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NSTFDC

सोलहवीं वार्षिक रिपोर्ट

SIXTEENTH ANNUAL REPORT

2016-17

अरूणाचल प्रदेश राज्य कॉपरेटिव अपेक्स बैंक लिमिटेड के माध्यम से एनएसटीएफडीसी की आदिवासी महिला सशक्तिकरण योजना के अंतर्गत डेयरी यूनिट हेतु सहायता प्राप्त लाभार्थी, श्रीमती पेम्बा सोना ।

Smt. Pemba Sona, beneficiary assisted for Dairy unit under AMSYscheme of NSTFDC through Arunachal Pradesh State Cooperative Apex Bank Ltd.

कर्नाटक महर्षि वाल्मिकी अनुसूचित जनजाति विकास निगम के माध्यम से एनएसटीएफडीसी की मियादी ऋण योजना के अंतर्गत कर्नाटक सरकार के गंगा कल्याण योजना हेतु सहायता प्राप्त चिकमंगलूर (कर्नाटक) का एनएसटीएफडीसी लाभार्थी

NSTFDC beneficiary at Chikmagalur (Karnataka) assisted for Ganga Kalyan Yojana of Govt. of Karnataka under Term Loan Scheme of NSTFDC through Karnataka Maharshi Valmiki Scheduled Tribes Development

स्त्रीनिधि क्रेडिट कॉपरेटिव फेडरेशन लि. (तेलंगाना) के माध्यम से लघु ऋण योजना के अंतर्गत हेयर सेलून हेतु सहायता प्राप्त लाभार्थी, श्रीमती गोल्लापल्ली संध्या रानी ।

Smt. Gollapalli Sandhya Rani, beneficiary assisted for Hair Salonunder Micro Credit Scheme of NSTFDC through Stree Nidhi Credit Cooperative Federation Ltd. (Telangana)

छत्तीसगढ़ राज्य अंत्यवसायी सहकारी वित्त एवं विकास निगम के माध्यम से एनएसटीएफडीसी की मियादी ऋण योजना के अंतर्गत आटा चक्की हेतु सहायता प्राप्त लाभार्थी, श्री सशिकांत भगत ।

Shri Sashikant Bhagat, beneficiary assisted for Flour Mill under Term Loan Schemeof NSTFDC through Chhattisgarh Rajya Antavsayee Sahkari Vitta Aivam Vikas Nigam

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NSTFDC

SIXTEENTH ANNUAL REPORT
2016-17

NATIONAL SCHEDULED TRIBES FINANCE AND DEVELOPMENT CORPORATION

(A Govt of India Undertaking – Ministry of Tribal Affairs)

Regd. Office : Plot No. 15, NBCC Tower, Hall No.1, Bhikaji Cama Place, New Delhi – 110066

Telephone No. : 26712519, 26177177 **Fax No. :** 26712574

Website: www.nstfdc.nic.in, **E-mail :** nstfdc@bol.net.in

Contents

General Information

Registered Office	National Scheduled Tribes Finance and Development Corporation, NBCC Tower, Plot No. 15, Bhikaji Cama Place, New Delhi-110 066. CIN: U74899DL2001NPL110356 Telephone No.: 011-26712519, 26177177, Fax No.: 011-26712574 Website: www.nstfdc.nic.in, E-mail:nstfdc@bol.net.in
Statutory Auditors	M/s Kumra Bhatia & Company Chartered Accountants, Flat No. 8, Vasant Enclave, New Delhi – 110 057.
Principal Bankers	(i) State Bank of Patiala, Shastri Bhawan, New Delhi. (ii) Syndicate Bank, I.P. Estate, New Delhi. (iii) Vijaya Bank, Bhikaji Cama Place,New Delhi. (iv) Central Bank of India, Parliament Street, New Delhi (v) Canara Bank, R.K. Puram, New Delhi
Zonal Offices	(i) National Scheduled Tribes Finance and Development Corporation, 4th Floor, Damodaram Sanjivaiah Samkshema Bhawan, Masab Tank, Hyderabad – 500 028, Andhra Pradesh Telefax No.: 040- 23396088 (ii) National Scheduled Tribes Finance and Development Corporation, RCC Building, 1st Floor (Near Bridge), Hengrabari Road, Dispur, Guwahati-781 005, Assam Telefax No: 0361-2232724 (iii) National Scheduled Tribes Finance and Development Corporation, 2nd Floor, Rajiv Gandhi Bhawan Parisar 2, 35, Shyamala Hills, Bhopal – 462 002, Madhya Pradesh Telefax No.: 0755-2660456 (iv) National Scheduled Tribes Finance and Development Corporation, Plot No. 396, First Floor, Garrage Chhak, Rajarani Nagar, Old Town, Bhubaneshwar-751 002, Odisha Tel. 0674-2342132; Fax: 0674-2432107

Board of Directors

(Actual Strength as on Date of AGM)

01

SHRI RAMESH KUMAR G., IAS
(DIN: 06991796)
Chairman-cum-Managing Director,
National Scheduled Tribes Finance and Development Corporation

02

SHRI VINOD KUMAR TIWARI
(DIN: 03575641)
Joint Secretary,
Ministry of Tribal Affairs

03

MS. MEERA RANJAN TSHERING
(DIN: 07886869)
Joint Secretary & Financial Advisor to
Ministry of Tribal Affairs

04

SHRI G. S. HYANKI
(DIN: 06968702)
Dy. General Manager
Industrial Development Bank of India

05

MS. SANGEETA MAHENDRA
(DIN: 07747004)
Executive Director, Tribal Cooperative Marketing Development
Federation of India Ltd.,

06

SHRI GOURI SHANKAR MINZ
(DIN: 07546164)
Managing Director,
Jharkhand State Tribal Co-operative Development Corp. Ltd.

NOTICE

Notice is hereby given that the Sixteenth Annual General Meeting of the Shareholders of National Scheduled Tribes Finance and Development Corporation will be held on Thursday, 27th day of July, 2017 at 11.00 am at Conference Hall (Room No.734-735), Shastri Bhawan, Dr. Rajendra Prasad Road, New Delhi – 110001 to transact the following business:

ORDINARY BUSINESSES:

To receive, consider and adopt:

1. The audited Balance Sheet as on 31.03.2017 and Income and Expenditure Account, Cash Flow Statement and statement of change in equity for the year ending 31.03.2017 together with accounting policies and notes etc.
2. Directors' Report on the performance of the Company during the year 2016-17.
3. Statutory Auditors Report on the Annual Accounts for the year 2016-17.
4. Comments of the Comptroller and Auditor General of India, on the Annual Accounts for the year 2016-17.

SPECIAL BUSINESS:

1. To approve amendment of Articles of Association of NSTFDC consequent upon replacement of the Companies Act, 1956 with the Companies Act, 2013 and to pass with or without modification(s), if any, the following resolution as special resolution:-

   "RESOLVED THAT amendment of Articles of Association of the Company as per the Companies Act, 2013 as placed before the shareholders be and are hereby approved."

   RESOLVED FURTHER THAT the Chairman-cum-Managing Director and Company Secretary be and are hereby authorized, severally, to do all such things as may be necessary to give effect the amendment in the Articles of Association."

   [The explanatory statement for amendment in the Articles of Association is enclosed with this notice].

