred cost- (Fair Valuation of Security deposit)		6.18		8.47
	Unavailed Tax Credit of GST		92.89		6.79
	TOTAL		141.36		136.41

16	Payables				
	1. Trade Payables		-		-
	2. Other Payables				
	- Other Sundry Creditors		-		5.71
	TOTAL		-		5.71



NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

(₹ in lakh)

Note No.	Particulars	As At 31 March 2022		As At 31 March 2021	
17	Debt Securities (At Amortised Cost)				
	- Secured				
	(Secured By Hypothecation of Book Debts/future receivables)				
	9.95% Market Linked Debentures (Series XLVIII)				
	400 Nos of 9.95% Bonds of ₹10,00,000/- each Redeemable at par on 01 December 2024	4,000.00	-	-	-
	Less- Unamortised Issue Expenses	(123.08)	3,876.92	-	-
	8.81% Bonds (2025) (Series MB 2015-01)				
	15974 Nos of 8.81% Bonds of ₹1,00,000/- each Redeemable at par on 09 November 2025	15,974.00	15,974.00	15,974.00	15,974.00
	Less- Unamortised Issue Expenses	(53.35)	15,920.65	(65.84)	15,908.16
	- Un Secured				
	10.15% Bonds (2021) (Series MB XLI)				
	1000 Nos of 10.15% Bonds of ₹10,00,000/- each Redeemable at par on 01 September 2021	-	10,000.00	10,000.00	10,000.00
	Less- Unamortised Issue Expenses	-	-	(2.44)	9,997.56
	10.20% Bonds (2021) (Series MB XLII)				
	1000 Nos of 10.20% Bonds of ₹10,00,000/- each Redeemable at par on 16 November 2021	-	10,000.00	10,000.00	10,000.00
	Less- Unamortised Issue Expenses	-	-	(2.36)	9,997.64
	9.65% Bonds (2022) (Series MB XLIII)				
	565 Nos of 9.65% Bonds of ₹10,00,000/- each Redeemable at par on 19 April 2022	5,650.00	5,650.00	5,650.00	5,650.00
	Less- Unamortised Issue Expenses	-	5,650.00	(2.73)	5,647.27
	9.95% Bonds (2022) (Series MB XLIV)				
	750 Nos of 9.95% Bonds of ₹10,00,000/- each Redeemable at par on 01 July 2022	7,500.00	7,500.00	7,500.00	7,500.00
	Less- Unamortised Issue Expenses	(1.07)	7,498.93	(5.19)	7,494.81
	9.95% Bonds (2022) (Series MB XLV)				
	750 Nos of 9.95% Bonds of ₹10,00,000/- each Redeemable at par on 21 August 2022	7,500.00	7,500.00	7,500.00	7,500.00
	Less- Unamortised Issue Expenses	(1.16)	7,498.84	(5.32)	7,494.68
	9.50% Bonds (2023) (Series MB XLVI-A)				
	500 Nos of 9.50% Bonds of ₹10,00,000/- each Redeemable at par on 25 February 2023	5,000.00	5,000.00	5,000.00	5,000.00
	Less- Unamortised Issue Expenses	(3.05)	4,996.95	(6.14)	4,993.86
	9.60% Bonds (2028) (Series MB XLVI-B)				
	1000 Nos of 9.60% Bonds of ₹10,00,000/- each Redeemable at par on 25 February 2028	10,000.00	10,000.00	10,000.00	10,000.00
	Less- Unamortised Issue Expenses	(25.81)	9,974.19	(28.95)	9,971.05
	9.65% Bonds (2033) (Series MB XLVI-C)				
	750 Nos of 9.65% Bonds of ₹10,00,000/- each Redeemable at par on 25 February 2033	7,500.00	7,500.00	7,500.00	7,500.00
	Less- Unamortised Issue Expenses	(26.03)	7,473.97	(27.35)	7,472.65
	Total		62,890.45		78,977.68
	Debt Securities in India		62,890.45		78,977.68
	Debt Securities outside India		-		-



NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

(₹ in lakh)

Note No.	Particulars	As At 31 March 2022		As At 31 March 2021	
18	Borrowings (Other than Debt Securities)	At Amortised Cost		At Amortised Cost	
	- Secured				
	<i>(Secured By Hypothecation of Book Debts/future receivables and pledge of Debt Investments)</i>				
	I. Term Loans from State Bank of India	10,000.00		17,500.00	
	<i>Less: Unamortised Upfront Fee</i>	(7.59)	9,992.41	(24.68)	17,475.32
	<i>8.65% p.a. repayable by 31.03.2023</i>				
	<i>(12 Quarterly installments starting from 30.06.2020 and ending on 31.03.2023)</i>				
	II. Term Loans from State Bank of India	17,500.00		24,986.26	
	<i>Less: Unamortised Upfront Fee</i>	(109.67)	17,390.33	(217.56)	24,768.70
	<i>8.65% p.a. repayable by 31.03.2024</i>				
	<i>(12 Quaterly installment starting from 30.06.2021 and ending on 31.03.2024)</i>				
	III. Term Loans from Canara Bank	6,250.00		8,750.00	
	<i>Less: Unamortised Upfront Fee</i>	(5.45)	6,244.55	(10.29)	8,739.71
	<i>9.30% p.a. repayable by 25.09.2024</i>				
<i>(16 Quarterly installments starting from 25.12.2020 and ending on 25.09.2024)</i>					
IV. Term Loans from Indian Bank	5,000.00		-		
<i>Less: Unamortised Upfront Fee</i>	(68.34)	4,931.66	-	-	
<i>9.00% p.a. repayable by 30.04.2025</i>					
<i>(12 Quarterly installments starting from 31.07.2022 and ending on 30.04.2025)</i>					
V. Term Loans from Indian Bank	4,000.00		-		
<i>Less: Unamortised Upfront Fee</i>	(70.77)	3,929.23	-	-	
<i>9.00% p.a. repayable by 31.01.2027</i>					
<i>(16 Quarterly installments starting from 30.04.2023 and ending on 31.01.2027)</i>					
VI. Term Loans from Punjab & Sind Bank	5,000.00		-		
<i>Less: Unamortised Upfront Fee</i>	(68.28)	4,931.72	-	-	
<i>8.60% p.a. repayable by 30.09.2025</i>					
<i>(12 Quarterly installments starting from 31.12.2022 and ending on 30.09.2025)</i>					
VII. Term Loans SIDBI	4,000.00		-		
<i>Less: Unamortised Upfront Fee</i>	-	4,000.00	-	-	
<i>5.75% p.a. repayable by 10.09.2022</i>					
<i>(11 Monthly installments starting from 10.11.2021 and ending on 10.09.2022)</i>					
VIII. Term Loans UCO Bank	5,000.00		-		
<i>Less: Unamortised Upfront Fee</i>	(86.25)	4,913.75	-	-	
<i>8.80% p.a. repayable by 31.01.2026</i>					
<i>(12 Quarterly installments starting from 30.04.2023 and ending on 31.01.2026)</i>					
IX. Cash Credit/WCDL from State Bank of India		7,000.00		6,000.00	
X. Cash Credit/WCDL from Indian Bank		1,000.00		-	
TOTAL		64,333.65		56,983.73	
Borrowings in India		64,333.65		56,983.73	
Borrowings outside India		-		-	



NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

(₹ in lakh)

Note No.	Particulars	As At 31 March 2022		As At 31 March 2021	
19	Other Financial Liabilities				
	Interest & Other Charges Accrued but not due on Borrowings		2,132.34		1,816.58
	Unclaimed Dividend		188.70		201.42
	Amount Received Pending Adjustment		280.63		250.70
	Lease Liability against right to use asset		175.20		233.77
	Retention towards DSRA		496.00		534.62
	Liability towards Unclaimed Interest-on-Interest during Moratorium period		10.65		-
	TOTAL		3,283.52		3,037.09
20	Provisions				
	Provision for Employee Benefits		91.51		179.14
	Provision for Expenses		111.33		60.46
	TOTAL		202.84		239.60
21	Other Non-financial liabilities				
	Statutory Dues		51.22		83.01
	TOTAL		51.22		83.01
22	Equity Share Capital				
	Authorised Share Capital				
	25,00,00,000 Equity Shares (P. Y. 25,00,00,000) of ₹ 10/- each		25,000.00		25,000.00
	25,00,00,000 Cumulative Redeemable Preference Shares (P. Y. 25,00,00,000) of ₹ 10/- each		25,000.00		25,000.00
	TOTAL		50,000.00		50,000.00
	Issued, subscribed and fully paid				
	9,03,72,448 Equity Shares (P.Y. 8,07,16,748) of ₹ 10/- each Fully Paid Up		9,037.24		8,071.67
	TOTAL		9,037.24		8,071.67
	Reconciliation of Issued Share Capital	No of Shares	Amount	No of Shares	Amount
	Equity shares outstanding at the beginning of the year	80716748	8,071.67	80716748	8,071.67
	Issued During year	9655700	965.57	-	-
	Brought Back During year	-	-	-	-
	Equity shares outstanding at the end of the period	90372448	9,037.24	80716748	8,071.67
	Shareholders holding more than 5% of Shares in the company	No of Shares	% of shares	No of Shares	% of shares
	(a) India Opportunities III Pte Ltd	80,61,597	8.92%	80,61,597	9.99%
(b) Shri Koppara Sajeeve Thomas	60,27,633	6.67%	76,86,633	9.52%	
(c) Pransatree Holding Pte Ltd.	53,62,700	5.93%	-	-	



NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

(₹ in lakh)

Note No.	Particulars	As At 31 March 2022		As At 31 March 2021	
		No of Shares	% of shares	No of Shares	% of shares
	Shareholding of promoters/promoter group at the end of the year				
	(a) Life Insurance Corporation of India	29,60,644	3.28%	29,60,644	3.67%
	(b) The Oriental Insurance Co. Ltd	8,61,527	0.95%	8,61,527	1.07%
	(c) India Opportunities III Pte Ltd.	80,61,597	8.92%	80,61,597	9.99%
	(d) Tamaka Capital(Mauritius) Ltd.	24,21,502	2.68%	24,21,502	3.00%
	(e) Shri Koppara Sajeeve Thomas	60,27,633	6.67%	76,86,633	9.52%
	(f) Pransatree Holding Pte Ltd.	53,62,700	5.93%	-	-
	Changes in Shareholding held by promoters/promoter group	% Change during the year		% Change during the year	
	(a) Life Insurance Corporation of India		(0.39%)		0.00%
	(b) The Oriental Insurance Co. Ltd		(0.12%)		0.00%
	(c) India Opportunities III Pte Ltd.		(1.07%)		0.00%
	(d) Tamaka Capital(Mauritius) Ltd.		(0.32%)		0.00%
	(e) Shri Koppara Sajeeve Thomas		(2.85%)		4.52%
	(f) Pransatree Holding Pte Ltd.		5.93%		N.A.
23	Other Equity				
	Reserves and Surplus				
	(i) Capital Reserves		11.55		11.55
	(ii) Security Premium Reserve		11,601.25		6,232.42
	(iii) General Reserve		25,720.04		23,320.04
	(iv) Retained Earnings		11,431.54		9,660.87
	SUB - TOTAL		48,764.38		39,224.88
	Special Reserves				
	(i) Under Section 36(1)(viii) of the Income Tax Act 1961		17,969.53		15,882.53
	(ii) Under Section 45 IC of RBI Act, 1934		16,699.07		14,992.07
	SUB - TOTAL		34,668.60		30,874.60
	Other Reserves				
	(i) Equity Instruments through Other Comprehensive Income		1,221.09		987.72
	SUB - TOTAL		1,221.09		987.72
	TOTAL		84,654.07		71,087.20
	Reserves and Surplus				
	(i) Capital Reserves				
	Balance at the beginning of the year	11.55		11.55	
	Add: Transfer	-		-	
	Balance at the end of the period		11.55		11.55



NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

(₹ in lakh)

Note No.	Particulars	As At 31 March 2022		As At 31 March 2021	
	(ii) Security Premium Reserve				
	Balance at the beginning of the year	6,232.42		6,271.43	
	Add: Additions during period	5,552.03		-	
	Less: Share Issue Expense/Amortization of transaction cost of bonds	(183.20)		(39.01)	
	Balance at the end of the period		11,601.25		6,232.42
	(iii) General Reserve				
	Balance at the beginning of the year	23,320.04		21,120.04	
	Add: Transfer	2,400.00		2,200.00	
	Balance at the end of the period		25,720.04		23,320.04
	(iv) Retained Earnings				
	Balance at the beginning of the year	9,660.88		7,217.23	
	- Less: Payment of Dividend (Including Tax thereon)	(645.73)		-	
	- Add/Less: Other Comprehensive Income directly recognised. (Remeasurement of Actuarial Gain /(Loss))	60.84		5.62	
	- Add: Reclassification of Realised gain from OCI to Reserves	18.53		14.73	
	- Add: Profit for the Year	8,531.02		8,071.29	
	Less: Appropriations				
	- Transfer to General Reserve	(2,400.00)		(2,200.00)	
	- Transfer to Special Reserve under Section 36(1)(viii) of the Income Tax Act 1961	(2,087.00)		(1,833.00)	
	- Transfer to Special Reserve under Section 45 IC of RBI Act, 1934	(1,707.00)		(1,615.00)	
	Balance at the end of the period		11,431.54		9,660.87
	Special Reserves				
	(i) Under Section 36(1)(viii) of the Income Tax Act 1961				
	Balance at the beginning of the year	15,882.53		18,455.33	
	Add: Transfer	2,087.00		1,833.00	
	Less: Utilised for Write-off	-		(4,405.80)	
	Balance at the end of the period		17,969.53		15,882.53
	(ii) Under Section 45 IC of RBI Act, 1934				
	Balance at the beginning of the year	14,992.07		13,377.07	
	Add: Transfer	1,707.00		1,615.00	
	Less: Written Back in Current period	-		-	
	Balance at the end of the period		16,699.07		14,992.07
	Other Reserves				
	Equity Instruments through Other Comprehensive Income				
	Balance at the beginning of the year	987.72		827.56	
	Add: Other Comprehensive Income	251.90		174.89	
	Less: Reclassification of Realised gain from OCI to reserves	(18.53)		(14.73)	
	Balance at the end of the period		1,221.09		987.72



NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

(₹ in lakh)

Note No.	Particulars	Year Ended March 31, 2022			Year Ended March 31, 2021		
		On Financial Assets measured at Amortised Cost	On Financial Assets measured Through P&L	On Financial Assets measured Through OCI	On Financial Assets measured at Amortised Cost	On Financial Assets measured Through P&L	Financial Assets measured Through OCI
24	Interest Income						
	1. Interest on Loans						
	(a) Interest on Loans & Advances	24,008.73	-	-	23,271.08	-	-
	(b) Interest on Loans to Staff	3.38	-	-	9.66	-	-
	(c) Interest on Loans to Staff (due to amortisation of loan at FV)	-	-	-	16.22	-	-
	2. Interest on Investments						
	(a) Interest on investment in bonds	544.55	-	-	1,255.97	-	-
	(b) Interest on investment in CD's	-	-	-	-	-	-
	(c) Interest on term deposit with banks	230.38	-	-	205.57	-	-
	3. Interest income (due to fair valuation of security deposit)	2.28	-	-	2.08	-	-
	Total	24,789.32	-	-	24,760.58	-	-
25	Dividend Income						
	Dividend Received	-	-	69.69	-	-	69.69
	Total	-	-	69.69	-	-	69.69

Note No.	Particulars	Year Ended March 31, 2022	Year Ended March 31, 2021
26	Fees & Commission Income		
	Premium on prepayments of loan	30.28	136.28
	Legal fee	-	18.98
	Appraisal and Advisory fee	62.35	409.45
	Management fee	53.26	165.75
	Total	145.89	730.46



NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

(₹ in lakh)

Note No.	Particulars	Year Ended			
		March 31, 2022	March 31, 2021		
27	Net gain/(loss) on fair value changes				
	Net Gain/(Loss) on financial instruments at fair value through profit or loss				
	(i) On trading portfolio - Investments				
	-Gain/(Loss) on fair valuation of Mutual Funds	1.54	-		
	- Gain/(Loss) on fair valuation of Shares	2.13	2.50		
	(ii) On non-trading portfolio - Investments				
	- Gain/ (Loss) on fair valuation of security receipts	(354.30)	-		
	Net Gain/(Loss) realised on sale of financial instruments				
	(i) On trading portfolio - Investments				
	- Gain/(Loss) on investment in mutual funds (debt based)	56.02	24.41		
	- Gain/(Loss) on sale of Bonds/Debentures	92.73	242.27		
	(ii) On non-trading portfolio - Investments				
	- Gain/(Loss) on sale of Shares	23.42	14.42		
	(iii) On financial instruments designated at fair value through profit or loss				
	- Gain/ (Loss) on redemption of security receipts	2.07	0.88		
	Total Net gain/(loss) on fair value changes	(176.39)	284.48		
	Fair Value changes:				
	- Realised	174.24	281.98		
	- Unrealised	(350.63)	2.50		
	Total	(176.39)	284.48		
28	Other Operating Income				
	Bad Debt Recovered	590.00	-		
	Total	590.00	-		
29	Other Income				
	Miscellaneous Income	12.53	5.48		
	Total	12.53	5.48		
Note No.	Particulars	Year ended		Year ended	
		31 March 2022		31 March 2021	
		On Financial liabilities measured at Amortised Cost	On Financial liabilities measured through P&L	On Financial liabilities measured at Amortised Cost	On Financial liabilities measured through P&L
30	Finance Cost				
	Interest on borrowings	4,949.37	-	4,909.63	-
	Interest on debt securities	6,801.14	-	7,919.72	-
	Interest on lease liability	18.55	-	23.36	-
	Other Fee and charges	235.32	-	158.87	-
	Total	12,004.38	-	13,011.58	-



NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

(₹ in lakh)

Note No.	Particulars	Year ended 31 March 2022	Year ended 31 March 2021
31	Employee Benefit Expenses		
	Salaries & Allowances	1,334.51	1,516.57
	Contribution to Provident Fund	85.33	98.99
	Contribution for Gratuity	41.60	52.12
	Contribution for Leave Encashment	41.51	33.13
	Staff Welfare Expenses & Others	15.15	16.08
	Interest on Loans to Staff (due to amortisation of loan at FV)	-	16.22
	Total	1,518.10	1,733.11
32	Depreciation		
	Building (NBCC Plaza)	26.48	26.49
	Furniture & Fixture	0.84	1.02
	Office Equipment	6.37	6.38
	Electricals	1.53	2.49
	Computers	34.24	9.20
	Vehicles	2.55	2.56
	Computer Software	8.04	0.06
	Right of Use Assets	66.66	66.66
	Total	146.71	114.86
33	Other Expenses		
	Rent Rates & Taxes	10.02	10.26
	Office Upkeep & Maintenance	101.61	94.07
	Insurance Premium	25.71	19.89
	Electricity charges	7.22	5.99
	Travelling and Conveyance	118.78	120.54
	Printing and Stationery	6.40	6.15
	Postage, Telephone and Internet	43.55	44.87
	Advertisement & Publicity	38.53	50.58
	Books & Periodicals	9.25	11.08
	Membership and Subscription	6.29	4.38
	Directors Sitting Fee	61.66	30.09
	Board Meeting Expenses	2.55	0.26
	AGM Expenses	3.21	0.01
	Registrar & Transfer Agent Fee	9.05	5.46
	Listing Fee	11.14	7.84
	Rating Fees	57.12	72.69
	Audit Fee	12.63	6.49
	Legal and Professional Charges	236.90	187.25
	Miscellaneous Expenses	3.81	8.02
	Corporate Social Responsibility(CSR) Expenses	207.30	213.30
	Total	972.73	899.22



NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

(₹ in lakh)

34	Provisions, Contingent Liabilities and Contingent Assets (Ind AS - 37)			
a)	Contingent Liabilities:			
	Particulars	31 March 2022		31 March 2021
	Income Tax	512.39		512.39
	Total	512.39		512.39
	Contingent liabilities not provided for where order of CIT(Appeals)/ITAT, in similar matters, in previous years, are in favour of the TFCL.			
b)	Contingent Assets:			
	Particulars	31 March 2022		31 March 2021
	Contingent Assets	Nil		Nil
35	Effects of changes in Foreign Exchange Rates (Ind AS - 21) : NIL (PY-NIL)			
36	Employee Benefits (IND AS - 19)			
	The summarized position of various defined benefits recognized in the Statement of Profit & Loss, Other Comprehensive Income (OCI) and Balance Sheet & other disclosures.			
	Summary of membership data (Gratuity & Leave Encashment)	31 March 2022		31 March 2021
	Number of Regular employees	34		39
	Total Monthly Salary for gratuity	51.48		63.81
	Total Monthly Salary for leave encashment	98.41		105.44
	Total Monthly Salary for leave availment	98.41		105.44
	Average Past Service (in Years)	15.26		13.79
	Average Age of Employees (in Years)	45.12		44.74
	Average remaining working life (in Years)	14.88		15.26
	Leave balance considered on valuation date (No's)	2175		5344
	Weighted average duration of PBO (in Years)	12.39		12.75
	Balances of defined benefit obligation			
	Particulars	31 March 2022		31 March 2021
		Gratuity	Leave Encashment	Gratuity
				Leave Encashment
	Defined Benefit Obligation	516.25	255.53	556.63
	Fair Value of Plan Assets	529.12	214.02	504.34
	Net Defined Benefit Assets/(Liabilities)	12.87	(41.51)	(52.29)
				(78.86)
	Movement in present value of defined benefit obligation			
	Particulars	31 March 2022		31 March 2021
		Gratuity	Leave Encashment	Gratuity
				Leave Encashment
	Defined benefit obligation at the beginning of the year	556.63	416.50	575.73
	Service cost	37.98	28.82	51.10
	Interest Cost	38.52	48.17	39.73
	Benefits Paid	(46.32)	(215.51)	(104.30)
	Total actuarial loss/(gain) on obligation	(70.56)	(22.45)	(5.63)
	Defined benefit obligation at the end of the Year	516.25	255.53	556.63
				416.50



NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

(₹ in lakh)

Movement in fair value of plan asset				
Particulars	31 March 2022		31 March 2021	
	Gratuity	Leave Encashment	Gratuity	Leave Encashment
Fair value of plan assets at the beginning of the year	504.34	337.64	560.86	336.79
Actuarial return on the plan assets	25.18	13.02	38.70	23.23
Mortality charges	-	-	-	-
Recovered from fund	-	-	-	-
Employer contribution	45.92	78.86	9.08	50.78
Benefit paid	(46.32)	(215.51)	(104.30)	(73.16)
Fair value of plan assets at end of year	529.12	214.02	504.34	337.64
Amount Recognized in Statement of Profit and Loss				
Particulars	31 March 2022		31 March 2021	
	Gratuity	Leave Encashment	Gratuity	Leave Encashment
Current service cost	37.98	48.17	51.10	91.07
Past Service Cost including Curtailment loss/gain	-	-	-	-
Gain or loss on non-routine settlement	-	-	-	-
Service Cost	37.98	48.17	51.10	91.07
Net interest cost	3.62	5.46	1.02	6.66
Net actuarial (gain) / loss recognized in the period	-	(12.11)	-	(64.60)
Cost Recognized in P&L	41.60	41.51	52.12	33.13
Amount recognized in Other Comprehensive Income (OCI)				
Particulars	31 March 2022		31 March 2021	
	Gratuity	Leave Encashment	Gratuity	Leave Encashment
Net cumulative unrecognised actuarial gain/(loss) - opening balance	-	-	-	-
Actuarial gain/(loss) for the year on PBO	70.56	-	5.62	-
Actuarial gain /(loss) for the year on Asset	(9.72)	-	-	-
Unrecognised actuarial gain/(loss) at the end of the year	60.84	-	5.62	-
Sensitivity Analysis				
Significant actuarial assumptions for the determination of the defined obligation are discount rate and expected salary increase. The sensitivity analysis below have been determined based on reasonably possible changes of the respective assumptions occurring at the end of the reporting period, while holding all other assumptions constant.				
Assumptions	31 March 2022		31 March 2021	
	Gratuity	Leave Encashment	Gratuity	Leave Encashment
Present Value of Obligation at the end of the period	516.25	255.53	556.63	416.50
Impact due to increase of 0.50% in discount rate	(32.41)	(12.16)	(27.32)	(19.94)
Impact due to decrease of 0.50 % in discount rate	38.54	13.02	28.31	21.37
Impact due to increase of 0.50% in salary	32.86	12.97	28.95	21.19
Impact due to decrease of 0.50 % in salary	(31.80)	(12.23)	(27.95)	(19.98)



NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

(₹ in lakh)

Actuarial Assumption				
Particulars	31 March 2022		31 March 2021	
	Gratuity	Leave Encashment	Gratuity	Leave Encashment
Method used	Projected Unit Credit (PUC)		Projected Unit Credit (PUC)	
Discount rate	7.10%	7.10%	6.92%	6.92%
Rate of salary increase	7.00%	7.00%	7.00%	7.00%
Maturity Profile of Defined Benefit Obligation				
Year of payment	31 March 2022		31 March 2021	
	Gratuity	Leave Encashment	Gratuity	Leave Encashment
0 to 1 Year	11.01	8.55	12.75	11.72
1 to 2 Year	7.69	4.17	8.21	6.70
2 to 3 Year	8.32	4.22	8.15	6.61
3 to 4 Year	8.59	4.23	8.90	6.71
4 to 5 Year	59.99	25.89	42.27	27.57
5 to 6 Year	50.97	13.77	56.14	51.84
6 Year onwards	369.49	194.69	420.21	305.35
Category of investment in Plan assets				
Category of Investment	31 March 2022		31 March 2021	
	Gratuity	Leave Encashment	Gratuity	Leave Encashment
	% of fair value of plan assets			
Funds Managed by Insurer	100%	100%	100%	100%

37 Operating Segments (Ind AS - 108)

- a) Based on the "Management Approach" as defined in Ind AS 108, the Chief Operating Decision Maker (CODM) evaluates the performance and allocates resources based on an analysis of various performance indicators by business segments. The Managing Director (MD) /Whole Time Director (WTD) has been identified as CODM. The accounting principles used in the preparation of the financial statements are consistently applied to record revenue and expenditure in individual business segment, and are as set out in the significant accounting policies.
- b) The company operates in a single segment namely "Financing and Investment Activities" taking into account the different risks and returns, the organisational structure and the internal reporting systems.
- c) **Entity-Wide Disclosures-**
 - (i) **Information about major customers**
The company is not reliant on single customer for revenue and hence revenue from no single external customer amounts to 10 per cent or more of an entity's revenues.



NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

(₹ in lakh)

(ii) Geographical Information

Revenue from external customers by location of operations and information about its non current assets by location of assets are as follow :-

Particulars	Geographical Location - INDIA			
	Non Current Assets		Revenue from External Customers	
	31 March 2022	31 March 2021	31 March 2022	31 March 2021
Property, Plant & Equipment	1,534.78	1,427.52	25,418.51	25,845.21
Loans & Advances (Gross)	1,83,154.55	1,97,577.23		
Total	1,84,689.33	1,99,004.75	25,418.51	25,845.21

(iii) Revenue from Major Products

Revenue from external customers for each product and service are as follow:-

Particulars	31 March 2022	31 March 2021
Interest Income	24,789.32	24,760.58

Company is in the business of financing primarily to entities engaged mainly in tourism sector and derives its major revenue from interest on loans to such entities.

38 Earning Per Share (Ind AS - 33)

a) Basic EPS

Particulars	Year ended 31 March 2022	Year ended 31 March 2021
Net Profit Attributable to Equity Shareholders	8,531.02	8,071.29
Weighted Average Number of Equity Shares (No's)	8,52,66,831	8,07,16,748
Basic Earning Per Share (Face Value ₹10/- each)	10.01	10.00

b) Diluted EPS

Particulars	Year ended 31 March 2022	Year ended 31 March 2021
Net Profit Attributable to Equity Shareholders (₹ in lakh)	8,531.02	8,071.29
Weighted Average Number of Equity Shares (No's)	8,52,66,831	8,07,16,748
Diluted Earning Per Share (Face Value ₹10/- each)	10.01	10.00

c) Company by preferential offer issued 96,55,700 equity shares of face value ₹10/- at a premium of ₹57.50 per share on 11.10.2021. The EPS is calculated on weighted average equity shares of the year.

**NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS****39 Dividends (Ind AS - 10)**

a) The Board of Directors have recommended dividend of ₹1.20 per share (12%) for the Financial Year 2021-22 subject to its approval by shareholders in forthcoming AGM.

b) (₹ in lakh)

Particulars	Year ended 31 March 2022	Year ended 31 March 2021
Dividend Paid During Year	645.73	-
Equity Shares (No's)	8,07,16,748	8,07,16,748
Dividend Per Share (Face Value ₹10/- each)	0.80	-
Dividend (as % of per equity share)	8%	-

40 Related Part Disclosure (Ind AS -24)

(a) List of Related Party and their Relationship

Sr. No.	Name	Relationship	Related Party During	
			FY: 2021-22	FY: 2020-21
- Directors & Key Managerial Persons				
1	Dr. S. Ravi	Non-Executive Chairman	✓	✓
2	Shri Shyam Maheshwari	Nominee of India Opportunities III Pte Ltd (upto 31.12.2021)	✓	✓
3	Shri Koppara Sajeeve Thomas	Promoter Group Director	✓	✓
4	Shri S.C. Sekhar	Independent Director	✓	✓
5	Shri Bapi Munshi	Independent Director	✓	✓
6	Mrs.Thankom T Mathew	Independent Director	✓	✓
7	Shri R.K. Sood	Non-Executive Director (Representing LIC of India)	✓	✓
8	Shri Anirban Chakraborty	Managing Director & CEO (upto 14.4.2022)	✓	✓
9	Late Shri B.M.Gupta	Whole Time Director (demised on 26.11.2020)	-	✓
10	Shri Suman Billa	Nominee Director, Ministry of Tourism, Govt. of India (upto 10.11.2020)	-	✓
11	Shri Anoop Bali	Whole Time Director (w.e.f 18.4.2022) and Chief Financial Officer	✓	✓
12	Shri Sanjay Ahuja	Company Secretary	✓	✓
13	Shri Vasan Paulraj	Director - TFCI Capital Ltd (upto 28.12.2021)	✓	✓
14	Shri Ajit Kumar Dash Choudhury	Director - TFCI Capital Ltd (upto 12.5.2021)	✓	✓
15	Mrs. Charu Singh	Director - TFCI Capital Ltd (w.e.f. 12.5.2021)	✓	-
16	Shri Debashish Dutta	Director - TFCI Capital Ltd (w.e.f. 28.12.2021)	✓	-
- Other Related Parties				
1	TFCI Capital Ltd	Subsidiary Company	✓	✓
2	UTI Trustee Company Pvt. Ltd.	Company with Common Director (upto 8.7.2020)	-	✓
3	Sunbright Consulting Pvt. Ltd.	Director is Member (upto 31.12.2021)	✓	✓
4	Varanium Advisory Pvt. Ltd.	Director is Member (upto 31.3.2022)	✓	✓



NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

5	S.Ravi Financial Management Services Pvt. Ltd.	Company with Common Director	✓	✓
6	SBI Payment Services Pvt. Ltd.	Company with Common Director	✓	✓
7	Abhay Capital Services Pvt. Ltd.	Director relative is Member/Director	✓	✓
8	Abhay Financial Consultancy Pvt. Ltd.	Director relative is Member/Director	✓	✓
9	Drishya Education Scholarship Foundation	Director relative is Member/Director	✓	✓
10	Ravi Rajan Consultancy Pvt. Ltd.	Director relative is Member/Director	✓	✓
11	Fidas Tech Pvt. Ltd.	Director relative is Member/Director	✓	✓
12	Benzai10 Investment Ventures Pvt Ltd	Director relative is Member/Director(w.e.f. 25.9.2020)	✓	✓
13	Ebixcash Ltd (earlier known as Ebixcash Pvt. Ltd.)	Company with Common Director (w.e.f. 25.5.2021)	✓	-
14	Ravi Rajan & Co. LLP	Director is Managing Partner	✓	✓
15	Billmart Fintech Pvt. Ltd.	Company with Common Director (w.e.f. 27.10.2021)	✓	-
16	Mynvax Pvt. Ltd.	Director is Member (w.e.f 23.9.2021)	✓	-
17	Pransatree Holdings Pte Limited (Promoter Group)	Director is Member (w.e.f 11.10.2021)	✓	-

(b) Transactions with Related Parties (₹ in lakh)

Sr. No.	Name	Nature of Transaction	Year Ended 31 March 2022	Year Ended 31 March 2021
1	Shri Anirban Chakraborty	Salary including perquisites	226.71	173.68
2	Late Shri B.M. Gupta (upto 26.11.2020) \$	Salary including perquisites	Nil	119.99
3	Shri Anoop Bali	Salary including perquisites	71.20	48.29
		compulsory EL encashment #	24.98	Nil
4	Shri Sanjay Ahuja	Salary including perquisites	44.61	38.93
		compulsory EL encashment #	17.07	Nil
5	Pransatree Holdings Pte Limited (Promoter Group)	Preferential Allotment of Equity Share	2500.00	Nil

\$ includes retirement benefits paid on demise

Includes compulsory EL encashment due to migration of salary from pay-scale to CTC w.e.f 1.4.2021. in FY 2021-22

Note : The remuneration of KMP have been considered as per Form 16.

