

**S. Ramanand Aiyar & Co.**  
CHARTERED ACCOUNTANTS

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**INDEPENDENT AUDITOR'S REPORT**

**To the Members of SBI Cards and Payment Services Private Limited**

**Report on the Audit of the Ind AS Financial Statements**

**Opinion**

We have audited the accompanying Ind AS financial statements of SBI Cards and Payment Services Private Limited ("the Company"), which comprise the Balance Sheet as at March 31, 2019, the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Changes in Equity, the Cash Flow Statement for the year then ended, and notes to the Ind AS financial statements, including a summary of significant accounting policies and other explanatory information [in which are included the financial statements / information for the year ended on that date audited by the branch auditor of the Company's branch located at Gurgaon, Haryana].

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Ind AS financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under Section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2019, and Profit and total comprehensive income, changes in equity and its cash flows for the year ended on that date.

**Basis for Opinion**

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

**Emphasis of Matter**

SBI Business Process Management Services Private Limited (SBIBPMSL) amalgamated with the Company, SBI Cards and Payment Services Private Limited (SBICPSL) effective April 01, 2018 in line with the Order dated June 04, 2019 of the Hon'ble National Company Law Tribunal at New Delhi ("NCLT"). SBIBPMSL was predominantly acting as a captive unit handling business processes of the Company. Upon amalgamation the undertaking and the entire business, including all assets and liabilities of SBIBPMSL stand transferred to and vested in SBICPSL.

To be in conformity with paragraph 9(iii) of Appendix C to Ind AS 103, previous year's figures have been restated from the date of common control (December 15, 2017). Accordingly, the

Office also at  
Mumbai Kolkata  
Indore



SBI Cards and Payment Services Private Limited  
Balance Sheet as at March 31, 2019  
(Figure in Rupees Lakhs, unless otherwise stated)

Particulars	Notes No.	As at March 31, 2019	As at March 31, 2018	As at April 01, 2017
<b>ASSETS</b>				
<b>1 Financial Assets</b>				
(a) Cash and cash equivalents	5	73,350.40	31,190.25	17,472.19
(b) Bank Balance other than (a) above	6	4,327.10	16,077.36	10,822.45
(c) Derivative financial instruments	7	10.35	-	-
(d) Receivables				
(i) Trade Receivables	8	14,882.26	2,299.90	7,834.41
(ii) Other Receivables	9	14,619.64	12,773.34	5,413.39
(e) Loans	10	1,790,872.72	1,404,553.96	998,285.03
(f) Investment	11	146.31	0.10	0.10
(g) Other financial assets	12	3,061.01	11,392.23	247.14
<b>Total financial assets</b>		<b>1,901,269.79</b>	<b>1,478,287.14</b>	<b>1,040,074.71</b>
<b>2 Non-financial assets</b>				
(a) Deferred tax assets (Net)	13	16,325.93	8,599.21	12,846.01
(b) Property plant and equipment	14	13,161.60	9,642.82	361.44
(c) Capital work in progress	14	433.77	1,393.71	-
(d) Intangible assets	14	6,460.21	4,397.67	-
(e) Intangible assets under development	14	1,583.19	2,172.03	-
(f) Other non financial assets	15	75,382.35	53,831.23	21,118.27
<b>Total non-financial assets</b>		<b>113,347.05</b>	<b>79,976.47</b>	<b>34,325.69</b>
<b>Total Assets (1+2)</b>		<b>2,014,616.84</b>	<b>1,558,263.61</b>	<b>1,074,400.40</b>
<b>LIABILITIES AND EQUITY</b>				
<b>Liabilities</b>				
<b>1 Financial liabilities</b>				
(a) Derivative financial instruments	16	10,953.47	285.37	-
(b) Payables	17			
(i) Trade payables				
(ii) total outstanding dues of micro enterprises and small enterprises		0.19	15.85	107.60
(ii) total outstanding dues of creditors other than micro enterprises and small enterprises		66,149.79	51,805.87	11,779.67
(ii) Other payables				
(i) total outstanding dues of micro enterprises and small enterprises		-	-	-
(ii) total outstanding dues of creditors other than micro enterprises and small enterprises		355.96	1,134.14	20.52
(c) Debt Securities	18	407,931.56	294,892.60	750,978.17
(d) Borrowings (Other than Debt Securities)	19	827,328.14	735,702.48	19,724.35
(e) Subordinated liabilities	20	119,679.85	99,803.74	53,889.65
(f) Other financial liabilities	21	95,768.93	64,485.35	28,831.42
<b>Total financial liabilities</b>		<b>1,528,185.49</b>	<b>1,248,125.40</b>	<b>865,331.03</b>
<b>2 Non-financial liabilities</b>				
(a) Current Tax liabilities (Net)	22	7,622.66	1,040.23	173.36
(b) Provisions	23	62,841.72	39,241.34	49,521.43
(c) Other non financial liabilities	24	57,209.19	34,169.36	14,352.43
<b>Total non financial liabilities</b>		<b>127,673.57</b>	<b>74,450.93</b>	<b>64,047.22</b>
<b>Total liabilities (1+2)</b>		<b>1,655,859.06</b>	<b>1,322,576.33</b>	<b>929,378.25</b>
<b>3 Equity</b>				
(a) Equity Share capital	25	83,722.22	78,500.00	78,500.00
(b) Other equity	26	215,055.96	157,187.28	69,512.15
<b>Total equity</b>		<b>358,777.78</b>	<b>235,687.28</b>	<b>145,022.15</b>
<b>Total liabilities and equity (1+2+3)</b>		<b>2,014,616.84</b>	<b>1,558,263.61</b>	<b>1,074,400.40</b>