By order of the Board of Directors

Sd/
(Ramesh Kumar G.)
Chairman-cum-Managing Director
(DIN-06991796)

Place: New Delhi
Dated: 25.07.2017

Note: A Member who is entitled to attend and vote at the meeting is entitled to appoint another member of the Company as proxy to attend the meeting and vote instead of himself/ herself. (Proxy Form is enclosed).

To All Members/Shareholders:

(i) The Secretary to the Government of India
Ministry of Tribal Affairs,
Shastri Bhawan,
New Delhi – 110 001.
(Member representing the President of India

(ii) Shri Roopak Chaudhuri,
Deputy Secretary, Ministry of Tribal Affairs,
Shastri Bhawan,
New Delhi – 110 001.
(Member in the official capacity)

To the Statutory Auditors:

(i) M/s Kumra Bhatia & Co.
Chartered Accountants,
Flat No. 8, Vasant Enclave,
New Delhi – 110 057.

To All Directors of NSTFDC:

(i) Shri Ramesh Kumar G.,
Chairman-cum-Managing Director,
National Scheduled Tribes Finance
and Development Corporation,
15, NBCC Tower, 5th Floor,
Bhikaji Cama Place,
New Delhi – 110 066

(ii) Shri Vinod Kumar Tiwari,
Joint Secretary to the Government of India,
Ministry of Tribal Affairs,
Shastri Bhawan,
New Delhi – 110001

(iii) Ms. Meera Ranjan Tshering,
Joint Secretary & Financial Advisor to
Ministry of Tribal Affairs,
Room No.306, A-Wing,
Shastri Bhawan
New Delhi – 110 001.

(iv) Shri G. S. Hyanki,
Dy. General Manager,
IDBI Bank Ltd.,
SCO 72-73, Sector 17B,
Chandigarh – 160017.

(v) Smt. Sangeeta Mahendra,
Executive Director,
Tribal Cooperative Marketing Development
Federation of India Ltd.,
N.C.U.I. Building, II Floor, 3,
Siri Institutional Area,
August Kranti Marg, New Delhi – 110016

(vi) Shri Gouri Shankar Minz,
Managing Director,
Jharkhand State Tribal Co-operative Development Corp. Ltd.
Balihar Road, Morabadi
Ranchi – 834 008. (Jharkhand)

Explanatory Statement to Special Business

Item No. 1 to Special Business:

Amendment of Articles of Association of NSTFDC consequent upon replacement of the Companies Act, 1956 with the Companies Act, 2013

The existing Articles of Association of the Company are having the provision contained in the repealed Act of 1956. Now the new Act, the Companies Act, 2013 has come into force, a necessity has arisen to amend the Articles of Association in line with the provisions contained in the new Act.

Accordingly, a modified Articles of Association in track mode are enclosed herewith for perusal and approval of the shareholders. In the track mode, the entries with blue ink are additions as per the requirements of new Act and the deleted portions are redundant. The Board of Directors noted and approved the amendment in its 70th Board Meeting held on 29.05.2017. The amendments also vetted from the legal advisor. Further, the same has been approved by the Ministry of Tribal Affairs vide its letter No. 20025/18/2017-IGS/Livelihood dated 30.06.2017.

The shareholders are requested to peruse the proposed amendments and if thought fit, to pass the special resolution amending the Articles of Association.

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PROXY FORM

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

National Scheduled Tribes Finance and Development Corporation **(NSTFDC)**
CIN -U74899DL2001NPL110356
Registered Office - NBCC Tower Plot No 15, Bhikaji Cama Place,
New Delhi - 110066

Name of Member (s)	:
Registered address	:
E-mail id	:
Folio No.	:

I/ We, being the member (s) of ....shares of the above named Company, hereby appoint

1. Name:.......................................
   Address:....................................
   E-mail Id:..................................
   Signature:................................ or failing him

2. Name:.......................................
   Address:....................................
   E-mail Id:..................................
   Signature:................................

as my proxy to attend and vote for me and on my behalf at the 16th Annual General Meeting of the Company, to be held on .... at .... at .... and any adjournment thereof in respect of such resolutions as are indicated in below:-

Resolution No.

1. ....
2. ....
3. ....
4. ....

Signed this ....day of 2017
Signature of Shareholder

Affix Revenue Stamp

Corporate Profile of NSTFDC

1. **Organization:** National Scheduled Tribes Finance and Development Corporation **('NSTFDC')** is an apex organization set up exclusively for economic development of Scheduled Tribes. This Corporation was incorporated as a Govt. Company under the Ministry of Tribal Affairs (MoTA) and granted license under Section 25 of the Companies Act, 1956 (now Section 8 of the Companies Act, 2013). It is managed by the Board of Directors with representation from Central Govt., State Channelizing Agencies, National Bank for Agriculture and Rural Development (NABARD), Industrial Development Bank of India (IDBI) Tribal Co-operative Marketing Development Federation of India Ltd. (TRIFED) and eminent persons representing Scheduled Tribes. The Corporation plays a leading role in economic up-liftment of Scheduled Tribes by providing financial assistance at concessional rates of interest through channelizing agencies.

2. **Mission, Objectives and Functions:**

   a. **Mission:** Socio - Economic Development of Scheduled Tribes on sustainable basis.

   b. **Objectives:** NSTFDC is an Apex organization under MoTA for providing financial assistance for the socio-economic development of Scheduled Tribes. The broad objectives of NSTFDC are:

   - To identify economic activities of importance for Scheduled Tribes so as to generate self-employment and raise their level of income.
   - To upgrade skills and process used by the Scheduled Tribes by providing both institutional and on the job training.
   - To make the existing State / UT Scheduled Tribes Finance and Development Corporations (SCAs) and other developmental agencies engaged in the economic development of Scheduled Tribes more effective.
   - To assist SCAs in project formulation, implementation of NSTFDC assisted schemes and in imparting training to their personnel.
   - To monitor implementation of NSTFDC assisted schemes in order to assess their impact.

   c. **Functions:**

   - To generate awareness amongst the STs about NSTFDC concessional schemes.
   - To provide assistance for skill development and capacity building of beneficiaries as well as officials of SCAs.

- To provide concessional finance for viable income generation scheme through SCAs and other agencies for socio-economic development of eligible Scheduled Tribes.
- To assist in market linkage of tribal produce.

3. **Share Capital:** The Authorized share capital of the Corporation is ₹750 crore and paid up share capital is ₹559.1046 crore and ₹10 crore is lying as share application money pending allotment as on 31.03.2017.

4. **Eligibility Criteria:** The following are the eligibility criteria for availing financial assistance from NSTFDC:

   a. **Individuals/ Self Help Groups:**

   - All applicant(s) / member(s) should belong to the Scheduled Tribes Community.
   - Annual family income of the applicant(s) should not exceed double the poverty line (DPL) income limit. This limit, at present, is ₹98,000/- p.a. for the rural areas and ₹1,20,000/- p.a. for urban areas as based on the norms of Planning Commission.

   b. **Co-operative Societies(ies):** Minimum 80% or more members should belong to Scheduled Tribes Community and annual family income of the applicant(s) should not exceed double the poverty line. In case of change in membership, the said Co-operative Society shall ensure that percentage of ST members does not fall below 80% during the currency of the NSTFDC loan.