(c) Closing Balances with related Parties (₹ in lakh)

Sr. No.	Name	Nature of Transaction	Year Ended 31 March 2022	Year Ended 31 March 2021
1	Shri Anirban Chakraborty	Gratuity & Leave Encashment	75.52	48.51
2	Shri Anoop Bali	Gratuity & Leave Encashment	47.20	60.28
3	Shri Sanjay Ahuja	Gratuity & Leave Encashment	37.55	49.28



NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

41 Leases (Ind AS 116)

1. Description of Leases

The Company's significant leasing arrangements is in respect of leases of premises for office use in Mumbai. The tenure of lease arrangements is for 5 years ending on 28th July 2024. Under lease arrangement, refundable interest-free security deposit of ₹33.00 lakh has been provided to the Lessor. The company has applied the incremental borrowing rate to lease liabilities recognised in the balance sheet at the date of initial application.

2. Maturity analysis of lease liabilities

The tables below shows the company's financial liabilities into relevant maturity groupings based on their contractual maturities for undiscounted cash flows. (₹ in lakh)

Maturity analysis – contractual undiscounted cash flows	As at 31 March 2022	As at 31 March 2021
Up to 30/31 Days	6.61	6.29
Over 1 months -2 months	6.61	6.29
Over 2 months -3 months	6.61	6.29
Over 3 months - upto 6 months	19.83	18.88
Over 6 months -upto 1 year	41.31	39.34
Over 1 year & up to 3 years	114.16	165.98
Over 3 & up to 5 years	-	29.15
Over 5 years	-	-
Total undiscounted lease liabilities as at 31 March	195.13	272.22
Lease liabilities included in the statement of financial position	175.20	233.77
Current	80.97	77.09
Non-Current	94.23	156.68

3. Amounts recognised in profit or loss

(₹ in lakh)

Particulars	Period ended 31 March 2022	Period ended 31 March 2021
Interest on lease liabilities	18.55	23.36
Variable lease payments not included in the measurement of lease liabilities	-	-
Income from sub-leasing right-of-use assets	-	-
Expenses relating to short-term leases	2.22	2.22
Depreciation charge for right-of-use assets by class of underlying asset;	66.66	66.66

4. Amounts recognised in the statement of cash flows

(₹ in lakh)

Particulars	Period ended 31 March 2022	Period ended 31 March 2021
Total cash outflow for leases	77.09	73.45

5. Amounts recognised in the Balance Sheet

(₹ in lakh)

Particulars	As at 31 March 2022	As at 31 March 2021
Recognition of Lease Liability - Gross	316.62	316.62
Recognition of Rights of Use Assets - Gross	316.62	316.62



NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

(₹ in lakh)

42 Fair Value Measurement (IND AS - 113)

Financial instrument by category

A. Particulars	As at 31 March 2022				
	At Amortised Cost	At Fair Value		At Cost	Total
		Through Other Comprehensive Income	Through profit or loss		
Financial assets					
Cash and cash equivalents	20,951.00	-	-	-	20,951.00
Bank balances other than (i) above	197.05	-	-	-	197.05
Other receivables	14.32	-	-	-	14.32
Loans & Advances (net of provision)	1,80,435.21	-	-	-	1,80,435.21
Loan to employees	17.88	-	-	-	17.88
Investment in debt securities	1,500.00	-	5,901.54	-	7,401.54
Investment in equity securities	-	2,314.46	6.35	-	2,320.81
Investment in security receipts	-	-	6,811.36	-	6,811.36
Investment in subsidiary	-	-	-	-	-
Other financial assets	1,381.34	-	-	-	1,381.34
Total financial assets	2,04,496.80	2,314.46	12,719.25	-	2,19,530.51
Financial liabilities					
Payables	-	-	-	-	-
Debt Securities	62,890.45	-	-	-	62,890.45
Borrowings (other than debt securities)	64,333.65	-	-	-	64,333.65
Other financial liabilities	3,283.52	-	-	-	3,283.52
Total financial liabilities	1,30,507.62	-	-	-	1,30,507.62
Particulars	As at 31 March 2021				
	At Amortised Cost	At Fair Value		At Cost	Total
		Through Other Comprehensive Income	Through profit or loss		
Financial assets					
Cash and cash equivalents	1,617.75	-	-	-	1,617.75
Bank balances other than (i) above	201.42	-	-	-	201.42
Other receivables	25.64	-	-	-	25.64
Loans & Advances	1,94,185.60	-	-	-	1,94,185.60
Loan to employees	205.83	-	-	-	205.83
Investment in debt securities	9,271.92	-	-	-	9,271.92
Investment in equity securities	-	2,114.23	4.22	-	2,118.45
Investment in security receipts	-	-	4,481.47	-	4,481.47
Other financial assets	1,451.26	-	-	-	1,451.26
Total financial assets	2,06,959.42	2,114.23	4,485.69	-	2,13,559.34
Financial liabilities					
Payables	5.71	-	-	-	5.71
Debt Securities	78,977.68	-	-	-	78,977.68
Borrowings (other than debt securities)	56,983.73	-	-	-	56,983.73
Other financial liabilities	3,037.09	-	-	-	3,037.09
Total financial liabilities	1,39,004.21	-	-	-	1,39,004.21



NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

(₹ in lakh)

B. Particulars	31 March 2022		31 March 2021	
	Fair value at the date of derecognition	Cumulative gain or loss on disposal	Fair value at the date of derecognition	Cumulative gain or loss on disposal
Shell Inn International Pvt. Ltd. (Sale of Shares)	51.67	41.96	35.57	29.12
Total	51.67	41.96	35.57	29.12

Fair value hierarchy

C (i). Financial Instruments Measured and Recognised at Fair Value (FVTOCI & FVTPL).

Particulars	Amount at Fair Value						Valuation Techniques & Significant Inputs
	As at 31 March 2022			As at 31 March 2021			
	Level 1	Level 2	Level 3	Level 1	Level 2	Level 3	
I. FINANCIAL ASSETS							
Financial Investments at FVTOCI							
- Investment in Equity Instruments (refer footnote of Note No.7)	-	-	2,314.46	-	-	2,114.23	Fair value ascertained based on Book Value/Market Value of Securities
Financial Investments at FVTPL							
- Investment in Debt Securities	-	-	-	-	-	-	Open Market Settlement Rate
- Investment in Equity Instruments	6.35	-	-	4.23	-	-	Share Market Quoted Price
- Investment in Security Receipts	-	-	6,811.36	-	-	4,481.46	NAV Declared by SR Trust/ Stage-3 ECL Rate of respective asset class
- Investment in Mutual Funds	5,901.54	-	-	-	-	-	NAV Declared by Mutual fund
TOTAL	5,907.89	-	9,125.82	4.23	-	6,595.69	
II. FINANCIAL LIABILITIES							
TOTAL	-	-	-	-	-	-	-

C (ii). Financial Assets and Liabilities Measured at Amortised Cost..

Particulars	Amount at Fair Value						Valuation Techniques & Significant Inputs
	As at 31 March 2022			As at 31 March 2021			
	Level 1	Level 2	Level 3	Level 1	Level 2	Level 3	
I. FINANCIAL ASSETS							
- Loan to Companies/LLP	-	-	1,83,136.67	-	-	1,97,371.40	Effective Interest Rate (EIR).
- Loan to Employees	-	-	17.88	-	205.83	-	NPV at SBI Rate for Perquisite.
- Investment in Debt Securities	-	-	1,500.00	-	-	9,271.92	Effective Interest Rate (EIR).
TOTAL	-	-	1,84,654.55	-	205.83	2,06,643.32	
II. FINANCIAL LIABILITIES							
- Debt securities	-	-	62,890.45	-	-	78,977.68	Effective Interest Rate (EIR).
- Borrowings(other than debt securities)	-	-	64,333.65	-	-	56,983.73	Effective Interest Rate (EIR).
TOTAL	-	-	1,27,224.10	-	-	1,35,961.41	



NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

Fair value measurements under Ind AS are categorised into Level 1, 2, or 3 based on the degree to which the inputs to the fair value are observable and significance to the inputs to the fair value measurement in its entirety, which are described as follows

- Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities that the Company can access at measurement date.
- Level 2: inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly or indirectly.
- Level 3: inputs for the asset or liability that are not based on observable market data (unobservable inputs) that the Company can access at measurement date.

C (iii). Table showing Carrying Value and Fair Value of all Financial Assets and Liabilities. (₹ in lakh)

Particulars	As at 31 March 2022		As at 31 March 2021	
	Carrying Value	Fair Value	Carrying Value	Fair Value
I. FINANCIAL ASSETS				
- Cash & cash equivalent	21,148.05	21,148.05	1,819.17	1,819.17
- Receivables	14.32	14.32	25.64	25.64
- Loans & advances	1,83,453.31	1,83,154.55	1,97,976.38	1,97,577.23
- Investments	17,716.54	16,533.71	16,508.61	15,871.84
- Other Financial Assets	1,387.52	1,381.34	1,459.73	1,451.26
TOTAL	2,23,719.74	2,22,231.97	2,17,789.53	2,16,745.14
II. FINANCIAL LIABILITIES				
- Payables	-	-	5.71	5.71
- Debt securities	63,124.00	62,890.45	79,124.00	78,977.68
- Borrowings(other than debt securities)	64,750.00	64,333.65	57,236.26	56,983.73
- Other financial liabilities	3,283.52	3,283.52	3,037.09	3,037.09
TOTAL	1,31,157.52	1,30,507.62	1,39,403.06	1,39,004.21

The carrying amount of the cash & cash equivalent, receivables, payables, Other financial assets (except in case of security deposit given for lease) & other financial liabilities are considered as their fair values due to their short term nature.

