

INDEPENDENT AUDITOR'S REPORT

To the Members of ASA International India Microfinance Limited

Report on the Financial Statements

We have audited the accompanying financial statements of ASA International India Microfinance Limited ("the Company"), which comprise the Balance Sheet as at March 31, 2018, the Statement of Profit and Loss and Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with accounting principles generally accepted in India, including the Companies (Accounting Standards) Rules, 2006 (as amended) specified under section 133 of the Act, read with the Companies (Accounts) Rules, 2014. This responsibility includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial control that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India, as specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness



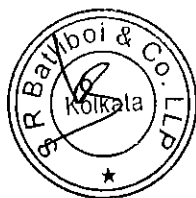
of accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2018, its profit and its cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's report) Order, 2016 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the Annexure 1 a statement on the matters specified in paragraphs 3 and 4 of the Order.
2. As required by section 143 (3) of the Act, we report that:
 - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose 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, Statement of Profit and Loss, and Cash Flow Statement dealt with by this Report are in agreement with the books of account;
 - (d) In our opinion, the aforesaid financial statements comply with the Companies (Accounting Standards) Rules, 2006 (as amended) specified under section 133 of the Act, read with the Companies (Accounts) Rules, 2014;
 - (e) On the basis of written representations received from the directors as on March 31, 2018, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2018, from being appointed as a director in terms of section 164 (2) of the Act;
 - (f) With respect to the adequacy of the internal financial controls over financial reporting of the Company with reference to these financial statements and the operating effectiveness of such controls, refer to our separate Report in "Annexure 2" to this report;



S.R. BATLIBOI & CO. LLP

Chartered Accountants

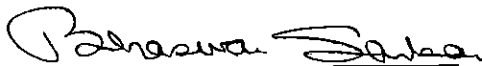
(g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:

- i. The Company has disclosed the impact of pending litigations on its financial position in its financial statements - Refer Note 33 to the financial statements;
- ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
- iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

For **S.R. Batliboi & CO. LLP**

Chartered Accountants

ICAI Firm Registration Number: 301003E/E300005



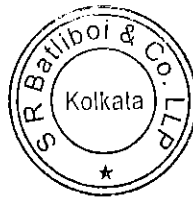
per **Bhaswar Sarkar**

Partner

Membership Number: 55596

Place of Signature: Kolkata

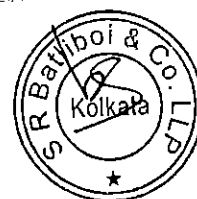
Date: June 27, 2018



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ANNEXURE 1 REFERRED TO IN PARAGRAPH 1 UNDER THE HEADING "REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS" OF OUR REPORT OF EVEN DATE TO THE MEMBERS OF ASA INTERNATIONAL INDIA MICROFINANCE LIMITED AS AT AND FOR THE YEAR ENDED MARCH 31, 2018

- (i) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
- (b) Fixed assets have been physically verified by the management during the year and no material discrepancies were identified on such verification.
- (c) According to the information and explanations given by the management, there are no immovable properties, included in fixed assets of the Company. Accordingly, the requirements under paragraph 3(i)(c) of the Order are not applicable to the Company and hence not commented upon.
- (ii) The Company's business does not involve inventories. Accordingly, the requirements under paragraph 3(ii) of the Order are not applicable to the Company and hence not commented upon.
- (iii) According to the information and explanations given to us, the Company has not granted any loans, secured or unsecured to companies, firms, limited liability partnerships or other parties covered in the register maintained under section 189 of the Companies Act, 2013. Accordingly, the provisions of clause 3(iii) (a), (b) and (c) of the Order are not applicable to the Company and hence not commented upon.
- (iv) In our opinion and according to the information and explanations given to us, there are no loans, investments, guarantees, and securities given in respect of which provisions of section 185 and 186 of the Companies Act 2013 are applicable and hence not commented upon.
- (v) The Company has not accepted any deposits within the meaning of Sections 73 to 76 of the Act and the Companies (Acceptance of Deposits) Rules, 2014 (as amended). Accordingly, the provisions of clause 3(v) of the Order are not applicable and hence not commented upon.
- (vi) To the best of our knowledge and as explained, the Company is not in the business of sale of any goods. Therefore, in our opinion, the provisions of clause 3(vi) of the Order are not applicable to the Company.



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(vii) (a) Read with Note no. 33(b) of the financial statements, undisputed statutory dues including provident fund, employees' state insurance, income-tax, service tax, goods and service tax, cess and other material statutory dues have generally been regularly deposited with the appropriate authorities though there has been a slight delay in a few cases.

(b) According to the information and explanations given to us, undisputed amounts payable in respect of provident fund, employees' state insurance, income-tax, goods and service tax, service tax, cess and other statutory dues which were outstanding, at the year end, for a period of more than six months from the date they became payable, are as follows:

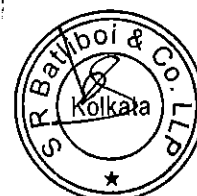
Name of the statute	Nature of dues	Amount (Rs. in lacs)	Period to which the amount relates	Due date	Date of payment	Remarks, if any
Goods and Service tax Act, 2017	Goods and Service tax	17.21	For the month of July, 2017	28 th Aug, 2017	Not yet paid	The amount has been erroneously deposited in CGST & SGST instead of IGST within due date
Goods and Service tax Act, 2017	Goods and Service tax	6.49	For the month of August, 2017	20 th Sep, 2017	Not yet paid	Due but not paid

(c) According to the records of the Company, the dues of income-tax, service tax, goods and service tax and cess on account of any dispute are as follows:

Name of the statute	Nature of dues	Amount (Rs in lakhs)	Period to which the amount relates	Forum where dispute is pending
Finance Act 1994	Service tax	264.21	2008 to 2012	The Commissioner of Service Tax, Kolkata
The Income Tax Act, 1961	Income Tax	239.95	A.Y. 2011-12 & A.Y 2012-13	CIT-Appeal

(d) In respect of sub clauses (vii) (a) to (vii) (c) above, the Company did not have any dues towards sales tax, custom duty, value added tax and excise duty, during the year.

(viii) In our opinion and according to the information and explanations given by the management, the Company has not defaulted in repayment of loans or borrowing to a financial institution, bank or dues to debenture holders. The Company did not have any loans or borrowing in respect of government.



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- (ix) According to the information and explanations given by the management, the Company has not raised any money by way of initial public offer or further public offer. Hence, reporting under clause (ix) is not applicable to the Company and hence not commented upon.

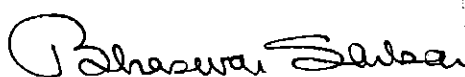
Further, read with Note no. 34 of the financial statements, money raised by the Company by way of term loans were applied for the purpose for which those were raised, though idle/surplus funds were gainfully invested in fixed deposits/ liquid assets, pending for the purpose for they were raised.

- (x) Based upon the audit procedures performed for the purpose of reporting the true and fair view of the financial statements and according to the information and explanations given by the management, we report that no fraud by the Company or no material fraud on the Company by the officers and employees of the Company has been noticed or reported during the year.
- (xi) According to the information and explanations given by the management, the managerial remuneration has been paid / provided in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Companies Act, 2013.
- (xii) In our opinion, the Company is not a nidhi company. Therefore, the provisions of clause 3(xii) of the order are not applicable to the Company and hence not commented upon.
- (xiii) According to the information and explanations given by the management, transactions with the related parties are in compliance with section 177 and 188 of Companies Act, 2013 where applicable and the details have been disclosed in the notes to the financial statements, as required by the applicable accounting standards.
- (xiv) According to the information and explanations given by the management, the Company has complied with provisions of section 42 of the Companies Act, 2013 in respect of the preferential allotment or private placement of debentures during the year. According to the information and explanations given by the management, we report that the amounts raised, have been used for the purposes for which the funds were raised.
- (xv) According to information and explanations given by the management, the Company has not entered into any non-cash transactions with directors or persons connected with him as referred to in section 192 of Companies Act, 2013.
- (xvi) According to the information and explanations given to us, we report that the Company has registered as required, under section 45-IA of the Reserve Bank of India Act, 1934.

For **S.R. Batliboi & CO. LLP**

Chartered Accountants

ICAI Firm Registration Number: 301003E/E300005



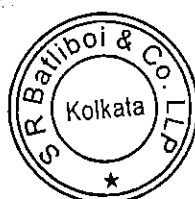
per **Bhaswar Sarkar**

Partner

Membership Number: 55596

Place of Signature: Kolkata

Date: 27th June, 2018



ANNEXURE 2 TO THE INDEPENDENT AUDITOR'S REPORT OF EVEN DATE ON THE FINANCIAL STATEMENTS OF ASA INTERNATIONAL INDIA MICROFINANCE LIMITED

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

We have audited the internal financial controls over financial reporting of ASA International India Microfinance Limited ("the Company") as of March 31, 2018 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

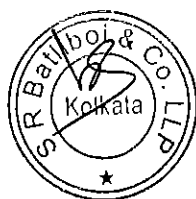
The Company's Management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial 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 the 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.

Auditor's Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting with reference to these financial statements 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 as specified under section 143(10) of the Companies Act, 2013, to the extent 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 with reference to these financial statements 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 over financial reporting with reference to these financial statements and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting with reference to these financial statements, 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 judgement, 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 internal financial controls over financial reporting with reference to these financial statements.