See accompanying notes to the financial statements

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As per our report of even date attached  
For S. Ramanand Aiyar & Co.  
Chartered Accountants  
Firm Registration No. : 000990N

R. Balasubramanian  
Partner  
Membership No. : 080432

Place: NEW DELHI  
Date: JUNE 28, 2019



For and on behalf of the Board of Directors of  
SBI Cards and Payment Services Private Limited

Managing Director & CEO  
DIN: 08 024 303

Chief Financial Officer

Place: Mumbai  
Date: 28th June, 2019

Director  
DIN: 05102910

Company Secretary

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SBI Cards and Payment Services Private Limited  
Statement of Profit and Loss for the year ended March 31, 2019  
(Figure in Rupees Lakhs, unless otherwise stated)

Particulars	Note no.	For the year ended March 31, 2019	For the year ended March 31, 2018
<b>1 Revenue from Operations</b>			
(i) Interest Income		357,571.20	275,998.02
(ii) Income from fees and services		307,203.69	217,726.66
(iii) Service Charges		12,585.93	7,961.27
(iv) Business development incentive income		21,667.28	16,284.02
(v) Insurance commission income		872.57	727.53
(vi) Net gain on fair value changes	27	10.35	-
<b>Total Revenue from operations</b>		<b>699,911.02</b>	<b>518,697.50</b>
<b>2 Other Income</b>	28	<b>28,774.37</b>	<b>18,321.68</b>
<b>3 Total Income (1+2)</b>		<b>728,685.39</b>	<b>537,019.18</b>
<b>4 EXPENSES</b>			
(i) Finance costs	29	100,935.59	70,756.48
(ii) Employee benefits expenses	30	38,608.23	19,016.16
(iii) Depreciation, amortisation and impairment	31	5,521.84	1,347.04
(iv) Operating and other expenses	32	345,991.08	272,717.01
(v) CSR expenses	33	1,418.54	977.49
(vi) Impairment losses & bad debts	34	102,701.76	79,902.71
<b>Total expenses</b>		<b>595,177.84</b>	<b>444,716.89</b>
<b>5 Profit before tax (3-4)</b>		<b>133,508.35</b>	<b>92,302.29</b>
<b>6 Tax expense:</b>	35		
Current tax charge / (credit)		54,031.15	28,549.12
Current tax charge / (credit) - previous year		714.93	(1,920.56)
Deferred tax charge / (credit)		(7,085.53)	3,357.03
Deferred tax charge / (credit) - previous year		(648.79)	1,961.94
<b>Total Tax Expenses</b>		<b>47,011.76</b>	<b>31,947.53</b>
<b>7 Profit after tax for the year (5-6)</b>		<b>86,496.59</b>	<b>60,354.76</b>
<b>8 Other Comprehensive Income</b>			
A (i) Items that will not be reclassified to profit or loss			
(a) Remeasurements of the defined benefit liabilities / (asset)		(502.18)	(275.57)
(a) Income tax relating to items that will not be reclassified to profit or loss		175.48	95.37
<b>Subtotal (A)</b>		<b>(326.70)</b>	<b>(180.20)</b>
B (i) Items that will be reclassified to profit or loss			
(a) Gain/(loss) on forward contracts in hedging relationship		21.76	-
(a) Income tax relating to items that will be reclassified to profit or loss		(7.60)	-
<b>Subtotal (B)</b>		<b>14.16</b>	<b>-</b>
<b>Other comprehensive income (A+B)</b>		<b>(312.54)</b>	<b>(180.20)</b>
<b>9 Total Comprehensive Income for the year (7+8)</b>		<b>86,184.05</b>	<b>60,174.56</b>
<b>10 Earnings per equity share (for continuing operation):</b>	36		
(1) Basic		10.55	7.69
(2) Diluted		10.55	7.69

See accompanying notes to the financial statements

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As per our report of even date attached  
For S. Ramanand Aiyar & Co.  
Chartered Accountants  
Firm Registration No.: 000990N

R. Balasubramanian  
Partner  
Membership No.: 080432

Place: NEW DELHI  
Date: JUNE 28, 2019



For and on behalf of the Board of Directors of  
SBI Cards and Payment Services Private Limited

Managing Director & CEO  
DIN: 080 24 303

Chief Financial Officer

Place: Mumbai  
Date: 16th June, 2019

Director  
DIN: 05102910

Company Secretary

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