5. **Schemes:** The Corporation provides financial assistance for income generation activities and marketing support assistance for economic upliftment of Scheduled Tribes. The details of schemes of NSTFDC are as under:

   a. **Schemes under Income Generation Activities:**

   - **Term Loan Scheme:** NSTFDC provides Term Loan for viable projects costing upto ₹25.00 lakh per unit. Under the scheme, financial assistance is extended upto 90% of the cost of the project and the balance is met by way of subsidy / promoter contribution / margin money.
   - **Adivasi Mahila Sashaktikaran Yojana (AMSY):** This is an exclusive scheme for economic development of Scheduled Tribes Women. Under the scheme, NSTFDC, provides loan upto 90% for projects costing upto ₹1,00,000/-. Financial assistance under the scheme is extended at highly concessional rate of interest of 4% per annum.
   - **Micro Credit Scheme for Self Help Groups (MCF):** This is an

exclusive scheme for Self Help Groups for meeting small loan requirement of ST member. Under the scheme, the Corporation provides loans upto ₹50,000/- per member and maximum ₹5 Lakh per Self Help Group (SHG).

- **Adivasi Shiksha Rrinn Yojana (ASRY):** This is an Education loan scheme to enable the ST students to meet expenditure for pursuing technical and professional education including Ph.D in India. Under this scheme, the Corporation provides financial assistance upto ₹5.00 lakhper eligible family at concessional rate of interest of 6% per annum.

- **Tribal Forest Dwellers Empowerment Scheme:** The objective of the scheme is to generate awareness, provide training to beneficiaries, give NSTFDC's concessional financial assistance, assist in market linkage etc. to the Scheduled Tribes forest dwellers vested land rights under Forest Rights Act, 2006. Under the scheme, NSTFDC provides loan upto 90% for schemes costing upto ₹1 lakh at concessional rate of interest of 6% p.a. payable by the beneficiaries.

b **Marketing Support Assistance:** The Corporation provides financial assistance to meet Working Capital requirement of agencies engaged in procurement and marketing of Minor Forest Produce (MFP) and other tribal products.

c. **Financial assistance extended by NSTFDC by way of Grant:**

- **For Skill and entrepreneurial development programme:** In order to create opportunities for Self-employment/ employment financial assistance in the form of grant is provided for skill and entrepreneurial development of eligible Scheduled Tribes.

- **For Computerization of database of SCAs:** NSTFDC also provides one-time assistance in the form of grant upto ₹2 lakh per SCA for computerization of their database.

Lending Norms in brief for the Income Generation Schemes of NSTFDC are as under:

S. No.	Type of Assistance	Unit cost upto	NSTFDC's share upto	Interest payable per annum	
				By SCAs	By Beneficiaries
1.	Term Loan Scheme	₹25.00 lakh	90% of unit cost	3%	6%
				(Upto ₹5.00 lakh per unit as NSTFDC share)	
				5%	8%
				(Upto₹10.00 lakh per unit as NSTFDC share)	
				7%	10%
				(Above ₹10.00 lakh per unit as NSTFDC share) (The above rates of interest are not on slab basis.)	
2.	Adivasi Mahila Sashakti-karan Yojana (AMSY)	₹100,000/-	90% of unit cost	2%	4%
3.	Micro Credit Scheme for Self Help Groups (MCF)	₹50,000/- per member and ₹5 Lakh per SHG	100%	3%	6% (payable by SHGs)
4.	Adivasi Shiksha Rrinn Yojana (ASRY)	₹5 Lakh	90% of loan amount	3%	6%
5.	Tribal Forest Dwellers Empowerment Scheme	₹1 Lakh	90% of loan amount	3%	6%

Directors' Report

Dear Shareholders,

Your Directors are pleased to present the 16th Annual Report and audited accounts of the Corporation for the year ended 31st March, 2017.

(1) FINANCIAL RESULTS:

During the year 2016-17, your Corporation has earned revenue from operations of ₹24.77 crore as against ₹22.62 crore in the previous year. The excess of Income over Expenditure for the period is ₹22.56 crore. The summarised statement of Excess of Income over Expenditure is given below:

(₹in crore)

Particulars	**2016-17**	**2015-16**
Revenue from operations	24.77	22.62
Other Income	12.00	16.16
Total Income	**36.77**	**38.78**
Employees benefit expenses	7.49	6.36
Depreciation	0.29	0.31
Other Expenses	1.55	1.50
Allowance for doubtful loan and interest	4.47	8.71
CSR Expenses	0.41	0.31
Total Expenses	**14.21**	**17.19**
Excess of Income over Expenditure before Exceptional Items and Tax	22.56	21.59
Exceptional Items	-	-
Tax expenses	-	-
Excess of Income over Expenditure for the period from continuing operations	**22.56**	**21.59**
Other Comprehensive Income - Items that will not be reclassified to Income & Expenditure Statement	-0.14	0.10
Excess of Income over Expenditure and other Comprehensive Income for the period	**22.42**	**21.69**
Earning Per Equity Share **Basic** **Diluted**	 **43.08** **43.06**	 **45.83** **45.83**

(2) CAPITAL INFUSION:

During the period under review, Ministry of Tribal Affairs has released ₹60 crore as equity capital assistance to the Corporation. The Corporation issued share certificates of ₹50 crore (500000 equity shares) and ₹10 crore is lying as share application money pending allotment. The paid up share capital as on 31.03.2017 is ₹559.1046crore.

(3) TRANSFER TO RESERVE:

During the period under review, a sum of ₹20.31crore, being 90% of excess of income over expenditure has been transferred to General Reserve of the Corporation and a sum of ₹2.24crore, being 10% of excess of income over expenditure has been transferred to Special Reserve of the Corporation.

(4) CORPORATE SOCIAL RESPONSIBILITY:

For the year 2016-17, NSTFDC earmarked an amount of ₹41,43,318 (2% of average of Excess of Income over Expenditure of previous 3 years). Out of this, an amount of ₹17,76,000/- was spent for setting up of a unit on Nutrition and Livelihood Generationat Baghmundi, Purulia District, West Bengal in association with IIM Calcutta and balance amount ₹23,67,318 has been carried forward for spending in the next financial year.

(5) Ind-AS ADOPTION:

As per Notification dated 16.02.2015 issued by the Ministry of Corporate Affairs, Companies have been specified to prepare their financial statements in accordance with Indian Accounting Standards (Ind-AS) for the accounting periods beginning on or after 1st April 2016 or thereafter. Based on the criteria of Net worth which is more than ₹500 crore, your Corporation is required to comply the Ind-AS for the period 2016-17. Hence, the financial statements for the period have been prepared as per Ind-AS which are comparable with the International Reporting Format.

(6) OPERATIONAL HIGHLIGHTS:

(a) Sanctions:

The Corporation sanctioned financial assistance of ₹232.32 crore during the year against the MoU target of ₹200 crore. During the year, sanctions were made to the states of Arunachal Pradesh, Assam, Chhattisgarh, Gujarat, Himachal Pradesh, Jammu & Kashmir, Jharkhand, Kerala, Madhya Pradesh, Meghalaya, Nagaland, Odisha, Rajasthan, Sikkim, Tripura, Telangana, Uttarakhand and West Bengal. The sanction exceeded the notional allocation to the states of Gujarat, Jammu & Kashmir, Kerala, Nagaland, Sikkim, Telangana and Tripura.