Meaning of Internal Financial Controls Over Financial Reporting With Reference to these Financial Statements

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

Inherent Limitations of Internal Financial Controls Over Financial Reporting With Reference to these Financial Statements

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

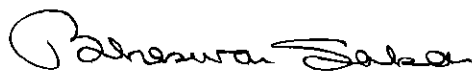
Opinion

In our opinion, the Company has, in all material respects, adequate internal financial controls over financial reporting with reference to these financial statements and such internal financial controls over financial reporting with reference to these financial statements were operating effectively as at March 31, 2018, 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 S.R. Batliboi & CO. LLP

Chartered Accountants

ICAI Firm Registration Number: 301003E/E300005



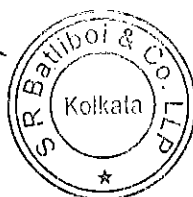
per Bhaswar Sarkar

Partner


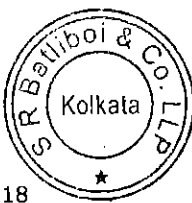

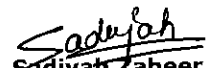


Membership Number: 55596

Place of Signature: Kolkata

Date: 27th June, 2018



ASA International India Microfinance Limited
Balance Sheet as at March 31, 2018

	Notes	As at March 31, 2018 (Rs.)	As at March 31, 2017 (Rs.)
I. Equity and liabilities			
Shareholders' funds			
Share capital	3	1,35,98,300	1,35,98,300
Reserves and surplus	4	74,93,24,485	54,88,32,943
		76,29,22,785	56,24,31,243
Non-current liabilities			
Long-term borrowings	5	2,30,45,71,374	57,16,59,498
Long term provisions	6	4,33,76,198	2,79,68,966
		2,34,79,47,572	59,96,28,464
Current liabilities			
Short-term borrowings	7	23,44,95,148	94,47,29,021
Other current liabilities	8	2,91,91,13,893	1,13,44,87,536
Short-term provisions	6	5,59,55,176	3,59,30,103
		3,20,95,64,217	2,11,51,46,660
Total		6,32,04,34,574	3,27,72,06,367
II. Assets			
Non-current assets			
Fixed assets			
Tangible assets	9A	2,72,38,614	92,83,149
Intangible assets	9B	36,04,573	4,57,139
Deferred tax assets	11	3,05,72,387	2,15,60,343
Long term loans and advances	12	60,31,11,221	20,99,72,474
Other non-current assets	13	23,98,25,062	8,66,25,320
		90,43,51,857	32,78,98,425
Current assets			
Current investments	10	5,57,578	1,41,012
Cash and bank balances	14	89,12,07,441	63,19,43,026
Short-term loans and advances	12	4,39,69,74,764	2,19,22,56,958
Other current assets	13	12,73,42,934	12,49,66,946
		5,41,60,82,717	2,94,93,07,942
Total		6,32,04,34,574	3,27,72,06,367
Summary of significant accounting policies 2.1			
The accompanying notes are an integral part of the financial statements.			
As per our report of even date			
For S.R.Batliboi & Co. LLP Firm Registration No.301003E/E300005 Chartered Accountants  per Bhaswar Sarkar Partner Membership No.: 55596 		For and on behalf of the Board of Directors of ASA International India Microfinance Limited  Anjan Dasgupta Managing Director DIN 03314638  Sadiyeh Zaheer Company Secretary 	
Place: Kolkata Date: June 27, 2018		 Dolly Guha Independent Director DIN: 07671775	

ASA International India Microfinance Limited
Cash Flow Statement for the year ended March 31, 2018

Particulars	Year ended March 31, 2018 (Rs.)	Year ended March 31, 2017 (Rs.)
A. Cash flow from operating activities :		
Net profit before taxation	30,61,66,798	7,44,75,310
Adjustments for :		
Depreciation	1,05,41,186	22,89,834
Provision for other receivables	8,30,366	29,530
Provision for service tax	41,78,853	1,30,98,077
Operating profit before working capital changes	32,17,17,203	8,98,92,751
Movements in working capital:		
Increase in loans & advances	(2,63,36,27,074)	(1,16,18,84,602)
Increase in other assets	(9,90,77,287)	(63,49,417)
Increase in provisions	4,43,40,097	2,37,17,407
Increase in other current liabilities	12,75,29,026	12,28,92,578
Cash used in operations	(2,23,91,18,033)	(93,17,31,283)
Direct taxes paid	(9,32,94,740)	(5,97,62,426)
Net Cash flow used in Operating Activities (A)	(2,33,24,12,773)	(99,14,93,709)
B. Cash flow from investing activities :		
Purchase of fixed assets	(3,11,83,135)	(1,04,51,650)
Purchase of current investments (net)	(4,16,566)	(1,41,012)
Investment in Bank Fixed Deposits (net)	(20,33,68,431)	(13,54,13,546)
Net cash flow used in investing activities (B)	(23,49,68,132)	(14,60,06,208)
C. Cash flow from financing activities :		
Proceeds from / (Repayment of) short term borrowings (net)	(71,02,32,147)	43,32,38,168
Repayment of Cash Credit (net)	(1,726)	(1,07,06,002)
Proceeds from long term borrowings	3,60,33,39,785	1,31,88,71,103
Repayment of long term borrowings	(91,66,63,979)	(32,04,24,947)
Proceeds from Issuance of debentures	77,00,00,000	20,00,00,000
Repayment of debentures	(6,66,66,600)	-
Net Cash flow generated from financing activities (C)	2,67,97,75,333	1,62,09,78,322
Net increase In cash and cash equivalents (A+B+C)	11,23,94,428	48,34,78,406
Cash and cash equivalents at the beginning of the year	52,68,49,519	4,33,71,113
Cash and cash equivalents at the end of the year (refer note 14)	63,92,43,946	52,68,49,519

Summary of significant accounting policies (refer note 2.1)

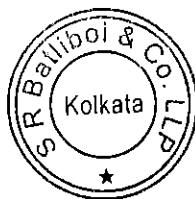
The accompanying notes are an integral part of the financial statements.

As per our report of even date

For S.R.Batliloi & Co. LLP
Firm Registration No.301003E/E300005
Chartered Accountants

Bhaswar Sarkar

per Bhaswar Sarkar
Partner
Membership No.: 55596



Place: Kolkata
Date: June 27, 2018

For and on behalf of the Board of Directors of
ASA International India Microfinance Limited

Anjan Dasgupta
Anjan Dasgupta
Managing Director
DIN 03314638

Sadiyah Zaheer
Sadiyah Zaheer
Company Secretary

Dolly Guha
Dolly Guha
Independent Director
DIN: 07871775



ASA International India Microfinance Limited
Statement of Profit and Loss for the year ended March 31, 2018

Particulars	Notes	Year ended March 31, 2018	Year ended March 31, 2017
		(Rs.)	(Rs.)
I. Income			
Revenue from operations	15	1,23,34,79,692	50,85,97,300
Other income	16	4,03,27,450	1,62,95,182
Total income		1,27,38,07,142	52,48,92,482
II. Expenses			
Employee benefit expenses	17	20,38,09,974	13,27,29,668
Finance costs	18	60,50,62,154	23,31,24,866
Depreciation expense	19	1,05,41,186	22,89,834
Other expenses	20	10,71,17,625	5,94,82,378
Provisions and write offs	21	4,11,09,405	2,27,90,426
Total expenses		96,76,40,344	45,04,17,172
Profit before tax		30,61,66,798	7,44,75,310
Tax expense			
Current tax [including Rs. Nil (March 31, 2017 Rs. 1,658,9213) for earlier years]		11,46,87,300	5,42,06,013
Deferred tax credit [including Rs. Nil (March 31, 2017 Rs. 8,268,189) for earlier years]		(90,12,044)	(1,76,93,146)
Total tax expenses		10,56,75,256	3,65,12,867
Profit after tax		20,04,91,542	3,79,62,443
Earning per share (EPS)	22		
Basic		1474.39	279.17
Diluted		1474.39	279.17
Nominal value of share		100	100

Summary of significant accounting policies 2.1

The accompanying notes are an integral part of the financial statements.

As per our report of even date

For S.R.Batliboi & Co. LLP
Firm Registration No.301003E/E300005
Chartered Accountants

Bhaswar Sarkar
per Bhaswar Sarkar

Partner
Membership No.: 55596



Place: Kolkata
Date: June 27, 2018

For and on behalf of the Board of Directors of
ASA International India Microfinance Limited

Anjan Dasgupta
Anjan Dasgupta
Managing Director
DIN 03314638

Sadiyath Zaheer
Sadiyath Zaheer
Company Secretary

Dolly Guha
Dolly Guha
Independent Director
DIN: 07671775



ASA International India Microfinance Limited
Notes to the Financial Statements as at and for the year ended March 31, 2018

1. Corporate information

ASA International India Microfinance Limited ("the Company") is a Company domiciled and incorporated in India. The Company is a non-deposit accepting Non-Banking Financial Company ('NBFC-ND') with the Reserve Bank of India ('RBI').

The Company is engaged in providing financial services to women in the rural areas of India who are organized into small groups.

2. Basis of preparation

The financial statements of the Company have been prepared in accordance with the generally accepted accounting principles in India (Indian GAAP). The Company has prepared these financial statements to comply in all material respects with the accounting standards notified under section 133 of the Companies Act 2013 ("the Act"), read together with Rule 7 of the Companies (Account) Rules, 2014 and Companies (Accounting Standards) Amendment Rules, 2016, provisions of the RBI applicable as per Master Direction - Non-Banking Financial Company - Systemically Important Non-Deposit taking Company (Reserve Bank) Directions, 2016 issued vide Notification No. DNBR. PD. 007/03.10.119/2016-17 dated September 01, 2016, as amended from time to time ('the NBFC Master Directions, 2016').

The financial statements have been prepared under the historical cost convention on an accrual basis except interest on non-performing loans that are recognised on realisation. The accounting policies applied by the Company are consistent with those applied in the previous year, unless specified otherwise.

2.1 Summary of significant accounting policies/ accounting estimate

a. Use of estimates

The preparation of financial statements in conformity with Indian GAAP requires the management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities and the disclosure of contingent liabilities, at the end of the reporting period. Although these estimates are based on the management's best knowledge of current events and actions, uncertainty about these assumptions and estimates could result in the outcomes requiring a material adjustment to the carrying amounts of assets or liabilities in future periods.

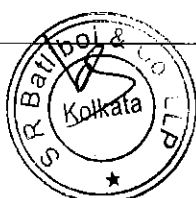
b. Tangible fixed assets

All tangible fixed assets are stated at historical cost, net of accumulated depreciation and accumulated impairment losses, if any. The cost comprises the purchase price and any directly attributable cost of bringing the asset to its working condition for its intended use.

c. Intangible assets

Intangible assets acquired separately are measured on initial recognition at cost. Following initial recognition, intangible assets are carried at cost less accumulated amortization and accumulated impairment loss, if any.

Computer software is amortized using the written down value method at a rate of 40% per annum.



d. Depreciation on tangible fixed assets

Depreciation on tangible fixed assets is calculated on the written down value method as per the useful life prescribed under Schedule II to the Companies Act, 2013, which is the useful lives of the underlying assets as estimated by the management.

e. Borrowing Cost

Borrowing costs includes interests which are recognised on time proportion basis taking into account the amount outstanding and the rate applicable on the borrowings. Processing fees and ancillary fees incurred for arrangement of borrowings from banks and financial institutions are charged off up-front to the statement of profit and loss.

f. Impairment of fixed assets

The carrying amounts of assets are reviewed at each balance sheet date to determine if there is any indication of impairment based on internal/external factors. An impairment loss is recognised wherever the carrying amount of an asset exceeds its recoverable amount which is the greater of the asset's net selling price and value in use. In assessing the value in use, the estimated future cash flows are discounted to their present value using pre-tax discount rate that reflects current market assessment of the time value of money and risks specific to the asset.