43 Financial Risk Management

Associated Risk to Company and its Management

Risk	Exposure on which arise	Measurement	Managment
Credit risk	Cash and cash equivalents, trade receivables, financial asset measured at amortised cost.	Aging analysis Credit ratings	Diversification of bank deposits, credit limits, credit rating review, hypothecation of assets, Maintaining adequate cash and cash equivalent
Liquidity risk	Borrowings and other liabilities	Rolling cash flow forecasts	Availability of committed credit lines and borrowing facilities
Market risk- interest rate	Long-term borrowings at variable rates	Sensitivity analysis	Company has taken the loan at competitive market rates
Market risk- security prices	Investment in equity securities and debt instruments	Sensitivity analysis	Portfolio diversification

A) Credit risk

- i. The company manages and controls credit risk by setting limits on the amount of risk it is willing to accept for individual counterparties and for geographical and industry concentrations, and by monitoring exposures in relation to such limits.

**NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS****ii. Significant estimates and judgements****Impairment of financial assets:-**

The impairment provisions for financial assets disclosed above are based on assumptions about risk of default and expected loss rates. The company uses judgement in making these assumptions and selecting the inputs to the impairment calculation, based on the company's history for past 10 years, existing market conditions as well as forward looking estimates at the end of each reporting period.

Company has adopted policy to recognise impairment loss (ECL) in books and has categorized all loans, in tourism & non-tourism segments based on nature of substantive security, in three stages:

Stage-1 – Standard Assets (with no overdues or default upto 30 days)

Stage-2 – Standard Assets (with overdues between 31 days to 90 days)

Stage-3 – Non-Performing Assets / Restructured Assets - Credit impaired.

ECL is calculated based on past ten years data as follows:-

ECL= Exposure at Default X Probability of Default (PD) X Loss given default (LGD)

Probability of Default (PD):

Stage-1: $\frac{\text{No of Borrowers moving to Stage-3}}{\text{Total No of Borrowers}} \times \text{Loan Exposure (in \% terms)}$

Stage-2: $\frac{\text{No of Borrowers moving to Stage-3}}{\text{Total No of Borrowers in Stage-2}} \times \text{(in \% terms)}$

Stage-3: 100% (Since default has already incurred)

Loss given Default: $\text{LGD} = 1 - \frac{(\text{PV Recovery} - \text{Cost of recovery})}{\text{Exposure at Default}}$ (in % terms)

Where PV recovery is the sum of discounted cash flows of the recovery made (discounted at weighted average cost of borrowings).

It is presumed that there is increase in credit risk whenever past dues exceed 30 days, however the presumption is rebuttable if there are sufficient and supportable information that demonstrates that the credit risk has not increased despite past overdues exceeding 30 days but less than 60 days, such as availability of tangible security, confirmed availability of buyer/auction price for exceeding the value of the loan asset. All such cases are reviewed by the Audit Committee of the Board before finalisation.

iii. Analysis of risk concentration

The following table shows the risk concentration of the Company's loans.

(₹ in lakh)

Particulars	31 March 2022	31 March 2021
Gross Loans to companies	1,83,435.43	1,97,664.24
Mortgage & Assets backed loans	1,83,435.43	1,97,664.24

Collateral and other credit enhancements

The amount and type of collateral required depends on an assessment of the credit risk of the counterparty. Guidelines are in place covering the acceptability and valuation of each type of collateral.

The main types of collateral obtained are, as follows:

- For project lending to hotel/other tourism sector, Exclusive/Pari-passu charge on project assets alongwith mortgage of land and building and hypothecation of movables.



NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

- For manufacturing lendings, the security cover by means of charge on net fixed assets/project assets of the borrower company should be atleast 1.5 times or by way of charge on collateral immovable assets based on distress sale value Management monitors the market value of collateral and will request additional collateral in accordance with the underlying agreement.

- Government Guarantee on lending under ECLGS to tourism and non-tourism sectors. (₹ in lakh)

Loan to Value (LTV) range	31 March 2022	31 March 2021
Above 100% Coverage	1,83,435.43	1,97,664.24

B) Liquidity risk

Liquidity is the risk that suitable sources of funding for Company's business activities may not be available. The Company's objective is to maintain optimum level of liquidity to meet its cash requirements. The Company closely monitors its liquidity position and deploys a robust cash management system. It also maintains adequate sources to finance its short term and long term fund requirement such as overdraft facility and Long term borrowing through domestic market.

(i) Financing arrangements

The company had access to the following undrawn borrowing facilities at the end of the reporting period:

(₹ in lakh)

Particulars	31 March 2022	31 March 2021
Floating rate		
- Expiring within one year (bank overdraft and other facilities)	3,000.00	4,000.00

Company has cash credit facility from banks at floating rate of interest which is renewed every year.

(ii) Maturity profile of financial liabilities

The tables below analyse the company's financial liabilities into relevant maturity companyings based on their contractual maturities for: all non-derivative financial liabilities for which the contractual maturities are essential for an understanding of the timing of the cash flows:-

The amounts disclosed in the table are the contractual undiscounted cash flows. Balances due within 12 months equal their carrying balances as the impact of discounting is not significant :-

(₹ in lakh)

Particulars	Contractual maturities of financial liabilities					
	31 March 2022			31 March 2021		
	Bank Borrowings	Market Borrowings	Total	Bank Borrowings	Market Borrowings	Total
1 day to 30/31 days (one month)	8,700.00	5,650.00	14,350.00	-	-	-
Over one month to 2 months	5,700.00	-	5,700.00	-	-	-
Over 2 months upto 3 months	700.00	-	700.00	4,361.26	-	4,361.26
Over 3 months to 6 months	7,317.00	15,000.00	22,317.00	4,375.00	10,000.00	14,375.00
Over 6 months to 1 year	11,667.33	5,000.00	16,667.33	14,750.00	10,000.00	24,750.00
Over 1 year to 3 years	25,755.34	4,000.00	29,755.34	32,500.00	25,650.00	58,150.00
Over 3 years to 5 years	4,910.33	15,974.00	20,884.33	1,250.00	15,974.00	17,224.00
Over 5 years	-	17,500.00	17,500.00	-	17,500.00	17,500.00
Total	64,750.00	63,124.00	1,27,874.00	57,236.26	79,124.00	1,36,360.26



NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

C) Market Risk

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises three types of risk :- interest rate risk, currency risk and other price risk, such as equity price risk and commodity risk. Financial instruments affected by market risk include loans and borrowings.

(i) Cash flow and fair value interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company's exposure to the risk of changes in market interest rates relates primarily to the long term loans with floating interest rates. The Company manages its interest rate risk according to its Board approved Interest Rate Risk Management policy'. Market interest rate risk is mitigated by proper review of market conditions, factors etc.

The company's borrowings are carried at amortised cost.

The fixed costs borrowings are not subject to interest rate risk as defined in Ind AS 107, since neither the carrying amount nor the future cash flows will fluctuate because of a change in market interest rates.

(a) Interest rate risk exposure

The exposure of the company's borrowing to interest rate changes at the end of the reporting period are as follows :-

Particulars	(₹ in lakh)	
	31 March 2022	31 March 2021
Variable rate borrowings	64,750.00	57,236.26
Fixed rate borrowings	63,124.00	79,124.00
Total borrowings	1,27,874.00	1,36,360.26

(b) Sensitivity

Profit is sensitive to change in interest rates. The impact of change on profit is as below (holding other variables constant):-

Particulars	0.50% increase in rates		0.50% decrease in rates	
	31 March 2022	31 March 2021	31 March 2022	31 March 2021
Impact on Cost (on Borrowings)	(323.75)	(286.18)	323.75	286.18
Impact on Earnings (on Standard Loans)	910.41	953.58	(910.41)	(953.58)
Increase/(decrease) in Profit	586.66	667.40	(586.66)	(667.40)

(iii) Price risk

(a) Exposure

The company's exposure to equity securities price risk arises from investments held by the company and classified in the balance sheet either as fair value through OCI or at fair value through profit or loss

To manage its price risk arising from investments in equity securities, the company diversifies its portfolio. Diversification of the portfolio is done in accordance with the limits set by the company

(b) Sensitivity

Company has insignificant investment in indexed linked equity and also there is no significant change in movement in last two years. Hence, sensitivity not required to be disclosed.

Profit for the period would increase/decrease as a result of gains/losses on equity securities classified as fair value through profit or loss. Other components of equity would increase/decrease as a result of gains/losses on equity instrument classified as fair value through other comprehensive income.



NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

44 Capital Management (Ind AS -1)

The primary objective of the Company's capital management policy is to ensure compliance with regulatory capital requirements. In line with this objective, the Company ensures adequate capital at all times and manages its business in a way in which capital is protected, satisfactory business growth is ensured, cash flows are monitored, borrowing covenants are honoured and ratings are maintained.

Regulatory capital-related information is presented as part of the RBI mandated disclosures. The RBI norms require capital to be maintained at prescribed levels. In accordance with such norms, Tier I capital of the company comprises of share capital, share premium, reserves and perpetual debt, Tier II capital comprises of subordinated debt and provision on loans that are not credit-impaired. There were no changes in the capital management process during the periods presented.

45 Tax Expense (Ind AS - 12)

(i) Movement of Deferred Tax

(₹ in lakh)

Particulars	Net balance as at 1 st April 2021	Recognised in profit or loss	Recognised in OCI	Net balance as at 31 March 2022
Deferred Tax Asset				
a) Allowance for doubtful debts and advances	624.64	(95.00)	-	529.64
b) Allowance for diminution in value of investments	317.52	154.39	-	471.91
Deferred Tax Liabilities				
a) Depreciation	(224.90)	(2.74)	-	(227.64)
Total	717.26	56.65	-	773.91

(ii) Tax recognised in Statement of profit and loss

Particulars	Year ended 31 March 2022	Year ended 31 March 2021
Current Income Tax	2,150.00	1,923.00
Earlier Years Tax	164.75	-
Deferred Tax (Net)	(56.65)	(12.37)
Total	2,258.10	1,910.63

(iii) Reconciliation of income tax expense at tax rate applicable to tax expenses recognised.

Particulars	Year ended 31 March 2022	Year ended 31 March 2021
Profit before tax	10,789.12	9,981.92
Applicable Income Tax Rate u/s 115BAA	25.17%	25.17%
Income Tax at Applicable Tax Rates	2,715.62	2,512.45
Adjustments		
- Tax Impact of Exempt Income	(28.68)	(90.44)
- Deductions/adjustments as per Income Tax Act	(536.94)	(499.01)
Income Tax expense recognised in P&L	2,150.00	1,923.00
Actual effective Tax Rate	19.93%	19.26%



NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

46 Approval of Financial Statements (Ind AS - 10)

These financial statements are approved by the Board of Directors and authorized for issue on May 19, 2022

47 Recent Accounting Pronouncements (Ind AS - 8) : NIL

48 Non-current Assets Held for Sale (Ind AS - 105)

The company has property consisting Land & Building having carrying value of ₹530.99 lakh (Land ₹133.84 lakh & building ₹397.15 lakh) as on 31 March 2022 at "Mussoorie". The company is in the process to sale of this asset, accordingly the property has been classified as "Non-current asset held for Sale". The estimated market value of this property is ₹750.00 lakh and the appropriation of its sale proceeds shall be subject to the decision on our appeal in MPID Court/Bombay High Court.