(b) Disbursement:

The Corporation disbursed an amount of ₹230.63 crore during the year which is 30.59% higher than the previous year achievement of ₹176.60 crore. The disbursement includes release of ₹23.34 crore to 10,583 beneficiaries under Adivasi Mahila Sashaktikaran Yojana (AMSY) and ₹56.37 crore to 28,462 beneficiaries under Micro Credit Scheme. The total disbursement would economically benefit 107,026 STs including 64,118 women beneficiaries. The disbursement during the year is the highest since inception.

(c) Term Loan:

Under the Term Loan Scheme, loans are provided for viable projects costing upto ₹25.00 lakh per unit. Under this scheme, financial assistance is extended upto 90% of the cost of the project and the balance is met by way of subsidy/ promoter contribution/ margin money. The Corporation disbursed ₹149.47crore to 67904 Beneficiaries under this scheme.

Shri Wincet, beneficiary assisted for Automobile Repair Shop under Term Loan Scheme of NSTFDC through Kerala SC & ST Development Corporation

(d) Adivasi Mahila Sashaktikaran Yojana (AMSY):

This is an exclusive scheme meant for economic development of Scheduled Tribe women. Under this scheme fund of ₹23.34 crore were disbursed to assist 10583 women beneficiaries.

(e) Micro Credit Scheme:

Under the scheme, the Corporation provides financial assistance to meet the loan requirements of members for Self Help Groups. One of the salient features of the scheme is its implementation through PSU Banks/ Regional Rural Banks. An amount of ₹56.37 crore were disbursed to 28462 beneficiaries under this scheme.

Smt. Hajami Ben Kamabai, beneficiary assisted for Dairy Scheme under AMSY scheme of NSTFDC through Gujarat Tribal Development Corporation

(f) Adivasi Shiksha Rrinn Yojana (ASRY):

Under this scheme, the Corporation provides financial assistance up to ₹5 lakhs for pursuing professional and technical courses including Ph.D. in India. The students eligible for interest subsidy from Ministry of Human Resource Development, Govt. of India, during the moratorium period i.e. course period plus one year or six months after getting the job, whichever is earlier. During the year, your Corporation disbursed ₹1.44 crore to 77 students under this scheme.

(g) Recovery:

During the year, the Corporation vigorously pursued with SCAs for timely settlement of dues. As a result, the Corporation made a recovery of ₹124.12 crore as against ₹116.27 crore in the previous year.

(h) Utilization of Funds:

The cumulative utilization of funds by channelizing agencies as on 31.03.2017 is 87.67% as against 85% in the previous year.

(i) Units Inspected:

528 units were inspected during the year. The inspections were carried out in the states of Arunachal Pradesh, Chhattisgarh, Gujarat, Madhya Pradesh, Maharashtra and West Bengal.

(j) Partnership with new Agencies:

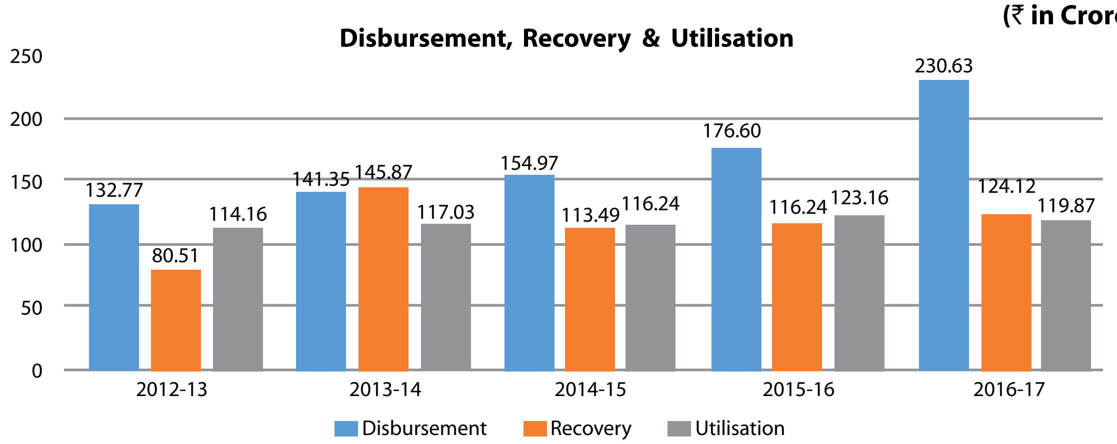
NSTFDC entered into refinance agreements with Narmada Jhabua Gramin Bank, Madhya Pradesh and Konoklota Mahila Urban Co-operative Bank, Jorhat, Assam for channelizing the funds.

(k) 12th Plan Performance:

During the 12th Plan Period, your Corporation has cumulatively disbursed ₹836.32 crore and utilised ₹590.46 crore. The recovery during the five year period is ₹580.25 crore. This assistance has benefited 532104 STs of which 261162 are women beneficiaries.

A chart showing year-wise details of disbursements, recovery and utilisation is given below:

(₹ in Crore)



(I) MoU Performance:

A Memorandum of Understanding is signed every year between your Corporation and Administrative Ministry i.e. Ministry of Tribal Affairs through which performance targets are set. MoU for the year 2016-17 was signed on 28.09.2016.

The MoU rating for the financial year 2016-17 is projected as "Excellent" against the previous year achievement of "Very Good". The targets and achievements of major parameters are given below:

Evaluation Criteria	Units	Target for Excellent	Achievement
Capacity Utilisation: Loans Sanctioned	₹ in crore	200.00	232.31
Leveraging Net Worth: Disbursement/ Total Funds available	%	70%	70%
Monitoring Parameter: NPA/ Loan Assets	%	6%	6.78%
Turnover from operations: Revenue from operations	₹ in crore	18.25	24.77
Operating Profit/ Surplus: Surplus before tax (excluding Other Income Extraordinary and Exceptional Items)	₹ in crore	2.90	10.56
Marketing Efficiency Ratios:			
Disbursement/ Loan Sanctioned	%	97.5%	99.28%
Overdue loans to Loans Assets	%	18%	16.85%
Return on Investment: Surplus/ Net Worth	%	0.36%	1.31%

(m) Performance since inception at a glance:

Plan wise details of Notional Allocation and sanctions, sector wise cumulative sanctions, plan wise details of funds disbursed, year-wise cumulative recovery percentage, top five states in terms of disbursement during the year are given in **Appendix-A.**

(7) AWARENESS CAMPS:

NSTFDC organised awareness camps during the year at Majuli in Assam to the trainees, trained under training programme in collaboration with ONGC, Rajali, Lower Subansiri in Arunachal Pradesh and Sundargarh, Sambalpur and Bolangir in Odisha. Awareness Camps were also held at Purulia and Jhargram in West Bengal.

An Awareness Camp for tribal women SHGs jointly organised by NSTFDC and Konoklota Mahila Urban Co-operative Bank at Jorhat (Assam)

(8) NATIONAL RESOURCE CENTRE FOR TRIBAL LIVELIHOOD "VANJEEVAN" (NRCTL):

During the year, under joint initiative of Ministry of Tribal Affairs and NSTFDC with technical support from United Nations Development Programme (UNDP), NRCTL was launched by the Hon'ble Minister of State for Tribal Affairs, Govt. of India at Bhubaneswar, Odisha on 22nd December 2016. On this occasion, a two day workshop was also held during 22nd – 23rd December 2016. The Centre would serve as an apex Central Institution to act as Research & Technical Hub to further socio-economic development of tribal communities.