After impairment, depreciation is provided on the revised carrying amount of the asset over its remaining useful life.

g. Investments

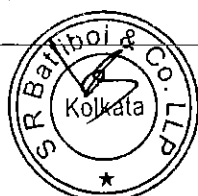
Investments which are readily realizable and intended to be held for not more than one year from the date on which such investments are made, are classified as current investments. All other investments are classified as long-term investments.

Current investments are carried in the financial statement at lower of cost and fair value determined on an individual investment basis. Long-term investments are carried at cost. However, provision for diminution in value is made to recognize a decline other than temporary in the value of the investments. On disposal of investment, the difference between the carrying amount and net disposal proceeds are charged or credited to the statement of profit and loss.

h. Revenue recognition

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured.

- i) Interest income on portfolio loans is recognized in the Statement of profit and loss on time proportion basis taking into account the amount outstanding and the rates applicable, except in the case of non-performing assets ("NPA's"), where it is recognized, upon realization, as per prudential norms of RBI. Any such income recognised before the assets become non-performing and remaining unrealised are reversed.
- ii) Interest income on deposits with banks is recognized on a time proportion basis taking into account the amount outstanding and the applicable interest rate.
- iii) Processing fees are recognized as income upfront when it becomes due.
- iv) Income from services rendered in connection with loans given on behalf of banks /NBFC to joint liability groups organized / monitored by the Company are recognized



ASA International India Microfinance Limited
Notes to the Financial Statements as at and for the year ended March 31, 2018

on accrual basis as and when such services are rendered.

- v) Profit arising at the time of securitization of loan portfolio is amortized over the life of the underlying loan portfolio/securities and any loss arising therefrom is accounted for immediately. Income from excess interest spread is recognized in the statement of profit and loss account on an accrual basis.
- vi) All other income is recognized on an accrual basis.

i. Foreign currency transactions

All transactions in foreign currency are recognized at the exchange rate prevailing on the date of the transaction. Foreign currency monetary items are reported using the exchange rate prevailing at the close of the financial year. Exchange differences arising on the settlement of monetary items or on the restatement of Company's monetary items at rates different from those at which they were initially recorded during the year, or reported in previous financial statements, are recognised as income or as expenses in the year in which they arise.

j. Retirement and other employee benefits

Retirement benefit in the form of provident fund is a defined contribution scheme. The Company has no obligation, other than the contribution payable under the scheme. The Company recognizes contribution payable to the provident fund scheme as expenditure, when an employee renders the related service. If the contribution payable to the scheme for service received before the balance sheet date exceeds the contribution already paid, the deficit payable to the scheme is recognised as a liability after deducting the contribution already paid. If the contribution already paid exceeds the contribution due for services received before the balance sheet date, then excess is recognised as an asset.

Gratuity liability is a defined benefit obligation and is provided for on the basis of an actuarial valuation on projected unit credit method made at the end of each year. Actuarial gains and losses for defined benefit plan are recognized in full in the year in which they occur in the statement of profit and loss.

The company treats accumulated leave expected to be carried forward beyond twelve months, as long-term employee benefit for measurement purposes. Such long-term compensated absences are provided for based on the actuarial valuation using the projected unit credit method at the year-end. Actuarial gains/losses are immediately taken to the statement of profit and loss and are not deferred.

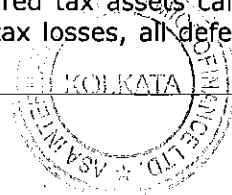
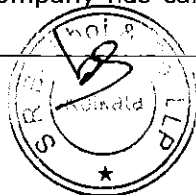
Short term compensated absences are provided for based on estimates.

k. Income taxes

Tax expense comprises current and deferred tax. Current income tax is measured at the amount expected to be paid to the tax authorities in accordance with the Income Tax Act, 1961.

Deferred income taxes reflect the impact of timing differences between taxable income and accounting income originating during the current year and reversal of timing differences for the earlier years. Deferred tax is measured using the tax rates and the tax laws enacted or substantively enacted at the reporting date.

Deferred tax assets are recognised only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realised. If the Company has carried forward unabsorbed depreciation or tax losses, all deferred



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Notes to the Financial Statements as at and for the year ended March 31, 2018

tax assets are recognised only if there is a virtual certainty supported by convincing evidence that sufficient taxable income will be available in future against which such deferred tax assets can be realised. At each reporting date, the Company re-assesses unrecognised deferred tax assets. It recognises unrecognised deferred tax assets to the extent that it has become reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available against which such deferred tax assets can be realised. The carrying amount of deferred tax assets are reviewed at each reporting date. The Company writes-down the carrying amount of deferred tax assets to the extent that it is no longer reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available against which deferred tax assets can be realised. Any such write-down is reversed to the extent that it becomes reasonably certain or virtually certain, as the case may be that sufficient future taxable income will be available.

l. Earnings Per Share

Basic earnings per share are calculated by dividing the net profit or loss for the year attributable to equity shareholders (after deducting preference dividends and attributable taxes) by the weighted average number of equity shares outstanding during the year.

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.

m. Provisions

A provision is recognized when the company has a present obligation as a result of past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. Provisions are not discounted to their present value and are determined based on the best estimate required to settle the obligation at the reporting date. These estimates are reviewed at each reporting date and adjusted to reflect the current best estimates.

o. Contingent liabilities

A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the company or a present obligation that is not recognized because it is not probable that an outflow of resources will be required to settle the obligation. A contingent liability also arises in extremely rare cases where there is a liability that cannot be recognized because it cannot be measured reliably. The company does not recognize a contingent liability but discloses its existence in the financial statements.

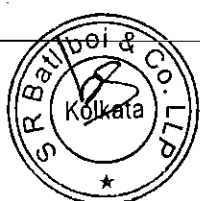
n. Cash and cash equivalents

Cash and cash equivalents for the purposes of cash flow statement comprise cash at bank and in hand and short-term investments with an original maturity of three months or less.

o. Classification of Portfolio loans

Loans are classified as follows:

Asset Classification	Period
Standard Assets	Current Loan and overdue upto 90 days
Non-Performing Assets	Overdue from 90 days and more



ASA International India Microfinance Limited
Notes to the Financial Statements as at and for the year ended March 31, 2018

"Overdue" refers to interest and / or installment remaining unpaid from the day it became receivable.

The above classification is in accordance with the NBFC Master Directions, 2016 for Non-Banking Financial Company – Micro Finance Institutions (NBFC-MFIs).

p. Provision for loan portfolio

- (a) Provision on portfolio loans are made at the higher of management estimates or minimum provision required as per RBI directions issued in this behalf.

As per the Master Direction - Non-Banking Financial Company –Systemically Important Non-Deposit taking Company (Reserve Bank) Directions, 2016, the aggregate loan provision to be maintained by NBFC-MFIs at any point of time shall not be less than the higher of a) 1% of the outstanding loan portfolio or b) 50% of the aggregate loan installments which are overdue for more than 90 days and less than 180 days and 100% of the aggregate loan installments which are overdue for 180 days or more.

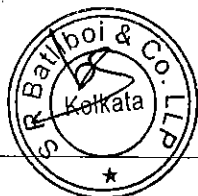
- (b) Provision for losses arising under securitized/managed portfolio is on the basis of incurred losses (shortfall in collection), subject to the maximum guarantee given in respect of such arrangements.
- (c) Overdue loans are written-off, when the prospect for recovery is considered remote as per management estimate.

q. Leases

Leases, where the lessor effectively retains substantially all the risks and benefits of ownership of the leased item, are classified as operating leases. Operating lease payments are recognized as an expense in the statement of profit and loss on a straight-line basis over the lease term.

r. Corporate Social Responsibility (CSR) expenditure

Expenditure incurred towards CSR is charged to the statement of profit and loss.



3	Share capital	As at March 31, 2018 (Rs.)	As at March 31, 2017 (Rs.)
	Authorized Shares 10,00,000 (March 31, 2017: 10,00,000) equity shares of Rs. 100/- each	10,00,00,000	10,00,00,000
	Issued, subscribed and fully paid-up shares 1,35,983 (March 31, 2017: 1,35,983) equity shares of Rs. 100/- each	1,35,98,300	1,35,98,300
	Total issued, subscribed and fully paid-up share capital	1,35,98,300	1,35,98,300

A. Reconciliation of the shares outstanding at the beginning and at the end of the reporting year

Equity Shares	As at March 31, 2018		As at March 31, 2017	
	Number	(Rs.)	Number	(Rs.)
Outstanding at the beginning and end of the year	1,35,983	1,35,98,300	1,35,983	1,35,98,300

B. Terms/rights attached to equity shares

The Company has only one class of equity shares having par value of Rs. 100/- per share. Each holder of equity shares is entitled to one vote per share held.