49 Revenue from Contracts with Customers (Ind AS - 115)

Component wise revenue of Company

(₹ in lakh)

Particulars	Year ended 31 March 2022	Year ended 31 March 2021
Interest Income	24,789.32	24,760.58
Dividend Income	69.69	69.69
Fees and Commission Income	145.89	730.46
Net gain on fair value changes on investments	(176.39)	284.48
Other Operating Income	590.00	-
TOTAL	25,418.51	25,845.21

50 Maturity Analysis of Assets & Liabilities (Ind AS - 1)

(₹ in lakh)

Particulars	Note No.	As at 31 March 2022		As at 31 March 2021	
		Current	Non Current	Current	Non Current
ASSETS					
(1) Financial Assets					
(i) Cash and cash equivalents	3	20,951.00	-	1,617.75	-
(ii) Bank balances other than (i) above	4	190.71	6.34	201.42	-
(iii) Receivables	5				
- Other Receivables		14.32	-	25.64	-
(iv) Loans & Advances	6	42,142.00	1,38,311.09	23,164.81	1,71,226.62
(v) Investments	7	13,557.93	2,975.78	10,198.06	5,673.78
(vi) Other financial assets	8	1,350.00	31.34	1,403.17	48.09
		78,205.96	1,41,324.55	36,610.85	1,76,948.49
(2) Non-Financial Assets					
(i) Current tax assets (Net)	9	36.88	1,727.23	99.14	1,792.84
(ii) Deferred tax assets (Net)	10	-	773.91	-	717.26
(iii) Property, Plant and Equipment	11	-	1,500.77	-	1,426.38
(iv) Intangible Assets under Development	12	-	21.80	-	-
(v) Other Intangible Assets	13	-	34.01	-	1.14
(vi) Right of Use Assets	14	-	155.53	-	222.19
(vii) Other non-financial assets	15	135.18	6.18	127.43	8.98
		172.06	4,219.43	226.57	4,168.79
(3) Assets classified as held for sale		530.99	-	530.99	-
TOTAL ASSETS		78,909.01	1,45,543.98	37,368.41	1,81,117.28



NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

(₹ in lakh)

LIABILITIES AND EQUITY					
(1) Financial Liabilities					
(i) Payables					
- Other Payables	16	-	-	5.71	-
total outstanding dues of creditors other than micro enterprises and small enterprises					
(ii) Debt Securities	17	25,650.00	37,240.45	19,995.20	58,982.48
(iii) Borrowings (Other than Debt Securities)	18	34,084.33	30,249.32	23,486.26	33,497.47
(iv) Other financial liabilities	19	2,612.32	671.20	2,268.70	768.39
		62,346.65	68,160.97	45,755.87	93,248.34
(2) Non-Financial Liabilities					
(i) Provisions	20	202.84	-	239.60	-
(ii) Other Non-financial liabilities	21	51.22	-	83.01	-
		254.06	-	322.61	-
(3) Equity					
(i) Equity Share Capital	22	-	9,037.24	-	8,071.67
(ii) Other Equity	23	-	84,654.07	-	71,087.20
		-	93,691.31	-	79,158.87
TOTAL LIABILITIES AND EQUITY		62,600.71	1,61,852.28	46,078.48	1,72,407.21



NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

(₹ in lakh)

Note No.	Particulars	Year Ended 31 March 2022	Year Ended 31 March 2021	
51	The additional information required to be disclosed vide RBI norms - as certified by the management			
	1 Rating Assigned By Credit Rating Agencies for the Bonds/Borrowings of TFCI			
	- CARE Ratings Ltd (CARE)	CARE A (downgraded from CARE A+ vide letter dated 03.09.2021)		
	- Brickwork Ratings India Pvt. Ltd.	BWR A+ (reaffirmed vide letter dated 22.06.2021)		
	- Acuite Rating & Research Ltd	ACUITE AA- (reaffirmed vide letter dated 29.04.2022)		
	Migration			
	- Nil			
	2 No Penalty is levied by any regulator during the year.			
	3 Capital & Analytical Ratios			
	i) CRAR (%)		54.59%	39.87%
	ii) CRAR - Tier I Capital (%)		53.80%	39.33%
	iii) CRAR - Tier II Capital (%)		0.79%	0.54%
	iv) Amount of Subordinate debt raised as Tier-II Capital		Nil	Nil
	v) Amount raised by issue of perpetual debt instruments		Nil	Nil
	vi) Liquidity Coverage Ratio		335.49%	224.67%
	4 Investments			
	- TFCI does not hold any Investments Outside India			
	1) Value of Investments			
	(a) Gross Value of Investments		17,716.54	16,503.61
	(b) Fair Value Changes(Net)		(1,182.83)	(631.77)
	(c) Net Value of Investments		16,533.71	15,871.84
	2) Movement in fair value changes of Investments (Net)			
	(a) Opening Balance		(631.77)	(795.11)
	(b) Add: Increase in Value		234.91	272.99
	(c) Less: Decrease in Value		(785.97)	(109.65)
	(d) Closing Balance		(1,182.83)	(631.77)
	5 Derivatives			
Exposure to Derivative Instruments/Products		Nil	Nil	
6 Securitisation				
A. Details of SPVs Sponsored for Securitisation of Assets				
SPVs Sponsored		Nil	Nil	
B. Details of Financial Assets sold to Securitisation / Reconstruction Company for Assets Reconstruction				
No. of Accounts transferred		3	Nil	
Aggregate Principal Outstanding of loan transferred		8,651.48	Nil	
Weighted Average Residual Tenure of the Loans transferred		-	Nil	
Net Book Value the Loans transferred		6,832.43	Nil	
Aggregate consideration		8,603.00	Nil	
Additional consideration realized in respect of accounts transferred in earlier years		Nil	Nil	
ECL provision released on Securitisation of Stage-3 Loans utilised towards ECL/impairment on loans/investments.				
C. Details of Assignment transaction undertaken				
No. of Accounts assigned		Nil	Nil	
Aggregate value (net of provisions) of accounts assigned		Nil	Nil	
Aggregate consideration		Nil	Nil	
Aggregate gain / loss over net book value		Nil	Nil	



NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

(₹ in lakh)

51 contd.	Particulars	Year Ended 31 March 2022	Year Ended 31 March 2021
	D. Details of Non-performing financial assets purchased/sold		
	1) Non-performing financial assets purchased	Nil	Nil
	2) Non-performing financial assets sold	Nil	Nil
	7 Exposures		
	A. Exposure to Real Estate Sector (Direct)		
	1) Residential Mortgage	Nil	Nil
	2) Commercial Real Estate		
	- Lending secured by mortgage on commercial real estate	Nil	Nil
	- lending in mortgage backed securities & other exposure	Nil	Nil
	B. Exposure to Capital Market (Gross)		
	direct investment in equity shares, convertible bonds, convertible debentures and units of equity-oriented mutual funds the corpus of which is not exclusively invested in corporate debt;	1,318.22	1,351.36
	advances against shares / bonds / debentures or other securities or on clean basis to individuals for investment in shares (including IPOs / ESOPs), convertible bonds, convertible debentures, and units of equity-oriented mutual funds;	Nil	Nil
	advances for any other purposes where shares or convertible bonds or convertible debentures or units of equity oriented mutual funds are taken as primary security;	Nil	Nil
	advances for any other purposes to the extent secured by the collateral security of shares or convertible bonds or convertible debentures or units of equity oriented mutual funds i.e. where the primary security other than shares / convertible bonds / convertible debentures / units of equity oriented mutual funds 'does not fully cover the advances;	Nil	Nil
	secured and unsecured advances to stockbrokers and guarantees issued on behalf of stockbrokers and market makers;	Nil	Nil
	loans sanctioned to corporates against the security of shares / bonds / debentures or other securities or on clean basis for meeting promoter's contribution to the equity of new companies in anticipation of raising resources;	Nil	Nil
	bridge loans to companies against expected equity flows / issues;	Nil	Nil
	all exposures to Venture Capital Funds (both registered and unregistered)	Nil	Nil
	8 Additional Disclosures		
	8.1 Breakup of Provision & Contingencies shown under the head expenditure in profit & loss account		
	1) Provision for Expected Credit Loss / NPA	-	110.00
	2) Provision Made towards Income Tax	2,314.75	1,923.00
	3) Other Provision and Contingencies (Deferred Tax Liability)	(56.65)	(12.37)



NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

(₹ in lakh)

51 contd.	Particulars	Year Ended 31 March 2022		Year Ended 31 March 2021	
	8.2 Concentration of Advances and NPAs.				
	8.2.1 Concentration of Advances.				
	1) Total Advances to Twenty Large Borrowers	1,21,818.53		1,17,933.56	
	2) Percentage of Advances to Twenty Large Borrowers	66.41%		59.66%	
	8.2.2 Concentration of NPAs.				
	1) Total Exposure to Top Four NPA Accounts	1,354.47		6,948.48	
	8.2.3 Sector Wise NPAs.				
	Sector	% of NPA to Total Advances in that Sector		% of NPA to Total Advances in that Sector	
	Tourism Sector	0.00%		4.47%	
	Manufacturing Sector	0.74%		0.00%	
	8.3 Movement of NPAs.				
	1) Net NPAs to Net Advances (%)	0.37%		2.86%	
	2) Movement of Gross NPAs				
	(a) Opening Balance	6,948.48		4,481.92	
	(b) Add: Addition During Year	7,238.44		5,222.36	
	(c) Less: Write-off During Year	48.48		2,755.80	
	(d) Less: Upgradation & Recovery During Year	12,783.97		-	
	(e) Closing Balance	1,354.47		6,948.48	
	3) Movement of Net NPAs				
	(a) Opening Balance	5,613.48		2,889.92	
	(b) Add: Addition During Year	677.24		4,165.48	
	(c) Less: Write-off, Upgradation & Recovery During Year	5,613.48		1,441.92	
	(d) Closing Balance	677.24		5,613.48	
	4) Movement in Provision for ECL (incl NPA/Stage-3 accounts)				
	(a) Opening Balance	3,185.80		3,075.80	
	(b) Add: Provision made during the year	-		4,515.80	
	(c) Less: Loans & Investments Written off during the year	48.48		4,405.80	
	(d) Less: Utilised for provision on Security Receipts	435.86		-	
	(e) Closing Balance	2,701.46		3,185.80	
	8.4 Loans and advances availed (including interest due thereon but not paid)				
	Particulars	Outstanding	Overdue	Outstanding	Overdue
	Debentures (Bonds)				
	- Secured	19,974.00	Nil	15,974.00	Nil
	- Unsecured	43,150.00	Nil	63,150.00	Nil
	Deferred Credits	Nil	Nil	Nil	Nil
	Term Loans, WCDL/CC & FCNR(B)	64,750.00	Nil	57,236.26	Nil
	Inter Corporate Deposits	Nil	Nil	Nil	Nil
	Commercial Papers	Nil	Nil	Nil	Nil
	8.5 Break-up of Loans and Advances including bills receivables (Net of provision).				
	Particulars	Amount Outstanding		Amount Outstanding	
	a) Secured	1,80,453.09		1,94,389.12	
	b) Unsecured	-		2.31	
	8.6 Break up of Leased Assets and stock on hire and other assets counting towards AFC activities : NIL				



NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

(₹ in lakh)

51 contd.	Particulars	Year Ended 31 March 2022			Year Ended 31 March 2021		
	8.7 Break-up of Investments (Net of Provision)						
	Investment in Debt securities						
	- at amortised cost	1,500.00			9,271.92		
	- at fair value through P&L	5,901.54			-		
	Investment in Equity Instruments						
	- at fair value through OCI	2,314.46			2,114.23		
	- at fair value through P&L	6.35			4.23		
	- at cost	-			-		
	Investment in Other approved securities						
	- at fair value through P&L	6,811.36			4,481.46		
	Total Investment	16,533.71			15,871.84		
	8.8 Borrower group-wise classification of assets financed as in (8.5) and (8.6) above						
	Particulars	Amount (Net of Provision)			Amount (Net of Provision)		
		Secured	Unsecured	Total	Secured	Unsecured	Total
	i) Related Parties						
	- Subsidiaries	Nil	Nil	Nil	Nil	Nil	Nil
	- Companies in Same Group	Nil	Nil	Nil	Nil	Nil	Nil
	- Other Related Parties	Nil	Nil	Nil	Nil	Nil	Nil
	ii) Other than Related Parties	180453.09	Nil	180453.09	194389.11	2.31	194391.43
	8.9 Investor group-wise classification of all investments in shares and securities (Both Quoted & Unquoted)						
	Particulars	Market value/ Break up value or Fair Value or NAV		Book Value (Net of Specific provision)	Market value/ Break up value or Fair Value or NAV		Book Value (Net of Specific provision)
	i) Related Parties						
	- Subsidiaries	Nil		Nil	Nil		Nil
	- Companies in Same Group	Nil		Nil	Nil		Nil
	- Other Related Parties	Nil		Nil	Nil		Nil
	ii) Other than Related Parties	16,533.71		17,716.54	15,871.84		16,503.61
	TOTAL	16,533.71		17,716.54	15,871.84		16,503.61
	8.10 Other Information						
	i) Gross Non-Performing Assets						
	- Related parties			Nil			Nil
	- Other than related parties			1,354.47			6,948.48
	ii) Net Non-Performing Assets						
	- Related parties			Nil			Nil
	- Other than related parties			677.24			5,613.48
	iii) Assets acquired in satisfaction of debt			Nil			Nil
	8.11 Customer & Investor Complaints						
	a) No. of complaints pending at the beginning of the year			Nil			Nil
	b) No. of complaints received during the year			56			32
	c) No. of complaints redressed during the year			56			32
	d) No. of complaints pending at the end of the year			Nil			Nil
	8.12 Disclosure on Flexible Structuring of Existing Loans						
	Period & No. of Borrowers taken up for flexible structuring	Amount of Loan Taken up for flexible structuring		Exposure weighted average duration of loans taken up for flexible structuring			
		Classified as Standard	Classified as NPA	Before Applying flexible structuring	After applying flexible structuring		
	1. F.Y. 2021-22	- Nil	-	-	-		
	2. F.Y. 2020-21	- Nil	-	-	-		



NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

(₹ in lakh)

51 contd.	Particulars	Year Ended 31 March 2022		Year Ended 31 March 2021			
8.13 Disclosure on MSME Restructured Loans							
As per RBI Circular No.DBR.BP.BC.18/21.04.048/2018-19 dated 1 st January 2019 and extended guidelines for the same vide RBI Circular No. DOR.No.BP.BC.34/21.04.048/2019-20 dated February 11, 2020 and again extended guidelines for the same vide RBI Notification No. DOR.No.BP.BC.4/21.04.048/2020-21 dated August 6, 2020 on “One-time MSME restructuring”, the details of MSME restructured accounts as on 31 st March, 2022 are as under							
Particulars		As at 31.03.2022		As at 31.03.2021			
No of Accounts Restructured		3		4			
Amount (₹ In Lakh)		6,722.78		7,439.72			
8.14 Disclosures on Liquidity Risk							
8.14.1 Funding concentration based on significant counterparty							
No. of Significant Counterparties		20		17			
Amount		98,010.00		1,12,210.26			
% of Total Deposit		N.A.		N.A.			
% of total Liabilities		74.95%		80.54%			
8.14.2 Top 20 large deposits							
Not applicable. The Company being a Systemically Important Non-Deposit taking Non-Banking Financial Companies registered with Reserve Bank of India does not accept public deposit.							
8.14.3 Top 10 Borrowings							
Amount		94,643.87		1,01,140.26			
% of total Borrowings		74.39%		74.17%			
8.14.4 Funding concentration based on significant instrument/product							
Name of the instrument/product		Amount	% of Total Liabilities	Amount	% of Total Liabilities		
1. Secured Non-Convertible Debentures		19,974.00	15.28%	15,974.00	11.47%		
2. Unsecured Non- Convertible Debentures		43,150.00	33.00%	63,150.00	45.33%		
3. Term Loans from Bank		56,750.00	43.40%	51,236.26	36.77%		
4. Working Capital Limit/WCDL		8,000.00	6.12%	6,000.00	4.31%		
Total Borrowings		1,27,874.00	97.79%	1,36,360.26	97.87%		
Total Liabilities (Total Liabilities - Equity & other Equity)		1,30,761.68		1,39,326.82			
8.14.5 Stock Ratios							
Particulars		as a % of total			as a % of total		
		Public fund	Liabilities	Assets	Public fund	Liabilities	Assets
Commercial Paper as % of Total Liabilities		-	-	-	-	-	-
Non-convertible Debentures (Original maturity of less than one year)		-	-	-	-	-	-
Other Short term liabilities		49.19%	48.11%	28.03%	33.85%	33.13%	21.13%
8.14.6 Institutional Set Up for Liquidity Risk Management							
The Liquidity Risk management of the Company is governed by the Liquidity Risk Management Framework and Asset & Liability Management(ALM) Policy approved by the Board. The Board of Directors of the Company has the overall responsibility for management of liquidity risk. The Board decides the strategy, policies and procedures to manage liquidity risk in accordance with the liquidity risk tolerance/limits approved by it. The Risk Management Committee of Directors (RMCD) is responsible for evaluating the overall risks faced by the company including liquidity risks. The Asset Liability Management Committee (ALCO) is responsible for ensuring adherence to the liquidity risk tolerance/limit set by the Board as well as implementing the liquidity risk management strategy. The role of ALCO with respect to liquidity risk includes, inter alia, decision on desired maturity profile and mix of incremental assets and liabilities, responsibilities and controls for managing liquidity risk and overseeing the liquidity positions at an entity level.							



NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

(₹ in lakh)

S.No	Type of Restructuring Assets Classification Details	Under CDR Mechanism				Others				Total			
		Standard	Sub-Standard	Doubtful	Loss	Standard	Sub-Standard	Doubtful	Loss	Standard	Sub-Standard	Doubtful	Loss
1	Restructured Accounts as on 01.04.2021	-	-	-	-	5	-	-	-	5	-	-	-
	No of Borrowers	-	-	-	-	5	-	-	-	5	-	-	-
	Amount Outstanding	-	-	-	-	10,672.86	-	-	-	10,672.86	-	-	-
	Provision Thereon	-	-	-	-	563.40	-	-	-	563.40	-	-	-
2	Fresh restructuring during the year	-	-	-	-	1	-	-	-	1	-	-	-
	No of Borrowers	-	-	-	-	1	-	-	-	1	-	-	-
	Amount Outstanding	-	-	-	-	2,070.78	-	-	-	2,070.78	-	-	-
	Provision Thereon	-	-	-	-	18.02	-	-	-	18.02	-	-	-
3	Upgradations to restructured standard	-	-	-	-	-	-	-	-	-	-	-	-
	No of Borrowers	-	-	-	-	-	-	-	-	-	-	-	-
	Amount Outstanding	-	-	-	-	-	-	-	-	-	-	-	-
	Provision Thereon	-	-	-	-	-	-	-	-	-	-	-	-
4	Restructured standard advances which cease to attract higher provisioning and / or additional risk weight at the end of the FY and hence need not be shown as restructured standard advances at the beginning of the next FY	-	-	-	-	-	-	-	-	-	-	-	-
	No of Borrowers	-	-	-	-	-	-	-	-	-	-	-	-
	Amount Outstanding	-	-	-	-	-	-	-	-	-	-	-	-
	Provision Thereon	-	-	-	-	-	-	-	-	-	-	-	-
5	Downgradations of restructured accounts during the FY	-	-	-	-	1,703.00	-	-	-	1,703.00	-	-	-
	No of Borrowers	-	-	-	-	1	-	-	-	1	-	-	-
	Amount Outstanding	-	-	-	-	1,703.00	-	-	-	1,703.00	-	-	-
	Provision Thereon	-	-	-	-	89.90	-	-	-	89.90	-	-	-
6	Write-offs of restructured accounts during the FY	-	-	-	-	-	-	-	-	-	-	-	-
	No of Borrowers	-	-	-	-	-	-	-	-	-	-	-	-
	Amount Outstanding	-	-	-	-	-	-	-	-	-	-	-	-
	Provision Thereon	-	-	-	-	-	-	-	-	-	-	-	-
7	Restructured Accounts as on March 31 of the FY (closing figure)	-	-	-	-	5	-	-	-	5	-	-	-
	No of Borrowers	-	-	-	-	5	-	-	-	5	-	-	-
	Amount Outstanding	-	-	-	-	12,499.13	-	-	-	12,499.13	-	-	-
	Provision Thereon	-	-	-	-	108.74	-	-	-	108.74	-	-	-



NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

(₹ in lakh)