(9) HUMAN RESOURCES:

(a) Manpower:

The manpower of your Corporation as on 31.03.2017 was 52, out of which 13(25%) belong to SC, 10(19%) belong to ST, 07 (13%) belong to OBC and 06(12%) belong to Minority Communities. The representation of women employees in the Corporation is 35%. Cordial relations prevailed between the Management and the employees of your Corporation throughout the year.

(b) Employees Superannuation Benefit (Pension) Scheme:

The proposal for approval of Pension Scheme for the welfare of the NSTFDC Employees as per the directives of DPE was submitted to the

Ministry on 11.02.2013 for its approval. The Ministry had sought clarifications which were provided as and when asked. Subsequently, NSTFDC was advised to revise certain clauses in respect of the scheme and accordingly necessary amendments were carried out. The amended scheme was resubmitted to the Ministry on 13.10.2016. Thereafter again the Ministry sought certain clarifications for which a reply was sent on 02.01.2017. Again on 13.04.2017, some other clarifications were sought which were given on 20.04.2017. The matter is pending with IFD.

(c) Foreign Training/ Visits:

- CMD participated in foreign training programme fully funded by the Government of India on "Leadership and Strategic Thinking" organized by Cambridge University, UK.
- CMD also visited to Canada under a delegation to study the tribal development.

(d) Training Programmes during the year:

NSTFDC officials attended outside Professional Development Programme/ Workshop/ Seminar (1) Project Management conducted by IIT Guwahati; (2) Setting Professional Goal Oriented Targets & Performance Evaluation conducted by IIM, Lucknow; (3) Leadership and other enables for achieving business excellence at IIPA, New Delhi; (4) Corporate Governance conducted by IIM, Shillong; (5) Financial Management & Accountability at ICWAI Management Accounting Research Foundation, Hyderabad; (6) Finance for Non-finance Executives at ICAI, Hyderabad; (7) Orientation Courses in Records Management for Record Officers at National Archives of India, New Delhi; (8) Implications of Union Budget at SCOPE Convention Centre, New Delhi; (9) Training programme on "Ind-AS" at Delhi SCOPE Complex, New Delhi; (10) Capacity Building Workshop – online MOU System at Noida.

(e) In-house training programmes on Digital mode of financial transactions:

An in-house training programme on Digital mode of financial transactions was organised for the benefits of the employees of the Corporation where 8 executives & 8 non-executives attended the training programme.

(f) International Yoga Day celebration:

Art of Living, located at Vasant Vihar organized Yoga Training Session for employees of Head Office of NSTFDC on the occasion of International Yoga Day on 21.06.2016.

NSTFDC officials participated in Yoga Session on International Yoga Day on 21st June 2017

(10) PROGRESSIVE IMPLEMENTATION OF OFFICIAL LANGUAGE:

In compliance with Official Language Policy, your Corporation carried out the following activities during the year 2016-17:

(a) Meetings of the Official Language Implementation Committee have been organised regularly under the Chairmanship of CMD of the Corporation;

(b) The quarterly progress reports and half yearly reports about progressive use of official language Hindi submitted to the Ministry of Tribal Affairs and Nagar Rajbhasha Karyanvayan Samiti (NARAKAS), New Delhi respectively;

(c) Many documents of the Corporation and standard forms were translated into Hindi to ensure the compliance of Section 3(3) of the Official Language Act, 1963, it includes material relating to annual report of the Corporation 2015-16, MoU, and replies to the list of points on the subject 'corporate governance in CPSUs."

(d) Implemented Hindi incentive allowance scheme to Stenographers and Typist for doing their official work in Hindi in addition to English. During the year, under this scheme incentive allowances were awarded to Smt. Kiran Pushkarana, APS and Smt. Bimla, Asstt. respectively;

(e) During the year, one employee of the Corporation was nominated for Hindi typing programme conducted under the Hindi teaching scheme of Official Language Department, Ministry of Home affairs, Govt. of India;

(f) Hindi Pakhwada was organised successfully from 01.09.2016 to 15.09.2016 in the Corporation. During this, the employees of the Corporation participated enthusiastically in all above competitions and did their maximum official work in Hindi. On 15.09.2016, in prizes distribution and Hindi Pakhwada closing ceremony cash prizes were distributed among the participants who performed well in these competitions;

(g) On 09.09.2016, one Hindi Workshop was conducted in the Corporation in which Shri Shyamsunder Kathuria, Dy. Director (Rajbhasha) Employees' State Insurance Corporation (Head Office), CIG Marg, Panchdeep Bhawan, New Delhi – 02 has given a lecture on the topic how to resolve difficulties in Unicode Encoding activation and working in Hindi.

(11) EXTRACT OF ANNUAL RETURN:

In compliance to provisions of Section 134(3)(a) read with provisions of sub-section (3) of Section 92 of the Companies Act, 2013, extract of annual return is given at **Appendix-B.**

(12) BOARD MEETINGS:

During the year, Board of Directors met four times at Board Meetings held on 28.06.2016, 27.09.2016, 29.11.2016 and 07.03.2017.

(13) DIRECTORS' RESPONSIBILITY STATEMENT:

Pursuant to Section 134(3)(c) read with sub-section 5 of Section 134 of the Companies Act, 2013, your Directors state that:

(a) In the preparation of the annual accounts, the applicable accounting standards had been followed and there are no material departures from the same;

(b) The Accounting policies as selected have been applied consistently. Reasonable and prudent judgments and estimates were made so to give a true and fair view of the state of affairs of the Corporation at the end of March 31, 2017 and the Income and

Expenditure of the Corporation for the year ended on that date;

(c) Proper and sufficient care has been taken for maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the Corporation and for preventing and detecting fraud and other irregularities;

(d) The annual accounts have been prepared on going concern basis;

(e) Statement to be given under this clause is not applicable as NSTFDC is not a listed Company;

(f) Proper systems to ensure compliances with the applicable legal provisions have been devised and such systems were adequate and operating effectively.

(14) STATEMENT ON DECLARATION OF INDEPENDENT DIRECTORS:

Provision of Section 134 (3)(d) read with sub-section (6) of Section 149 of the Companies Act, 2013 (requiring a statement on declaration given by independent Directors), is not applicable to Section 8 Companies) by virtue of notification dated 05.06.2015 issued by the Ministry of Corporate Affairs.

(15) DISCLOSURES:

(a) Disclosure on Company's policy on Directors' appointment and remuneration:

It is to report that the requirements of disclosing Company's policy on Directors' appointment and remuneration including the criteria for determining qualifications, positive attributes, independence of a Director and other matters provided under sub-section (3) of Section 178 are not applicable.

(b) Explanations or comments by the Board on every qualification etc.:

The auditors' report does not contain any qualifications which warrant any explanation, comments by your Board of Directors.

By virtue of provisions of Section 204 of the Companies Act, 2013 read with Rule 9(1) of Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2013, your Corporation is not required to obtain Secretarial Audit Report for the period under review.

(c) Particulars of loans, guarantee or investments:

During the period under review, your Corporation has not made any loans, provide guarantee or made investments in pursuance to provisions of Section 186 of the Companies Act, 2013.

(d) Particulars of contracts or arrangements with related parties:

Your Corporation has not entered any contract or transactions with any of the parties defined as related party under Section 2(76) of the Companies Act, 2013.