In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the Company, after distribution of all creditors and preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

C. Shares held by holding, ultimate holding company and their subsidiaries

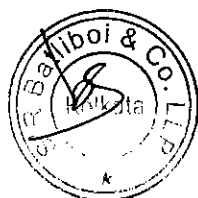
Out of equity issued by the company, shares held by its holding company, ultimate holding company and their subsidiaries are as below:

	As at March 31, 2018 No. of Shares held	As at March 31, 2017 No. of Shares held
Equity Shares of Rs. 100/- each fully paid		
ASA International Holdings (ASAIH), Mauritius, the Holding Company	92,389	92,389
Proswift Consultancy Pvt Ltd, a wholly owned subsidiary of ASA International Holdings, Mauritius	29,995	29,995
CMI International Holding, Ultimate parent Company	1	1

D. Details of shareholders holding more than 5% shares in the Company

Name of Shareholder	As at March 31, 2018		As at March 31, 2017	
	No. of Shares held	% of Holding	No. of Shares held	% of Holding
Equity Shares of Rs. 100/- each fully paid				
ASA International Holdings (ASAIH), Mauritius, the Holding Company	92,389	67.94%	92,389	67.94%
Proswift Consultancy Pvt Ltd, a wholly owned subsidiary of ASA International Holdings, Mauritius.	29,995	22.06%	29,995	22.06%
IDFC Bank Ltd.	13,590	9.99%	13,590	9.99%

4	Reserves and surplus	As at March 31, 2018 (Rs.)	As at March 31, 2017 (Rs.)
A.	Securities premium account Balance as per last financial statements Add: Addition during the year Closing Balance	38,82,75,875 - 38,82,75,875	38,82,75,875 - 38,82,75,875
B.	Statutory reserve Balance as per last financial statements Add: Amount transferred from surplus balance in the Statement of Profit and Loss Closing Balance	3,60,13,893 4,00,98,308 7,61,12,201	2,84,21,404 75,92,489 3,60,13,893
C.	General Reserve Balance as per last financial statements Add: Addition during the year Closing Balance	79,11,847 - 79,11,847	79,11,847 - 79,11,847
D.	Surplus in the Statement of Profit and Loss Balance as per last financial statements Profit for the year Less: Appropriations Transferred to statutory reserve @ 20%	11,66,31,328 20,04,91,542 4,00,98,308	8,62,61,374 3,79,62,443 75,92,489
	Net surplus in the Statement of Profit and Loss	27,70,24,562	11,66,31,328
	Total	74,93,24,485	54,88,32,943



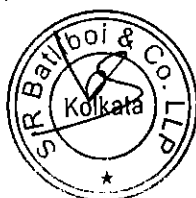
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ASA International India Microfinance Limited
Notes to the Financial Statement as at and for the year ended March 31, 2018

5	Long-term borrowings	Non Current Portion		Current Maturities	
		As at March 31, 2018	As at March 31, 2017	As at March 31, 2018	As at March 31, 2017
		(Rs.)	(Rs.)	(Rs.)	(Rs.)
A.	Debentures				
	Secured				
	Redeemable non-convertible debentures	83,66,67,000	15,00,00,000	6,66,66,400	5,00,00,000
B.	Term loans				
	Secured				
	- from banks	35,33,62,316	5,00,00,000	1,11,73,35,884	5,00,00,000
	- from non banking finance companies	81,42,28,240	37,11,50,591	1,43,95,63,937	86,64,70,516
C	Deferred payment credit				
	Secured				
	- from non banking finance companies	3,13,818	5,08,907	1,95,089	1,93,463
D	Sub-ordinate debt				
	Unsecured				
	-from banks	30,00,00,000	-	-	-
	Total	2,30,45,71,374	57,16,59,498	2,62,37,61,310	96,66,63,979
	Amount disclosed under the head "other current liabilities" (Refer Note 8)	-	-	(2,62,37,61,310)	(96,66,63,979)
	Total	2,30,45,71,374	57,16,59,498	-	-

* Refer Note 5 A and 5B for terms of repayment of debentures, term loans, deferred payment credit & Sub-ordinate debt



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5A Long-term borrowings (Contd.)

Terms of repayment of Debentures, Term Loans, Deferred payment credit & Sub-ordinate debt as on March 31, 2018

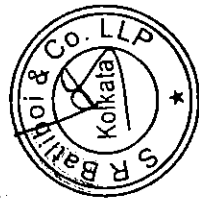
Descriptions	Due within 1 year	Due between 1 and 2 years	Due between 2 and 3 Years	Due between 3 and 5 Years	Interest Rate	Total
No. of Instalments	Amount (in Rupees)	No. of Instalments	Amount (in Rupees)	No. of Instalments	Amount (in Rupees)	
Non-Convertible Debentures						
Quarterly repayment schedule						
From NBFCs:						
1-3 Yrs.	4	4	6,66,67,000	2	32,00,00,000	45,33,33,400
3 - 5 Yrs.						45,00,00,000
Term Loans						
Quarterly repayment schedule						
From Banks:						
1-3 Yrs.	12	8	15,00,00,000	-	-	35,00,00,000
From NBFCs:						
1-3 Yrs.	8	8	13,33,36,000	5	5,83,28,000	32,50,00,000
3 - 5 Yrs.	7	8	7,49,99,998	6	5,83,33,340	20,83,33,335
One time repayment schedule						
From Banks:						
More than 5 Yrs.	-	-	-	1	30,00,00,000	30,00,00,000
Monthly repayment schedule						
From Banks:						
1-3 Yrs.	97	21	20,33,62,316	-	-	1,12,06,98,200
From NBFCs:						
1-3 Yrs.	290	97	41,46,76,025	7	2,24,71,523	1,57,87,92,155
3 - 5 Yrs.	12	5	4,16,66,689	-	-	14,16,66,687
Grand Total			1,08,47,08,028		45,91,32,863	4,92,78,23,777

Note:

A. Debentures
The debentures are secured by way of exclusive charge on all receivable from underlying portfolio loans. Debentures amounting to Rs. 450,000,000 has a call/ put option available with the Company /Debenture holders at the end of 36 months from the date of allotment.

B. Term Loans
The term loans are secured by hypothecation of portfolio loans covered by respective hypothecation loan agreements and margin money deposits.

C. Deferred payment credit
Deferred payment credits are secured by first charge of vehicle purchased from proceeds of such loans. The outstanding loan amount is repayable in 27 monthly instalments of Rs. 21,296/- each. The loan carries interest @ 10.05% p.a.



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5B Long-term borrowings (Contd.)
Terms of repayment of Debentures Term Loans & Deferred payment credit as on March 31, 2017

Descriptions	Due within 1 year		Due between 1 and 2 Years		Due between 2 and 3 Years		Interest Rate	Total
	No. of Instalments	Amount (in Rupees)	No. of Instalments	Amount (in Rupees)	No. of Instalments	Amount (in Rupees)		
Non-Convertible Debentures								
Quarterly repayment schedule								
From NBFCs:								
1-3 Yrs.	3	5,00,00,000	4	6,66,66,800	5	8,33,33,400	13.25%	20,00,00,200
Term Loans								
Quarterly repayment schedule								
From Banks:								
1-3 Yrs.	4	5,00,00,000	4	5,00,00,000	-	-	14.00%	10,00,00,000
Monthly repayment schedule								
From NBFCs:								
1-3 Yrs.	155	86,64,70,516	54	32,71,10,988	6	4,40,39,403	14%-16%	1,23,76,20,907
Grand Total		96,64,70,516		44,37,77,788		12,73,72,803		1,53,76,21,107

Note:

A. Debentures

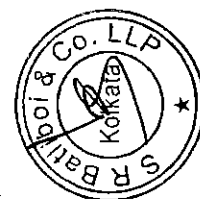
The debentures are secured by way of exclusive charge on all receivable from underlying portfolio loans.

B. Term Loans

The term loans are secured by hypothecation of portfolio loans covered by respective hypothecation loan agreements and margin money deposits.

C. Deferred payment credit

Deferred payment credits are secured by first charge of vehicle purchased from proceeds of such loans. The outstanding loan amount is repayable in 39 monthly instalments of Rs. 21,296/- each. The loan carries interest @ 10.09% p.a.




6	Provisions:	Non - Current Portion		Current Portion	
		As at March 31, 2018	As at March 31, 2017	As at March 31, 2018	As at March 31, 2017
		(Rs.)	(Rs.)	(Rs.)	(Rs.)
A.	Provision for employee benefits				
	Provision for gratuity	95,95,607	89,25,146	3,31,598	2,60,856
	Provision for leave	-	-	1,18,89,611	85,69,756
		95,95,607	89,25,146	1,22,21,209	88,30,612
B.	Provision for portfolio loans				
	On standard assets	27,36,193	33,66,006	2,13,30,718	73,55,966
	On non performing assets	2,55,09,735	1,26,09,479	-	-
		2,82,45,928	1,59,75,485	2,13,30,718	73,55,966
C.	Others				
	Provision for managed portfolio loans	55,34,663	30,68,335	61,26,319	76,45,448
	Provision for litigations *	-	-	1,62,76,930	1,20,98,077
		55,34,663	30,68,335	2,24,03,249	1,97,43,525
	Total	4,33,76,198	2,79,68,966	5,59,55,176	3,59,30,103

* Represents provision made towards disputed service tax dues in respect of financial year 2008-09 to 2011-12, based on best estimate of the management.

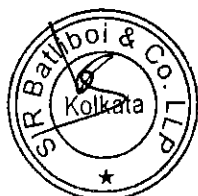
7	Short-term borrowings	As at March 31, 2018	As at March 31, 2017
		(Rs.)	(Rs.)
	Cash credit from banks (secured)	18,03,795	18,05,521
	Loan from banks & NBFCs (secured)	23,26,91,353	87,27,98,500
	Loan from a NBFC (unsecured)	-	7,01,25,000
		23,44,95,148	94,47,29,021
	The above amount includes		
	Secured borrowings	23,44,95,148	87,46,04,021
	Unsecured borrowings	-	7,01,25,000
	Total	23,44,95,148	94,47,29,021

Short term loans and cash credit are secured by hypothecation of underlying portfolio loans and margin money deposits, where applicable, in accordance with the respective loan agreements. The loans/cash credit carry an interest rate ranging from 7.50% to 14.50% per annum. Unsecured loan from a NBFC represents advance received for onward disbursement to customers on behalf of the NBFC. As per terms of arrangement with the NBFC, pending disbursement of such amount to customers, it is treated as a short term loan, carrying interest @ Nil (31st March 2017: interest @15% p.a)

8	Other Current liabilities	As at March 31, 2018	As at March 31, 2017
		(Rs.)	(Rs.)
	Current maturities of long-term borrowings (Refer Note 5)	2,62,37,61,310	96,66,63,979
	Interest accrued but not due on borrowings	3,87,15,243	56,76,266
	Payable to Banks/NBFCs against BC arrangement *	9,55,86,826	10,65,71,027
	Advance from banks/NBFCs (pending disbursement) (Refer Note 25)	2,10,65,321	28,79,902
	Payable for direct assignment (Refer Note 24)	-	14,64,356
	Payable for securitization (Refer Note 26)	5,46,19,102	-
	Statutory dues payable	89,36,219	31,51,458
	Liability for expenses **	2,33,470	2,33,470
	Interest refund payable (Refer note 34)	2,88,06,956	2,30,78,467
	Other payables	4,73,89,446	2,47,68,611
	Total	2,91,91,13,893	1,13,44,87,536

* Represents amount collected from customers for loans disbursed on behalf of Banks/NBFCs. As per terms of arrangements, such amounts are repaid on fixed monthly instalments. The amount collected out of such disbursement is shown in other liabilities.

** Represents amounts received against old loans (prior to 1.7.2012), fully matured for refund and are pending as current addresses of the loanees are not available.