51 contd. 10 Details of Provision as per Ind-AS 109 & RBI - IRCAP Norms						
Asset Classification as per RBI Norms	Asset classification as per Ind AS 109	Gross Carrying Amount as per Ind AS	Loss Allowances (Provisions) as required under Ind AS 109	Net Carrying Amount	Provisions required as per IRCAP norms	Difference between Ind AS 109 provisions and IRCAP norms
(1)	(2)	(3)	(4)	(5)=(3)-(4)	(6)	(7) = (4)-(6)
Performing Assets						
Standard	Stage 1	1,74,138.23	1,340.64	1,72,797.59	1,297.49	43.15
	Stage 2	8,173.49	683.58	7,489.91	32.69	650.89
Sub total		1,82,311.72	2,024.22	1,80,287.50	1,330.18	694.04
Non-Performing Assets (NPA)						
Sub standard	Stage 3	1,354.47	677.24	677.23	135.45	541.79
Doubtful - up to 1 year	Stage 3	-	-	-	-	-
1 to 3 years	Stage 3	-	-	-	-	-
More than 3 years	Stage 3	-	-	-	-	-
Sub total for doubtful		1,354.47	677.24	677.23	135.45	541.79
Loss	Stage 3	-	-	-	-	-
Sub total for NPA		1,354.47	677.24	677.23	135.45	541.79
Other items such as guarantees, loan commitments, etc. which are in the scope of Ind AS 109 but not covered under current Income Recognition, Asset Classification and Provisioning (IRACP) norms	Stage 1	-	-	-	-	-
	Stage 2	-	-	-	-	-
	Stage 3	-	-	-	-	-
Sub total		-	-	-	-	-
Total	Stage 1	1,74,138.23	1,340.64	1,72,797.59	1,297.49	43.15
	Stage 2	8,173.49	683.58	7,489.91	32.69	650.89
	Stage 3	1,354.47	677.24	677.23	135.45	541.79
		1,83,666.19	2,701.46	1,80,964.73	1,465.63	1,235.83

Note:

In terms of the requirement as per RBI notification no. RBI/2019-20/170 DOR (NBFC).CC.PD.No.109/22.10.106/2019-20 dated March 13, 2020 on Implementation of Indian Accounting Standards, NBFCs are required to create an impairment reserve for any shortfall in impairment allowances under Ind AS 109 and IRCAP norms (including provision on standard assets). The impairment allowances under Ind AS 109 made by the Company exceeds the total provision required under IRCAP as at March 31, 2022 and accordingly, no amount is required to be transferred to impairment reserve.

(₹ in lakh)

51 11 Asset Liability Management Maturity pattern of certain items of assets and liabilities									
Particulars	1 day to 30/31 days (one month)	Over one month to 2 months	Over 2 months upto 3 months	Over 3 months to 6 months	Over 6 months to 1 year	Over 1 year to 3 years	Over 3 years to 5 years	Over 5 years	Total
Liabilities									
- Borrowings from banks	8,700.00	5,700.00	700.00	7,317.00	11,667.33	25,755.34	4,910.33	-	64,750.00
- Market Borrowings	5,650.00	-	-	15,000.00	5,000.00	4,000.00	15,974.00	17,500.00	63,124.00
Assets									
- Advances	7,873.51	7,002.91	9,497.02	8,770.55	8,998.01	39,240.73	34,774.16	67,278.54	1,83,435.43
- Investments	5,908.48	8.56	8.64	7,577.18	55.07	3,201.27	259.21	703.13	17,721.54



NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

(₹ in lakh)

52 Commitments

Particulars	Year ended 31 March 2022	Year ended 31 March 2021
Capital Commitments (IT Package)	280.00	Nil

53 There are no Micro and Small Enterprises, to whom the Company owes dues, which are outstanding for more than 45 days as at March 31, 2022. This information as required to be disclosed under the Micro, Small and Medium Enterprises Development Act, 2006 has been determined to the extent such parties have been identified on the basis of information available with the Company.

54 Corporate Social Responsibility(CSR)

(i) Corporate Social Responsibility (CSR) Expenditure

Particulars	Year ended 31 March 2022	Year ended 31 March 2021
Gross amount required to be spend by the company	207.30	213.30
Amount spent during the period on		
i) Construction / acquisition of any assets	-	-
ii) On purposes other than (i) above	207.30	213.30
Total	207.30	213.30

(ii) Details of Expenditure on Corporate Social Responsibility (CSR)

CSR Project/Activity	Outlay & Spent	
	Year ended 31 March 2022	Year ended 31 March 2021
1. Contribution to PM Cares/Prime Minister's National Relief Fund.	115.46	159.22
2. Akshaya Patra Foundation - towards contribution for packed meal for 26,000 students	7.80	-
3. Khelaghar Charitable Trust - towards education, food and lodging to 150 underprivileged children.	17.90	-
4. Delhi Competitive & Vocational Society - towards organising Skill Development Training to 30 persons in "Front Office Executive" as per the National Skill Qualification Framework guidelines with specified course curriculum (Level-II)	6.60	-
5. Special Olympic Bharat - towards training preparation of national team members of speed & figure skating for Special Olympics World Winter Games.	3.97	-
6. Aseem Chairtable Education Trust - towards capital expenditure for operating 2 computer skill centers at Okhla and Mehrauli, New Delhi	3.54	-
7. Ramakrishna Mission - towards contribution for construction of toilet of Ramakrishna Sadan of the Ramakrishna Mission Vidyapith, Purulia, Distt Howrah, West Bengal.	12.65	-
8. Parivar Education Society - towards contribution for supporting education, nutritional and overall development of destitute and needy children.	14.30	12.43
9. Bharat Lok Siksha Parishad (under the ages of Ekal Abhiyan or one village one school) - towards contribution for supporting 25 Ekal Vidyalas.	-	5.50
10. Ruchika Social Service Organisation - contribution towards 'School on Wheels' & education material for rural children	-	6.75
11. Friends of Tribal Society - towards contribution for supporting education of Destitute children	25.08	25.08
12. DLF Foundation - SBM Sr. Sec. School - towards 50 tablets to students of economically weaker society for attending online school classes.	-	4.32
Total	207.30	213.30



NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

(₹ in lakh)

55 Auditor Remuneration

Particulars	Year ended 31 March 2022	Year ended 31 March 2021
Audit fees (excluding GST)	10.81	5.00
GST Audit Fee (excluding GST)	-	1.90
Certification Fee (excluding GST)	2.58	2.38
Total	13.40	9.28

- 56 In the opinion of the Management, the All Financial Assets, including Loans & Advances, have a value on realization in the ordinary course of business at least equal to the amount at which they are stated in the Balance Sheet and necessary provision has been made in the cases wherever it is considered as doubtful.
- 57 Miscellaneous Expenses do not include items of expenses exceeding 1% of the total revenue of the company or Rupees Ten Lakh which ever is higher.
- 58 Figures in Financial Statements have been rounded off to the nearest lakh (except number of shares) and previous years figures have been re-grouped, re-arranged wherever necessary to make them comparable with those of the current year's figures.
- 59 TFCI has availed financial assistance from banks and financial institutions against the security of loan receivables. TFCI submits their statement of loan outstanding and other required return certified by management on monthly basis and duly certified by statutory auditors on quarterly basis. These statements are in agreement with the books of accounts.

60 Interest in other entities

(i)	The group's subsidiaries at 31 March 2022 are set out below. Unless otherwise stated, they have share capital consisting solely of equity shares that are held directly by the group, and the proportion of ownership interests held equals the voting rights held by the group. The country of incorporation or registration is also their principal place of business								
	Name of Entity	Country of Incorporation	Ownership held by the group		Ownership held by the non controlling interests		Principle Activity		
			31.03.2022	31.03.2021	31.03.2022	31.03.2021			
	TFCI Capital Limited	India	100%	100%	Nil	Nil	Investment Banking		
(ii)	Additional disclosure under Schedule III of Companies Act 2013								
	Name of the Entity	Net Assets		Share of Profit / (Loss)		Share of Other Comprehensive Income		Share of Total Comprehensive Income	
		% of Consolidated Net Assets	Amount (₹ in lakh)	% of Consolidated Profit / (Loss)	Amount (₹ in lakh)	% of Consolidated Other Comprehensive Income	Amount (₹ in lakh)	% of Consolidated Total Comprehensive Income	Amount (₹ in lakh)
	Parent								
	Tourism Finance Corporation of India Limited								
	31.03.2022	100.00%	93,690.90	100.01%	8,531.87	100.00%	312.74	100.01%	8,844.61
	31.03.2021	100.00%	79,162.62	100.04%	8,074.74	100.00%	180.51	100.04%	8,255.25
	Subsidiary								
	TFCI Capital Limited								
	31.03.2022	0.00%	0.41	(0.01%)	(0.85)	0.00%	-	(0.01%)	(0.85)
	31.03.2021	0.00%	1.26	(0.04%)	(3.45)	0.00%	-	(0.04%)	(3.45)



NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

61 Impact of Covid-19 Pandemic

The outbreak of COVID-19 pandemic led to nationwide lockdown in March 2020 which was subsequently lifted in a phased manner from May 2020 outside the containment zones. The Covid-19 pandemic contributed to a significant decline in economic activity, including tourism sector wherein the Company has predominant exposure, during the first half of FY21. With improvement in situation and easing of Covid-related restrictions there was improvement in economy from the third quarter of FY21. The tourism sector also witnessed green shoots from the demand emanating from domestic leisure & commercial tourist market segments. However, the resurgence of second and third waves of COVID-19 pandemic in FY22 again led to limited lockdowns in various parts of the country and slowed down economic growth. The extent of its impact on the Company's performance will depend on ongoing and future developments for controlling the gravity of further waves of Covid-19 on account of new variants of virus, which are at present uncertain. The sustainability of operations and liquidity constraints for most of the assisted concerns/borrowers operating in the tourism sector, to a large extent, have been taken care by RBI COVID-19 Regulatory Package and Emergency Credit Line Guarantee Scheme (ECLGS -1.0/2.0/3.0/Ext.) of Government of India, which have been extended by the Company, wherever warranted. India is spearheading the largest vaccination drive of adults to children to control the severity of COVID-19. Moreover, most of the tourism bodies and hotel experts are of the opinion that tourism/hotel industry has started showing considerable improvement from third quarter of FY22. With lifting of all Covid related restrictions and opening of international travel, the hotel industry is expected to record growth over pre-covid performance level in FY23 and exponential growth in future years. Based on the current indicators and the future economic scenario, the Company is confident to recover the carrying amount of the loans and investments in the scheduled timelines and the Company does not envisage any significant impact on its operations and financials. The Company also recognizes its commitment towards all the stakeholders including investors, lenders, regulators, employees, and the entire eco-system in which it operates and has been taking concerted measures to meet its commitments.

For and on behalf of the Board

As per our report of even date
For M Verma & Associates
(Chartered Accountants)
Firm Reg. No: 501433C

(S. C. Sekhar)
Director

(S. Ravi)
Non-Executive Chairman

(CA Mohender Gandhi)
Partner
M.No.088396

(Sanjay Ahuja)
Company Secretary

(Anoop Bali)
Whole Time Director & CFO

Date : May 19, 2022
Place : New Delhi



Tourism Finance Corporation of India Limited

4th Floor, Tower 1, NBCC Plaza, Pushp Vihar, Sector V, Saket, New Delhi-110 017

Phone No.: 011-47472200, 29561180 Fax: 011-29561171

Email: ho@tfcilttd.com Website: www.tfcilttd.com

CIN No.L65910DL1989PLC034812