(e) Dividend:

Your Corporation is a Company registered under Section 25 of the Companies Act, 1956 now covered under Section 8 of the Companies Act, 2013 and in terms of Section 8(1)(b) & Section 8(1)(c) ploughs back it excess of income over expenditure and does not declare dividend.

(f) Material Changes and Commitments:

No material changes and commitments affecting the financial position of your Corporation have occurred after the end of the financial year 2016-17 and till the date of this report.

(g) Conservation of Energy, Technology Absorption and Foreign Exchange Earnings and Outgo:

Information and details regarding conservation of energy, technology absorption and foreign exchange earnings are nil. However, the outgo in foreign exchange are ₹2,60,310/-

(h) Risk Management Policy:

Regarding Risk management, the policy was approved by the Board in its 41st meeting held on 18.08.2010. In the opinion of the Board, in your Corporation, there is inherent risk like non-repayment of loans given and/ or not reaching the benefits to the intended beneficiaries and/ or non-utilization of financial assistance by beneficiaries for the purpose for which same are sanctioned.

In order to mitigate these risks, the Financial Assistance extended to the State Channelising Agencies is backed by the State Government Guarantee. Further to ensure the benefits reach the intended beneficiaries, the officials of your Corporation regularly undertake the visits for inspection of implemented units. In addition, evaluation studies are also conducted through reputed organisations to assess the implementation mechanism.

(i) Corporate Social Responsibility Policy:

NSTFDC CSR Policy is placed on the website of NSTFDC at www.nstfdc.nic.in. In accordance with CSR Policy, NSTFDC funded ₹17,76,000/- during the year for setting up a project "Nutrition and Livelihood Generation through Community Entrepreneurship"at Baghmundi, Purulia district, West Bengal for the benefits of STs by IIM Calcutta.

The Company envisage setting up a series of such units on Livelihood Generation after successful implementation of this project under CSR of the Company. Pursuant to Rule 8 of Companies (Corporate Social Responsibility) Rules, 2014 the Annual Report on CSR activities is annexed herewith as **Appendix-C.**

NSTFDC's participation at the CSR Fair 2017 at Pragati Maidan, New Delhi organised by Department of Public Enterprises.

(j) Performance Evaluation of Board, Committees & Individual Directors:

In pursuance to notification dated 5th June, 2015 issued by the Ministry of Corporate Affairs, provisions of Section 134(3)(p), formal annual evaluation made by the Board of its own performance and that of its committees and individual Directors, are not applicable to your Corporation by virtue of notification dated 05.06.2015 issued by the Ministry of Corporate Affairs.

(16) BOARD COMMITTEES:

(a) CSR Committee:

In pursuance to the provisions of Section 135 of the Companies Act, 2013 read with rule 5 of Companies (Corporate Social Responsibility Policy) Rules, 2014, the Board of Directors in its 59th meeting constituted CSR Committee comprising Joint Secretary of Ministry of Tribal Affairs, as head of the Committee, Chairman Cum Managing Director of NSTFDC and Executive Director of Tribal Co-operative Marketing Development Federation of India Ltd. (TRIFED) as members. Two meetings of CSR Committee were held during the year.

(b) Audit Committee:

The provisions of Section 177 of the Companies Act, 2013 read with Rule 6 of Companies (Meetings of Board and its Powers) Rules, 2014 specifying the classes of Companies to constitute Audit Committee are not applicable on your Corporation. However, as per guidelines of Public Enterprises the Board of Directors of your Corporation has constituted an Audit Committee in its Board Meeting held on 04.07.2012. One meeting of audit committee scheduled on 28.06.2016 could not be held for want of quorum.

(c) Nomination and Remuneration Committee and Stakeholders Relationship Committee:

Provisions of Section 178 of the Companies Act, 2013 read with Rule 6 of Companies (Meetings of Board and its Powers) Rules, 2014, your Corporation is not required to constitute a Nomination and Remuneration Committee of the Board. However, as per guidelines of Department of Public Enterprises, Remuneration Committee has been constituted by the Board of Directors in its meeting held on 18.08.2010. One meeting of Remuneration Committee was held during the year.

(d) Vigil Mechanism:

As per provisions of sub-section (9) of Section 177 of the Companies Act, 2013 read with Rule 7(1) of Companies (Meetings of Board and its Powers) Rules, 2014, your Corporation is outside the purview of formation of Vigil Mechanism. However, the employees are encouraged to report unethical behaviour, actual or suspected fraud, if any, to the higher authorities.

(17) BOARD OF DIRECTORS:

(a) Appointments:

The details of appointments/ changes those have taken place in the Board of Directors of NSTFDC during the year are as under:

1. **Shri Gouri Shankar Minz (DIN-07546164)**
   Managing Director
   Jharkhand State Tribal Co-operative Development Corporation
   (w.e.f. 31.05.2016)
2. **Smt. Nazli Jafri Shayin (DIN-07528552)**
   Executive Director
   TRIFED
   (w.e.f. 14.06.2016)

3. Smt. Sangeeta Mahendra **(DIN-07747004)** Executive Director, TRIFED **(w.e.f. 16.03.2017)**

(b) Ceased to be Directors due to transfer/ retirement etc.

1. Shri Sudhir Kumar Gulliya, **(DIN-03211719)** Executive Director, TRIFED **(w.e.f. 30.04.2016)**
2. Shri Dinesh Babubhai Parmar, **(DIN-07202037)** Executive Director, Gujarat Tribal Development Corporation **(w.e.f. 05.05.2016)**
3. Smt. Nazli Jafri Shayin, **(DIN-07528552)** Executive Director, TRIFED **(w.e.f. 30.12.2016)**
4. Shri Manoj Kumar Pingua, **(DIN-01732177)** Joint Secretary, Ministry of Tribal Affairs **(w.e.f. 17.03.2017)**

The Board of Directors placed on record its deep appreciation for valuable services rendered and guidance provided by the outgoing Directors.

(18) CORPORATE GOVERNANCE:

Your Corporation is committed to maintain highest standards of Corporate Governance Guidelines for CPSEs issued by DPE vide its order dated 14.05.2010. A detailed report on Corporate Governance as stipulated under DPE Guidelines is enclosed with the Annual Report given at **Appendix-D.** A Certificate from the practicing Chartered Accountant regarding compliance of applicable provisions of DPE Guidelines has been obtained and annexed at the end of the Corporate Governance Report.

(19) AUDITORS':

The Auditors' of your Corporation is appointed by the Comptroller and Auditor General of India (CAG). M/s Kumra Bhatia & Co. Chartered Accountants, New Delhi, is the Auditors appointed for the year 2016-17 by the office of CAG.

With reference to Section 143(6)(a) of the Companies Act, 2013 Comptroller and Auditor-General of India conducted Supplementary Audit of the financial statements of the Company for the year ended 31st March 2017 and certified that "nothing significant has come to my knowledge which would give rise to any comment upon or supplement to Statutory Auditors' report". The Auditors' Report by the Statutory Auditors' issued under the provisions of Section 134 of the Companies Act, 2013 and Nil comments Certificate issued by CAG under Section 143(6)(b) of the Companies Act, 2013 are given at **Appendix-I & II** of Annual Accounts.