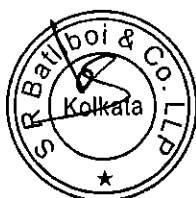
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ASA International India Microfinance Limited
Notes to the Financial Statement as at and for the year ended March 31, 2018

9A	Tangible Assets:					(Rs.)
	Particulars	Furniture & Fixtures	Computers	Office equipments	Vehicles	Total
	At April 1, 2016	41,01,476	78,65,613	7,94,564	13,95,559	1,41,57,212
	Additions	1,57,700	30,59,193	63,77,124	-	95,94,017
	Disposals	-	-	(9,135)	-	(9,135)
	At March 31, 2017	42,59,176	1,09,24,806	71,62,553	13,95,559	2,37,42,094
	Additions	73,60,624	86,01,663	1,11,98,495	-	2,71,60,782
	Disposals	-	-	(9,135)	-	(9,135)
	At March 31, 2018	1,16,19,800	1,95,26,469	1,83,51,913	13,95,559	5,08,93,741
	Depreciation					
	At April 1, 2016	40,56,541	74,72,330	4,42,240	3,36,968	1,23,08,079
	Charge for the year	32,554	8,86,001	9,04,074	3,28,580	21,51,209
	Disposals	-	-	(343)	-	(343)
	At March 31, 2017	40,89,095	83,58,331	13,45,971	6,65,548	1,44,58,945
	Charge for the year	7,42,671	35,58,801	46,72,836	2,26,484	92,00,792
	Disposals	-	-	(4,610)	-	(4,610)
	At March 31, 2018	48,31,766	1,19,17,132	60,14,197	8,92,032	2,36,55,127
	Net Block					
	At March 31, 2017	1,70,081	25,66,475	58,16,582	7,30,011	92,83,149
	At March 31, 2018	67,88,034	76,09,337	1,23,37,716	5,03,527	2,72,38,614

9B	Intangible Assets:	(Rs.)
	Particulars	Software
	At April 1, 2016	14,08,794
	Additions	4,67,975
	Disposals	-
	At March 31, 2017	18,76,769
	Additions	44,87,828
	Disposals	-
	At March 31, 2018	63,64,597
	Depreciation	
	At April 1, 2016	12,81,005
	Charge for the year	1,38,625
	Disposals	-
	At March 31, 2017	14,19,630
	Charge for the year	13,40,394
	Disposals	-
	At March 31, 2018	27,60,024
	Net Block	
	At March 31, 2017	4,57,139
	At March 31, 2018	36,04,573



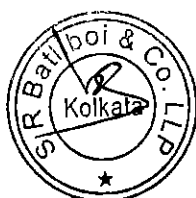

10	Current Investments (at lower of Cost or NRV)	As at March 31, 2018 (Rs.)	As at March 31, 2017 (Rs.)
	Non-trade investment (Valued at lower of cost or fair value)		
	Mutual Funds, Unquoted		
	54,238 units (31st March 2017 Nil) of Axis Liquid Fund-Direct Growth (CF-DG)	104,545	-
	452,277 units (31st March 2017 140,778 units) of IDFC Cash fund - Daily Dividend - Direct Plan	453,033	141,012
	Total	557,578	141,012

11	Deferred tax assets	As at March 31, 2018 (Rs.)	As at March 31, 2017 (Rs.)
	Impact of difference between tax depreciation and depreciation charged for the financial reporting	2,592,609	1,952,191
	Impact of provision on portfolio, managed loans and other receivables	15,490,119	11,296,239
	Impact of expenditure charged to the statement of profit and loss in the current year but allowed for tax purposes on payment basis	12,489,659	8,311,913
	Total	30,572,387	21,560,343

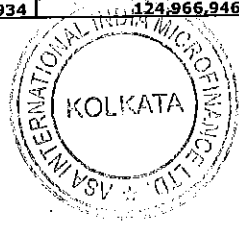
12	Loans and advances (Unsecured, considered good unless stated otherwise)	Non Current Portion		Current Portion	
		As at March 31, 2018 (Rs.)	As at March 31, 2017 (Rs.)	As at March 31, 2018 (Rs.)	As at March 31, 2017 (Rs.)
A.	Portfolio loans				
	Considered good	560,163,729	35,671,331	4,366,905,405	2,154,051,757
	Considered doubtful	30,595,326	143,422,017	-	-
		590,759,055	179,093,348	4,366,905,405	2,154,051,757
B.	Security deposits	1,459,756	160,000	236,100	663,464
		1,459,756	160,000	236,100	663,464
C.	Capital advance	-	460,950	-	-
		-	460,950	-	-
D.	Advances recoverable in cash or kind				
	Considered good	-	-	12,488,682	32,680,341
	Considered doubtful	5,534,663	3,068,335	-	-
		5,534,663	3,068,335	12,488,682	32,680,341
E.	Others				
	Considered good	128,352	70,895	2,639,750	969,582
	Prepaid expenses	1,313,000	1,809,991	3,383,555	979,996
	Loan to staff	-	-	-	58,269
	Cenvat credit receivable	-	-	-	-
	Advance income tax (net of provision for taxation Rs. 114,087,700) (March 31, 2017: Rs. 36,131,400)	3,916,395	25,308,955	-	-
	Other receivables (net of provision of Rs 859,896/) (March 31, 2016 : Rs. 29,530/)*	-	-	11,321,272	2,853,549
		5,357,747	27,189,841	17,344,577	4,861,396
	Total	603,111,221	209,972,474	4,396,974,764	2,192,256,958

*represents amount receivable in respect of deceased borrowers / nominees of the borrowers.

13	Other assets (Unsecured, considered good unless stated otherwise)	Non-Current Portion		Current Portion	
		As at March 31, 2018 (Rs.)	As at March 31, 2017 (Rs.)	As at March 31, 2018 (Rs.)	As at March 31, 2017 (Rs.)
	Non current bank balances (Refer Note 14)	115,383,641	65,427,998	-	-
		115,383,641	65,427,998	-	-
	Unamortised processing fees	-	-	-	-
	Others				
	Interest accrued but not due on portfolio loans	-	-	13,626,065	6,297,089
	Interest accrued but not due on deposits placed with banks and financial institution	6,403,725	1,397,322	12,046,067	7,120,254
	Service fees receivable	-	-	40,695,819	7,092,403
	Minimum Retention Requirement on Securitization	31,037,696	-	17,174,983	-
	Margin money with non-banking financial companies (marked as lien towards term loans availed and business correspondence service)	87,000,000	19,800,000	43,800,000	104,457,200
		124,441,421	21,197,322	127,342,934	124,966,946
	Total	239,825,062	86,625,320	127,342,934	124,966,946



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14 Cash and bank balances	Non-Current Portion		Current Portion	
	As at March 31, 2018 (Rs.)	As at March 31, 2017 (Rs.)	As at March 31, 2018 (Rs.)	As at March 31, 2017 (Rs.)
Cash and cash equivalents				
Balances with banks	-	-	43,79,81,858	20,68,18,976
-on current accounts	-	-	20,11,98,638	32,00,00,000
-deposit with original maturity of less than three months	-	-	63,450	30,543
Cash on hand	-	-	63,92,43,946	52,68,49,519
Other bank balances :				
Deposit with original maturity for more than 3 months but not more than 12 months (*)	-	1,96,06,426	4,43,48,638	1,94,22,790
Deposit with original maturity for more than 12 months (*)	11,53,83,641	4,58,21,572	20,76,14,857	8,56,70,717
	11,53,83,641	6,54,27,998	25,19,63,495	10,50,93,507
Amount disclosed under non-current assets (Refer Note 13)	(11,53,83,641)	(6,54,27,998)	-	-
Total	-	-	89,12,07,441	63,19,43,026

* Includes deposit certificates of Rs. 328,145,758/- (31st March 2017 Rs. 168,421,505/-) marked as lien towards term loans availed from banks and financial institutions, towards cash collateral placed in connection with portfolio loan securitization and bussiness correspondent activities entered with banks.

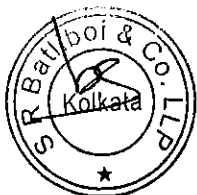
15 Revenue from operations	Year ended March 31, 2018 (Rs.)	Year ended March 31, 2017 (Rs.)
Interest income on portfolio loans	95,85,18,472	39,40,44,886
Service fees (Refer note 25)	16,63,39,745	5,89,85,604
Income from securitization on portfolio loans (Refer Note 26)	1,39,76,409	-
Other operating revenue:	19,46,786	27,92,479
Recovery against loans written off	9,26,98,280	5,27,74,331
Processing fee on portfolio loans		
Total	1,23,34,79,692	50,85,97,300

16 Other Income	Year ended March 31, 2018 (Rs.)	Year ended March 31, 2017 (Rs.)
Interest income on fixed deposits with banks and financial institutions	3,11,97,659	1,58,37,184
Miscellaneous income	91,29,791	4,57,998
Total	4,03,27,450	1,62,95,182

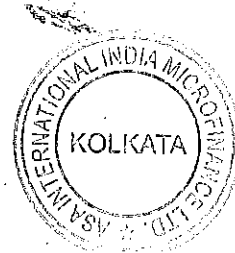
17 Employee benefit expenses	Year ended March 31, 2018 (Rs.)	Year ended March 31, 2017 (Rs.)
Salaries and bonus	17,92,46,928	11,40,24,690
Contributions to provident fund & employees' state insurance	1,68,75,188	1,02,09,617
Gratuity expenses	46,71,181	68,09,920
Staff welfare expenses	30,16,677	16,85,441
Total	20,38,09,974	13,27,29,668

18 Finance Costs	Year ended March 31, 2018 (Rs.)	Year ended March 31, 2017 (Rs.)
Interest expense	54,71,16,669	18,94,98,994
Other borrowing costs	5,15,26,477	3,97,94,165
Interest on others	64,19,008	38,31,707
Total	60,50,62,154	23,31,24,866

19 Depreciation expense	Year ended March 31, 2018 (Rs.)	Year ended March 31, 2017 (Rs.)
Depreciation of fixed assets	1,05,41,186	22,89,834
Total	1,05,41,186	22,89,834