(20) OTHER DISCLOSURE:

The details of other disclosure or reporting with regard to following matters are not required as there were no transactions on these items during the year:

(a) Details relating to deposits as stipulated in Chapter V of the Companies Act, 2013.

(b) Issue of equity shares with differential rights to dividend, voting or otherwise.

(c) Issue of shares (including sweat equity shares) to the employees of the Corporation under any scheme.

(d) No significant material orders were passed by the Regulators or Courts or Tribunals which impact the going concern status and operations of the Corporation.

(21) PROCUREMENT FROM MSEs:

With reference to Public Procurement Policy for Micro & Small Enterprises (MSEs) Order, 2012, 20% of the total procurement is to be made from MSEs. Also 4% of 20% should be from SC/ST enterprises.

During the year, NSTFDC procured ₹7.96 lakh from MSEs out of total procurement of ₹36.28 lakh which constitute 22% of total procurement. The procurement of SC/ST enterprises is 5% of MSEs procurement.

(22) DISCLOSURE UNDER THE SEXUAL HARASSMENT OF WOMAN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013:

In compliance to the provisions of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013, citing out the requirements by every Corporation regarding disclosure in its Annual Report of any instance or case received under the Act, during the year under review, there were no cases received under this Act.

(23) INFORMATION PLACED ON WEBSITE:

As per statutory requirements, Company is required to place various policies/ documents/ information on its website. NSTFDC has a functional website and all the requisite information is uploaded thereat.

(24) ACKNOWLEDGEMENT:

Your Directors wish to place on record their appreciation for the committed services of the employees of your Corporation during the year.

The Board also gratefully acknowledges the support and guidance received from the Ministry of Tribal Affairs, Ministry of Corporate Affairs, Comptroller and Auditor General of India, Department of Public Enterprises and cooperation extended by the State Level Scheduled Tribes Finance and Development Corporations and other Channelizing Agencies of NSTFDC. Your Directors are also grateful to various Government Departments and other Agencies, Auditors for their continued guidance and advice.

For and on behalf of the Board of Directors of NSTFDC

Sd/-
(Ramesh Kumar G.)
Chairman-cum-Managing Director
(DIN - 06991796)

Place: New Delhi
Date: 29.05.2017

APPENDIX-A

Plan-wise details of Notional Allocation and Sanctions (Post Incorporation of NSTFDC)

(₹ in Crore)

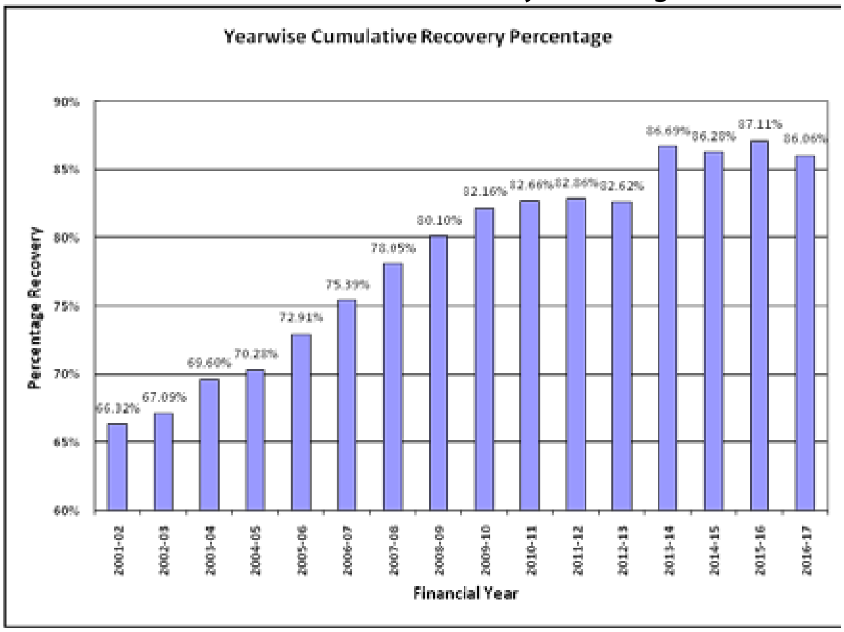
Financial Year	Notional Allocation	Sanctions under				Total	
		Income Generating Activities		Marketing Support Assistance			
		Amount	No. of Benef.	Amount	No. of Benef.	Amount	No. of Benef.
2001-02	60.00	60.25	5383	3.00	290430	63.25	295813
X Plan (2002–2007)	480.00	387.54	134375	49.00	1425100	436.54	1559475
XI Plan (2007–2012)	732.00	769.93	335412	29.00	433000	798.93	768412
XII Plan							
2012-13	175.00	203.43	61625	0.00	0	203.43	61625
2013-14	180.00	208.25	260356	0.00	0	208.25	260356
2014-15	190.00	229.75	34098	0.00	0	229.75	34098
2015-16	200.00	233.8	109907	0.00	0	233.8	109907
2016-17	225.00	232.32	61676	0.00	0	232.32	61676
TOTAL	**2242.00**	**2325.27**	**1002832**	**81.00**	**2148530**	**2406.27**	**3151362**

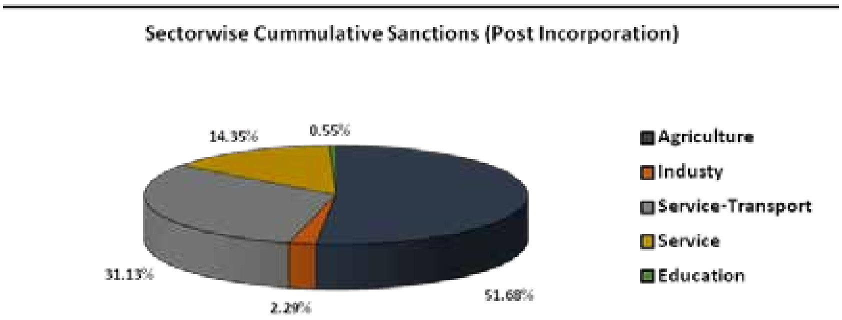
Plan-wise details of Funds Disbursed (Post-Incorporation of NSTFDC)

(₹ in Crore)

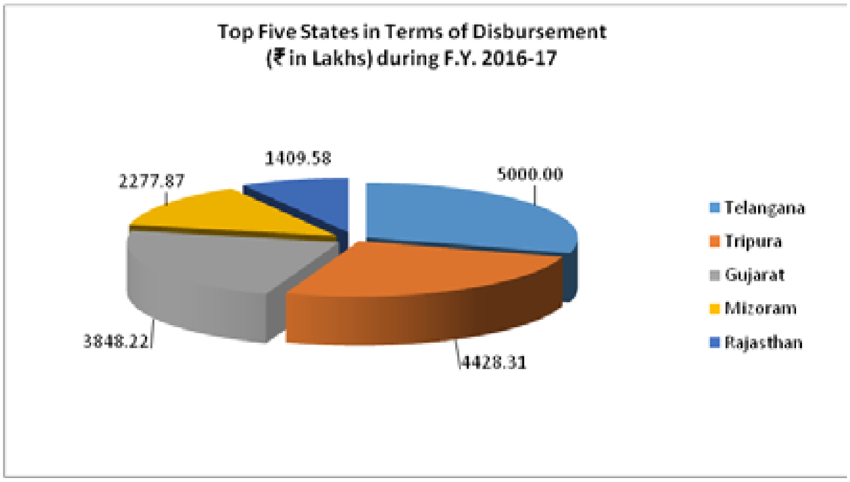
Financial Year	Income Generating Activities		Marketing Support Assistance	Total
	Amount	No. of Benef.		
2001-02	27.51	1772	—	27.51
X Plan (2002–2007)	222.62	63354	48.30	270.92
XI Plan (2007–2012)	443.81	185640	21.40	465.21
XII Plan				
2012-13	132.78	49463	—	132.78
2013-14	141.35	253136	—	141.35
2014-15	154.97	29655	—	154.97
2015-16	176.60	92824	—	176.60
2016-17	230.63	107026	—	230.63
TOTAL	**1530.27**	**782870**	**69.70**	**1599.97**