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20	Other expenses	Year ended March 31, 2018	Year ended March 31, 2017
		(Rs.)	(Rs.)
	Rent	2,11,91,462	1,21,39,424
	Rates and taxes	1,47,76,496	15,30,956
	Repairs & maintenance	10,81,326	7,35,039
	Travelling and conveyance	1,06,09,747	68,32,427
	Communication expenses	35,87,862	19,73,072
	Printing & stationery	40,28,367	19,55,899
	Legal and professional fees	1,82,68,314	1,01,70,393
	Payment to auditors (Refer note 20A)	68,00,000	31,40,000
	IT support charges	17,70,753	7,36,921
	Bank charges	41,84,889	4,15,277
	Insurance	8,76,897	4,27,023
	Electricity charges	28,03,594	19,91,268
	Membership fees & Subscription	4,93,160	3,43,637
	Advertisement and publication	1,67,646	3,04,245
	CSR expenditure	17,95,599	44,651
	Provision for service tax liability	-	92,66,370
	Provision for other receivables	8,30,366	29,530
	Miscellaneous expenses	1,38,51,147	74,46,246
	Total	10,71,17,625	5,94,82,378

20A Payment to auditors:

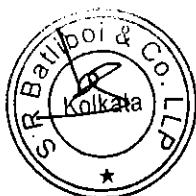
Particulars	Year ended March 31, 2018	Year ended March 31, 2017
	(Rs.)	(Rs.)
As auditors:		
Audit fee (excluding service tax)	15,00,000	3,75,000
Other services (certification, etc.)	53,00,000	27,65,000
Total	68,00,000	31,40,000

21 Provision for standard and non performing assets

	Year ended March 31, 2018	Year ended March 31, 2017
	(Rs.)	(Rs.)
Provision for standard and non performing assets	2,62,45,194	1,13,42,404
Provision for managed portfolio loans	9,47,200	1,07,13,782
Portfolio loans written-off	1,39,17,011	7,34,240
Total	4,11,09,405	2,27,90,426

22 Earnings per share (EPS)

	Year ended March 31, 2018	Year ended March 31, 2017
	(Rs.)	(Rs.)
Profit for the year	20,04,91,542	3,79,62,443
Net profit for calculation of basic and diluted EPS	20,04,91,542	3,79,62,443
Weighted average number of equity shares in calculating basic and diluted EPS	1,35,983	1,35,983
Basic & Diluted EPS	1,474.39	279.17



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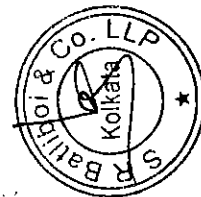
ASA International India Microfinance Limited
Notes to the Financial Statements as at and for the year ended March 31, 2018

23 Loan portfolio and provision for standard and non-performing assets as at March 31, 2018:

Asset classification	Portfolio loans outstanding (Gross)		Provision for standard and non-performing assets			Portfolio loans outstanding (Net)	
	As at March 31, 2018	As at March 31, 2017	As at March 31, 2017	Provision made during the year	Provision written back / utilised	As at March 31, 2018	As at March 31, 2017
Standard assets	4,92,70,69,135	2,18,97,23,088	1,07,21,972	1,33,44,938	-	4,90,30,02,225	2,17,90,01,116
Non-Performing assets	3,05,95,326	14,34,22,017	1,26,09,479	2,68,17,267	1,39,17,011	50,85,591	13,08,12,538
Total	4,95,76,64,461	2,33,31,45,105	2,33,31,451	4,01,62,205	1,39,17,011	4,90,80,87,816	2,30,98,13,654

Loan portfolio and provision for standard and non-performing assets as at March 31, 2017:

Asset classification	Portfolio loans outstanding (Gross)		Provision for standard and non-performing assets			Portfolio loans outstanding (Net)	
	As at March 31, 2017	As at March 31, 2016	As at March 31, 2016	Provision made during the year	Provision written back / utilised	As at March 31, 2017	As at March 31, 2016
Standard assets	2,18,97,23,088	1,19,47,90,749	1,19,47,907	-	12,25,935	2,17,90,01,116	1,18,28,42,842
Non-Performing assets	14,34,22,017	7,26,014	7,260	1,33,36,459	7,34,240	13,08,12,538	7,18,754
Total	2,33,31,45,105	1,19,55,16,763	1,19,55,167	1,33,36,459	19,60,175	2,30,98,13,654	1,18,35,61,596

24 Details of assigned portfolio :

The information regarding the assignment activity as an originator is shown below:

Particulars	As at March 31, 2018	As at March 31, 2017
	(Rs.)	(Rs.)
Total book value of the loan asset assigned during the year	-	9,59,05,714
Sale consideration received for the loan asset assigned during the year	-	9,59,05,714
Portfolio loan assigned and outstanding as at the year end	-	9,42,33,554

The Company has transferred all the rights and obligations relating to above assigned loan assets to the buyers.

25 Details of Direct Sale Agreement (DSA) executed with banks/NBFCs:

The Company has entered into DSAs with banks/NBFCs under the following terms:

i. Amounts received from the bank are disbursed as loan to joint-liability groups organised / monitored by the Company and such joint-liability groups are considered as banks/NBFCs borrowers

ii. The Company provides services in connection with recovery and monitoring of such loans

iii. The Company has provided collaterals in the form of fixed deposits & corporate guarantee which would be adjusted by banks/NBFCs, to the extent of default made by borrowers.

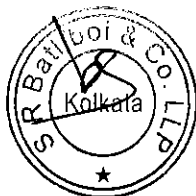
Particulars	As at March 31, 2018	As at March 31, 2017
	(Rs.)	(Rs.)
Total book value of the loan disbursed through managed portfolio during the year	4,21,72,35,000	1,85,69,90,000
Outstanding Balance of Loan Disbursed through managed portfolio as at year end	2,46,56,62,967	1,08,77,87,637
Amount disbursed on behalf of business correspondence partners and shown as receivable as on reporting date	-	2,75,41,618
Service fee Income recognised during the year	16,63,39,745	5,89,85,604
Credit enhancements provided and outstanding:		
Corporate guarantee	5,19,17,407	4,21,33,830
Cash collateral	19,60,66,455	12,27,57,290

26 Details of Securitised portfolio and income arising out of the same:

During the year, the company has sold its portfolio loans through securitisation arrangements. The information regarding the securitisation activity as an originator is shown below:

Particulars	As at March 31, 2018	As at March 31, 2017
	(Rs.)	(Rs.)
Total book value of the loan asset securitised during the year (A)	52,27,07,218	-
Sale consideration received for the loan asset securitised during the year (B)	52,27,07,218	-
Gain on securitisation (B-A)	-	-
Portfolio loan securitised and outstanding as at the year end	30,00,21,682	-
Income from assets securitisation recognised in the statement of profit & Loss	1,39,76,409	-
Credit enhancements provided and outstanding		
Principal subordination	4,82,12,679	-
Cash Collateral	3,25,83,462	-

The Company has transferred all the rights and obligations relating to above Securitization loan assets to the buyers with which securitisation arrangements have been entered into.



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27 Segment reporting:

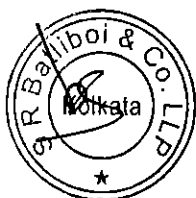
The Company operates in a single reportable segment i.e. giving loans and other related activities, which have similar risks and returns for the purpose of Accounting Standard- 17 on 'Segment Reporting'. The Company operates in a single geographical segment i.e. India

28 (a) Gratuity

The Company has a defined benefit gratuity plan. Every employee who has completed five years or more of service is eligible for gratuity on departure and it is computed at 15 days salary (last drawn salary) for those who joined after 30th June 2011 and at 30 days salary (last drawn salary) for those who joined before 1st July 2011 for each completed year of service. The scheme is funded with an insurance company in the form of qualifying insurance policy.

The following tables summarize the components of net benefit expense recognised in the statement of profit and loss, the funded status and amounts recognised in the balance sheet for the gratuity plan.

Particulars	Gratuity	
	As at March 31, 2018 (Rs.)	As at March 31, 2017 (Rs.)
i) Assumptions:		
Discount rate	7.70%	7.50%
Salary escalation	9.20%	9.20%
Withdrawal rate	22.00%	22.00%
Expected rate of return on assets	8.00%	7.71%
Expected average remaining working life of employees	25	26
Particulars	As at March 31, 2018 (Rs.)	As at March 31, 2017 (Rs.)
ii) Table Showing changes in present value of Defined Benefit obligation:		
Present value of defined benefit obligations as at beginning of the year	2,59,99,979	1,99,54,813
Interest cost	19,57,404	14,44,105
Current service cost	54,09,290	42,78,304
Benefit paid	(11,58,277)	(14,00,169)
Actuarial loss on obligations	(13,20,171)	17,22,926
Present value of defined benefit obligations as at end of the year	3,08,88,225	2,59,99,979
III) Table showing fair value of plan assets:		
Fair value of plan assets at beginning of the year	1,68,13,977	31,26,037
Expected return on plan assets	12,89,783	2,57,337
Contributions	39,29,978	1,44,52,694
Benefits paid	(11,58,277)	(14,00,169)
Actuarial gain/ (loss) on plan assets	85,559	3,78,078
Fair value of plan assets at end of the year	2,09,61,020	1,68,13,977
iv) Actuarial (gain)/loss recognised:		
Actuarial (gain)/loss on obligations	(13,20,171)	17,22,926
Actuarial (gain)/ loss on plan assets	(85,559)	(3,78,078)
Actuarial loss recognised in the year	(14,05,730)	13,44,848
v) The amounts to be recognised in the balance sheet and statement of profit and loss:		
Present value of obligations at the end of the year	3,08,88,225	2,59,99,979
Fair value of plan assets at the end of the year	2,09,61,020	1,68,13,977
Net liability recognised in balance sheet	99,27,205	91,86,002
vi) Expenses Recognised in statement of profit and loss:		
Current service cost	54,09,290	42,78,304
Interest cost	19,57,404	14,44,105
Expected return on plan assets	(12,89,783)	(2,57,337)
Net Actuarial (gain)/loss recognised in the year	(14,05,730)	13,44,848
Expenses recognised in statement of profit and loss	46,71,181	68,09,920
Actual return on plan assets	12,04,224	(1,20,741)



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ASA International India Microfinance Limited
Notes to the Financial Statement as at and for the year ended March 31, 2018

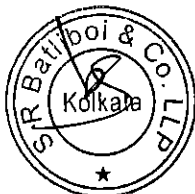
vii) Amounts for the current and previous four years are as follows:

Particulars	As at 31st March, 2018	As at 31st March, 2017	As at 31st March, 2016	As at 31st March, 2015	As at 31st March, 2014
Defined benefit obligations	3,08,88,225	2,59,99,979	1,99,54,813	1,42,43,215	54,03,738
Plan assets	2,09,61,020	1,68,13,977	31,26,037	23,15,897	46,59,149
Surplus/(deficit)	(99,27,205)	(91,86,002)	(1,68,28,776)	(1,19,27,318)	(7,44,589)
Experience adjustments on plan liabilities [(gain)/loss]	(13,20,171)	17,22,926	24,27,477	98,28,271	24,09,501
Experience adjustments on plan assets [(gain)/loss]	(85,559)	(3,78,078)	26,375	(1,33,437)	1,37,125
Actuarial (gain)/ loss due to change on assumptions	(14,05,730)	13,44,848	24,53,852	96,94,834	25,46,626

viii) The Major categories of Plan Assets as a percentage of the fair value of Total Plan Asset are as follows:

	As at March 31, 2018	As at March 31, 2017
LIC Fund	100%	100%

- ix) The estimates of future salary increases considered in actuarial valuation, takes account of inflation, seniority and other relevant factors, such as supply and demand in the employment market.
- x) The company expects to contribute Rs.331,598 /- [March 31, 2017: Rs. 260,856/-] to gratuity fund in 2018-19.
- xi) The overall expected rate of return on assets is determined based on market prices prevailing on that date, applicable to the period over which the obligation is to be settled.
- (b) Amount incurred as expense for defined contribution to Provident Fund is Rs. 10,402,223 /- (March 31, 2017: Rs.6,600,991 /-)



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29 Related party disclosures

A. Names of related parties and related party relationship

Names of related parties	
Ultimate Holding Company	Catalyst Microfinance Investor
Holding Company	ASA International Holding, Mauritius
Fellow Subsidiary	Proswift Consultancy (P) Ltd.
Key Management Personnel	Mr. Anjan Das Gupta, Managing Director Ms. Madhumita Pramanik , Company Secretary (resigned on 10th November 2017)

B. Nature of transactions

Nature of transaction	Name of Related Party	March 31, 2018	March 31, 2017
		(Rs.)	(Rs.)
Salary, Bonus and other allowances*	Mr. Anjan Das Gupta	36,54,006	29,08,608
Contribution to provident fund	Mr. Anjan Das Gupta	2,22,248	1,85,442
Salary, Bonus and other allowances**	Ms. Madhumita Pramanik	2,04,335	2,50,426
Contribution to provident fund	Ms. Madhumita Pramanik	11,095	15,092
Reimbursement of Expenses	Proswift Consultancy (P) Ltd.	2,65,918	2,13,623
Rent paid	Proswift Consultancy (P) Ltd.	6,48,000	6,48,000

*As the future liability for gratuity and leave has been provided for the Company as a whole, the amount pertaining to the Key Management Personnel are separately not ascertainable, and therefore not included above.

30 Leases

Operating lease: Company as lessee

Certain office premises are obtained on operating lease. The lease term is for one to nine years and renewable for further periods either mutually or at the option of the Company. There are no restrictions imposed by lease agreements. There are no subleases and the leases are cancellable.

Description	March 31, 2018	March 31, 2017
	(Rs.)	(Rs.)
Operating lease expenses recognised during the year	2,11,91,462	1,21,39,424

31 Details of dues to micro and small enterprises as defined under the MSMED Act, 2006

There are no amounts that need to be disclosed in accordance with the Micro Small and Medium Enterprise Development Act, 2006 (the 'MSMED') pertaining to micro or small enterprises. For the year ended March 31, 2018 and March 31, 2017, no supplier has intimated the Company about its status as micro or small enterprises or its registration with the appropriate authority under MSMED.

32 Capital commitments

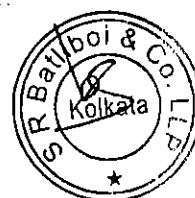
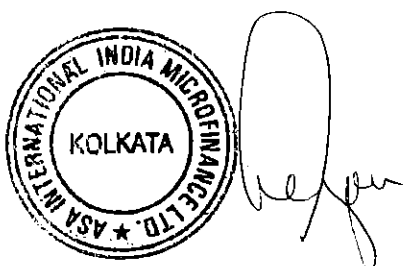
Description	March 31, 2018	March 31, 2017
	(Rs.)	(Rs.)
Estimated amount of contracts remaining to be executed on capital accounts	-	18,66,601

33 a) Contingent Liabilities

Description	March 31, 2018	March 31, 2017
	(Rs.)	(Rs.)
Demands/claims by various Government authorities not acknowledged as debts and contested by the Company: (*)		
Income Tax	2,39,95,647	2,18,56,265
Service tax (**)	30,04,811	30,04,811
Total	2,70,00,458	2,48,61,076

(*) Based on discussions with the solicitors/favourable decisions in similar cases, the management believes that the Company has a good chance of success in above mentioned cases and hence, no provision there against is considered necessary.

(**) Rs. 4,178,853/- [March 31, 2017 Rs. 13,098,077/-] has been charged off to the statement of profit & loss during the year, based on best estimate by the management.



ASA International India Microfinance Limited
Notes to the Financial Statements as at and for the year ended March 31, 2018

- 33 (b) The Employees Provident Fund organisation (EPFO) vide notification dated 6th March 2018 acknowledged the difficulties faced in submission of Aadhar by members of Employee Pension Scheme (EPS) in the state of Assam. The issue was re-examined by EPFO and new members joining EPS in state of Assam were exempted from submission of Aadhar till 31st March 2018. However, during this period, registration of new staff member for EPS with said state was getting rejected for non-submission of Aadhar. As a result new staff without Aadhar could not be registered and consequently, their and the Company's contribution to EPS could not be deposited till date.

The Company has been generally regular following up with the concerned Regional Provident Fund Commissioner for appropriate resolution to enable the company in deposit the aforesaid contributions. The matter is yet to be clarified and amount aggregating Rs. 201,362 in respect of aforesaid contributions from June 2017 to March 2018 is held by the company as a liability in the financial statement till such time the issue is clarified and rectified by EPFO.

- 34 During the year, the Company has realised interest aggregating Rs 51,655,447 in excess of the Net Interest Margin as prescribed under the pricing guidelines in the NBFC Master Directions, 2016 for Non-Banking Financial Company - Micro Finance Institutions (NBFC-MFIs). The Company is in process of refunding such excess interest to respective borrowers. Out of aforesaid amount and balance of similar excess interest realised in earlier years pending refund on the commencement of the year, Rs. 4,59,26,958 has been refunded during the year and the remaining amount is disclosed as "Interest refund payable" under "Other Current liabilities". The Management believes that after considering the refund, loans in respect of which such excess interest were realised will continue to be Qualifying Assets under NBFC-MFIs norms.
- 35 The Company vide letter dated December 28, 2017 from RBI has received In-principle approval to carry on the business as an NBFC-MFI. However, the accordance of final approval in this regard is subject to resolution of the matter of foreign direct investment in the company by ASA International Holdings (SAI), Mauritius/ Proswit Consultancy Pvt. Ltd. with DIPP, Govt. of India / Foreign Exchange Dept, RBI, Central office, and the management believes that the Company's application for registration as "NBFC-MFI" will be granted shortly. And during the current year, Foreign Exchange Dept, RBI has also clarified that investment made by Proswit in ASA India in 2008 is not subject to FEMA provisions.

36 Additional disclosure required by the Reserve bank of India:

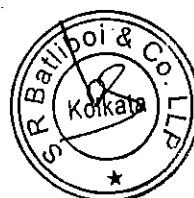
As on March 31, 2018, the Company's total assets had exceeded Rs 500 Crore, therefore It has become a Systemically Important Non-Deposit taking Non-Banking Financial Company (NBFC-ND-SI) as defined under RBI Master Guidelines. Aforesaid directives required disclosure of following information for NBFC-ND-SI, therefore these were not disclosed in the previous year's audited financial statements, hence comparative information have not been furnished.

A) Information on Net Interest Margin

Particulars	March 31, 2018
Average interest (a)	23.90%
Average effective cost of borrowing (b)	14.23%
Net Interest Margin (a-b)	9.67%

B) Exposure to Gold Loan

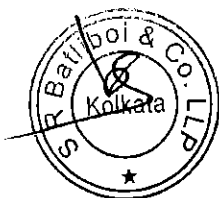
The Company has no exposure to Gold Loan directly or Indirectly.



ASA International India Microfinance Limited
Notes to the Financial Statements as at and for the year ended March 31, 2018

C) Disclosures required as per the Non Banking Financial Company -Systematically Important Non-Deposit taking Company (Reserve Bank) Directions, 2016:

	Particulars	Remarks
1.	Capital to Risk (Weighted) Assets Ratio	Refer Note No. 36 (D)
2.	Investments	Refer Note No. 36 (E)
3.	Derivatives	
i)	Forward Rate Agreement / Interest Rate Swap	The Company has no transaction or exposure in derivatives in the current and previous year.
ii)	Exchange Traded Interest Rate (IR) Derivatives	The Company has no unhedged foreign currency exposure as on March 31, 2018.
iii)	Disclosures on Risk Exposure in Derivatives	
iv)	Forward rate agreement/interest rate swap	
4.	Disclosures relating to Securitisation	
i)	Information duly certified by the SPV's auditors obtained by the originating NBFC from the SPV.	Refer Note No. 36 (F)
ii)	Details of Financial Assets sold to Securitisation / Reconstruction Company for Asset Reconstruction	The Company has not sold financial assets to securitisation or reconstruction company for assets reconstruction during the current year.
iii)	Details of Assignment transactions undertaken by NBFCs	The Company has not undertaken any assignment transactions during the current year.
5.	Details of non-performing financial assets purchased / sold	
i)	Details of non-performing financial assets purchased :	The Company has not purchased / sold non-performing financial assets during the current year.
ii)	Details of Non-performing Financial Assets sold :	
6.	Asset Liability Management Maturity pattern of certain Items of Assets and Liabilities	Refer Note No. 36 (G)
7.	Exposures	
i)	Exposure to Real Estate Sector	The Company has no exposure to real estate directly or indirectly.
ii)	Exposure to Capital Market	The Company has no exposure to capital market directly or indirectly.
8.	Details of financing of parent company products	None
9.	Details of Single Borrower Limit (SGL) / Group Borrower Limit (GBL) exceeded by the NBFC	The Company has not exceeded any limit in respect of SGL / GBL during the current and previous year.
10.	Unsecured Advances	Refer Note No. 36 (H)
11.	Miscellaneous	
i)	Registration obtained from other financial sector regulators	Refer Note No. 36 (I)
ii)	Disclosure of Penalties imposed by RBI and other regulators	No penalties were imposed by RBI and other regulators during the current year.
iii)	Related Party Transactions	Refer Note No. 29
iv)	Ratings assigned by credit rating agencies and migration of ratings during the year	Refer Note No. 36 (J)
v)	Remuneration of Directors	Refer Note No. 29
vi)	Net Profit or Loss for the period, prior period Items and changes in accounting policies	Refer Note No. 2 & 2.1
vii)	Revenue Recognition	Refer Note No. 2.1(b)
viii)	Accounting Standard 21 -Consolidated Financial Statements (CFS)	The Company does not have any subsidiary or associate as on March 31, 2018 hence AS 21 is not applicable to the Company.



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ASA International India Microfinance Limited
Notes to the Financial Statements as at and for the year ended March 31, 2018

12.	Additional Disclosures	
i)	Provisions and Contingencies	Refer Note No. 36 (K)
ii)	Draw Down from Reserves	There has been no draw down from reserves during the year ended March 31, 2018.
iii)	Concentration of Deposits, Advances, Exposures and NPAs :	
a)	Concentration of Deposits (for deposit taking NBFCs)	This Disclosure is not applicable as the Company as it is not a deposit taking NBFC.
b)	Concentration of Advances	Refer Note No. 36 (L)
c)	Concentration of Exposure	Refer Note No. 36 (L)
d)	Concentration of NPAs	Refer Note No. 36 (L)
e)	Sector-wise NPAs	Refer Note No. 36 (M)
f)	Movement of NPAs	Refer Note No. 36 (N)
iv)	Overseas Assets (for those with Joint Ventures and Subsidiaries abroad)	The Company has no exposure or transaction with overseas assets.
v)	Off-balance Sheet SPVs sponsored (which are required to be consolidated as per accounting norms)	There are no off balance sheet exposure as on March 31, 2018.
13.	Disclosure of Complaints	Refer Note No. 36 (O)

D) Capital to Risk -Assets Ratio (CRAR):

Particulars	March 31, 2018
CRAR (%)	15.97
CRAR - Tier I Capital (%)	12.06
CRAR - Tier II Capital (%)	3.91
Amount of subordinated debt raised as Tier-II capital	300,000,000
Amount raised by issue of Perpetual Debt Instruments	-

E) Investment:

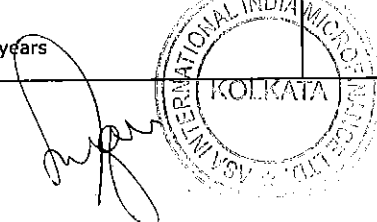
Particulars	March 31, 2018
Value of Investments	
Gross Value of Investments	
In India	557,578
Outside India	-
Provisions for Depreciation	
In India	-
Outside India	-
Net Value of Investments	
In India	557,578
Outside India,	-
Movement of provisions held towards depreciation on investments.	
Opening balance	-
Add : Provisions made during the year	-
Less : Write-off / write-back of excess provisions during the year	-
Closing balance	-

F.i) The followings figures are being reported based on certificate issued by the auditors of the SPV

Particulars	As at March 31, 2018
1 No of SPVs sponsored by the NBFC for securitisation transaction	2
2 Total amount of securitised assets as per books of the SPVs sponsored by the NBFC as on the date of balance sheet	351,263,798
3 Total amount of exposures retained by the NBFC to comply with MRR as on the date of balance sheet	
a Off-balance sheet exposures	
First loss	-
Others	-
b On-balance sheet exposures	
First loss	48,212,679
Others	-
4 Amount of exposures to securitisation transactions other than MRR	
a Off-balance sheet exposures	
i Exposure to own securitisations	
First loss	-
Others	-
ii Exposure to third party securitisations	
First loss	-
Others	-
b On-balance sheet exposures	
i Exposure to own securitisations	
First loss	32,583,462
Others	-
ii Exposure to third party securitisations	
First loss	-
Others	-

F.ii) Details of Assignment transactions undertaken by applicable NBFCs:

Particulars	As at March 31, 2018
No. of accounts	-
Aggregate value (net of provision) of accounts sold	-
Aggregate consideration	-
Additional consideration realized in respect of accounts transferred in earlier years	-
Aggregate gain / loss over net book value	2,666,117

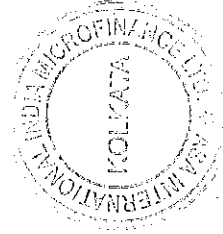


ASA International India Microfinance Limited
Notes to the Financial Statements as at and for the year ended March 31, 2018

Assets Liability management:

G) Maturity pattern of certain assets and liabilities as on March 31 2018

	Upto 30/31 days	Over 1 month upto 2 month	Over 2 month upto 3 months	Over 3 months & upto 6 months	Over 6 months & upto 1 year	Over 1 year & upto 3 years	Over 3 years & upto 5 years	Over 5 years	Total
Advances	83,36,29,259	60,80,31,320	54,58,74,685	1,28,61,54,842	1,12,38,10,626	56,01,63,729	-	-	4,95,76,64,461
Investments	22,20,88,073	2,80,39,804	2,46,53,587	3,97,97,301	16,68,83,368	21,78,83,641	-	-	69,93,45,774
Borrowings	30,37,18,820	31,17,97,122	27,64,49,730	74,31,10,437	1,22,31,92,167	1,23,45,59,556	1,07,00,00,000	-	5,16,28,27,832

ASA International India Microfinance Limited
Notes to the Financial Statements as at and for the year ended March 31, 2018

H) Unsecured Advances

Particulars	As at March 31, 2018
Portfolio loans	4,957,664,461

I) Registration obtained from other financial sector regulators:

Regulator	Registration No.
Ministry of Company Affairs	U65921PB1990PLC010120
Reserve Bank Of India	B-06.00236

J) Ratings assigned by Credit Rating Agencies :

Particulars	As at 31 March 2018
1 Long term Facilities	
Bank Rating	ICRA BBB-
2 Long term non convertible debentures	
Hinduja Leyland Finance Limited ("HLF")	ICRA BBB- (Stable)
Blue Orchard	ICRA BBB-
DWM	ICRA BBB-
3 MFI Grading	ICRA M2
4 Securitisation/Assignment:	
OSHA MFL Northern Arc 2018	ICRA A- (SO)
PTC Series A1	ICRA BBB+(SO)
PTC Series A2	
Altair IFMR Capital 2017	ICRA A- (SO)
PTC Series A1	ICRA BBB-(SO)
PTC Series A2	

K) Provision and Contingencies :

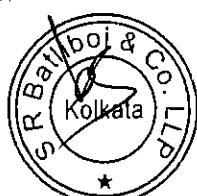
Break up of 'Provisions and Contingencies' shown under the head Expenditure in Profit and Loss Account	As at 31 March 2018
Provision for standard and non performing assets	40,162,205
Provision made towards income tax	105,675,256
Other provision and Contingencies (with details)	
a) Provision for Gratuity	4,671,181
b) Provision for Leave Benefit	8,569,756
c) Provision for managed portfolio loans	947,200
d) Provision for other receivables	830,366

L) Concentration of Advances, exposures and NPA's :

Particulars	As at 31 March 2018
Concentration of Advances	
Total Advances to twenty largest borrowers	1,137,431
Percentage of advances to twenty largest borrowers to total advances of the NBFC	0.02%
Concentration of Exposures	
Total Exposures to twenty largest borrowers/ customers	1,137,431
Percentage of Exposures to twenty largest borrowers / customers to Total Exposure of the NBFC on borrowers / customers	0.02%
Concentration of NPAs	
Total Exposures to top four NPA accounts	182,977

M) Sector-wise NPAs :

Sector	Percentage of NPAs to Total Advances in that sector
	As at 31 March 2018
i) Agriculture & allied activities	0.56%
ii) MSME	0.63%
iii) Corporate borrowers	-
iv) Services	0.74%
v) Unsecured personal loans	-
vi) Auto loans	-
vii) Other personal loans	-
Total	0.62%



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ASA International India Microfinance Limited
Notes to the Financial Statements as at and for the year ended March 31, 2018

N) Movement of NPA :

		As at 31 March 2018
Particulars		
i)	Net NPA to Net Advances (%)	0.10%
ii)	Movement of NPAs (Gross)	
	Opening balance	14,34,22,017
	Additions during the year	3,05,49,607
	Reductions during the year (represents loan portfolio written-off)	14,33,76,298
	Closing balance	3,05,95,326
iii)	Movement of NPAs (Net)	
	Opening balance	13,08,12,538
	Additions during the year	37,32,340
	Reduction during the year	12,94,59,287
	Closing balance	50,85,591
iv)	Movement of provisions for NPAs (excluding provisions on standard assets)	
	Opening balance	1,26,09,479
	Provision made during the year	2,68,17,267
	Write-off/ write back of excess provisions	1,39,17,011
	Closing balance	2,55,09,735

O) Customer Complaints :

Particulars	As at 31 March 2018
No. of complaints pending at the beginning of the year	-
No. of complaints received during the year	9.00
No. of complaints redressed during the year	8.00
No. of complaints pending at the end of the year	1.00

The Company has a Customer Grievance Redressal Mechanism for convenience of customers to register their complaints and for Company to monitor and redress them.

The above information is as certified by the management and relied upon by the auditors.

P) Frauds

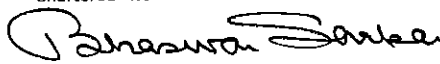
Information on instances of fraud for the year ended March 31, 2018:

Nature of fraud	No. of cases	Amount of fraud	Amount recovered	Considered as Recoverable	Amount Provided for
Cash embezzlement	18	3,63,687	1,07,345	28,382	2,27,960

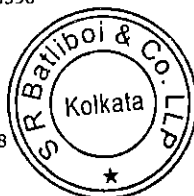
37 Previous year figures

Previous year figures have been regrouped / reclassified, where necessary, to conform to this year's classification.

For **S.R.Batilboi & Co. LLP**
 Firm Registration No.301003E/E300005
 Chartered Accountants



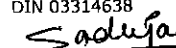
per **Bhaswar Sarkar**
 Partner
 Membership No.: 55596




Place: Kolkata
 Date: June 27, 2018

For and on behalf of the Board of Directors of
ASA International India Microfinance Limited


Anjan Dasgupta
 Managing Director
 DIN 03314638


Sadiyah Zahed
 Company Secretary


Dolly Guha
 Independent Director
 DIN: 07671773