Yearwise Cumulative Recovery Percentage





Target: Agriculture: 55%; Industry: 5%; Service-Transport: 10%; Service: 30%



APPENDIX-B

FORM NO. MGT - 9
Extract of Annual Return
as on the Financial Year ended on March 31, 2017
[Pursuant to Section 92(3) of the Companies Act, 2013 and rule 12(2) of the Companies (Management and Administration) Rules, 2013]

I. REGISTRATION AND OTHER DETAILS:

CIN	U74899DL2001NPL110356
Registration Date	10.04.2001
Name of the Company	National Scheduled Tribes Finance and Development Corporation (NSTFDC)
Category/Sub-Category of the Company	Company Limited by Shares Company license under Section 25 of the Companies Act, 1956 (now covered under Section 8 of the Companies Act, 2013)
Address of the Registered Office of the Company	NBCC Tower Plot No 15, Bhikaji Cama Place, New Delhi – 110066
Whether listed Company	No
Name, Address and Contact details of Registrar and Transfer Agent, if any;	Not-Applicable

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

S. No.	Name and Description of main products / services	NIC Code of the Product / Service	% to total turnover of the Company
1	Extending concessional financial assistance to Scheduled Tribes	649	100%
2	-	-	-
3	-	-	-

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES

S. No.	Name and Address of the Company	CIN/GLN	Holding / Subsidiary / Associate	% of shares held	Applicable Section
1	-	-	-	-	-
2	-	-	-	-	-

NSTFDC is not having any Holding, Subsidiary or Fellow Subsidiary or Associate Company.

IV. SHARE HOLDING PATTERN (EQUITY SHARE CAPITAL BREAKUP AS PERCENTAGE OF TOTAL EQUITY)

(i) Category-wise Share Holding

Category of Shareholders	No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				% of Change during the year
	Demat	Physical	Total	%of Total Shares	Demat	Physical	Total	%of Total Shares	
A. Promoters									
(1) Indian									
(a) Individual/ HUF	-	-	-	-	-	-	-	-	-
(b) Central Govt.	-	5091045	5091045	100%	-	5591045	5591045	100%	500000shares have been issued in the name of President of India resulting 9.82% issuance of additional shares.
(c) State Govt.(s)	-	-	-	-	-	-	-	-	
(d) Bodies Corp.	-	-	-	-	-	-	-	-	
(e) Banks/FI	-	-	-	-	-	-	-	-	
(f) Any other...	-	1	1	-	-	1	1	-	
(One share is in the name of Mr. RoopakChaudhuri, Deputy Secretary, Ministry of Tribal Affairs,									
Sub-total (A) (1):-	-	5091046	5091046	100%	-	5591046	5591046	100%	9.82%
2. Foreign									
(a) NRIs Individual	-	-	-	-		-	-	-	-
(b) Other Individuals	-	-	-	-		-	-	-	-
(c) Bodies Corp.	-	-	-	-		-	-	-	-
(d) Banks / FI	-	-	-	-		-	-	-	-
(e) Any Other...	-	-	-	-		-	-	-	-
Sub-total (A) (2):-							-		
Total Shareholding of Promoter	-	-	-	-		-		-	-
(A)= (A)(1)+(A)(2)	-	5091046	5091046	100%	-	5591046	5591046	100%	9.82%
B. Public Shareholding									
1. Institutions									
(a) Mutual Funds	-	-	-	-	-	-	-	-	-
(b) Banks/FI	-	-	-	-	-	-	-	-	-
(c) Central Govt.	-	-	-	-	-	-	-	-	-
(d) State Govt.(s)	-	-	-	-	-	-	-	-	-
(e) Venture Capital Funds	-	-	-	-	-	-	-	-	-
(f) Insurance Companies	-	-	-	-	-	-	-	-	-
(g) FIIs	-	-	-	-	-	-	-	-	-
(h) Foreign Venture Capital Funds	-	-	-	-	-	-	-	-	-
(i) Others(Specify)	-	-	-	-	-	-	-	-	-
Sub-total (B) (1):-									

Category of Shareholders	No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				% of Change during the year
	Demat	Physical	Total	%of Total Shares	Demat	Physical	Total	%of Total Shares	
2.Non-Institutions									
(a) Bodies Corp.	-	-	-	-	-	-	-	-	-
i) Indian	-	-	-	-	-	-	-	-	-
ii) Overseas	-	-	-	-	-	-	-	-	-
(b) Individuals	-	-	-	-	-	-	-	-	-
i) Individual shareholders holding nominal share capital up to Rs. 1 lakh	-	-	-	-	-	-	-	-	-
ii) Individual Shareholders holding nominal share capital in excess of Rs. 1 lakh	-	-	-	-	-	-	-	-	-
(c) Others (specify)	-	-	-	-	-	-	-	-	-
Sub-total (B) (2):-	-	-	-	-	-	-	-	-	-
Total Public Shareholding (B)=(B)(1)+(B)(2)	-	-	-	-	-	-	-	-	-
C. Shares held by Custodian for GDRs & ADRs	-	-	-	-	-	-	-	-	-
Grand Total (A+B+C)	-	5091046	5091046	100%	-	5591046	5591046	100%	500000 shares have been issued in the name of President of India resulting 9.82% issuance of additional shares.

(ii) Shareholding of Promoters

Sl. No.	Sharehold-er's Name	Shareholding at the beginning of the year			Shareholding at the end of the year			
		No. of Shares	% of total Shares of the Company	% of Shares Pledged / encumbered to total shares	No. of Shares	% of total Shares of the Company	% of Shares Pledged / encumbered to total shares	% of change in share holding during the year
1	President of India	5091045	100%	-	5591045	100%	-	500000 shares have been issued in the name of President of India resulting 9.82% issuance of additional shares.

2	Mr. Roopak-Chaudhuri, Deputy Secretary, Ministry of Tribal Affairs	1	-	-	1	-	-	-

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

Sl. No.		Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of Shares	% of total shares of the Company	No. of Shares	% of total Shares of the Company
1.	At the beginning of the year	5091046	100%	5091046	100%
2.	1. Allotment made on –27.09.2016 2. Allotment made on –07.03.2017	250000 250000	4.91% 4.68%	5341046 5591046	100% 100%
3.	At the End of the year	5591046	100%	5591046	100%

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

Sl. No.		Shareholding at the beginning of the year		Cumulative Shareholding during the year	
	For Each of the Top 10 Shareholders	No. of Shares	% of total shares of the Company	No. of Shares	% of total Shares of the Company
1.	At the beginning of the year	-	-	-	-
2.	Date wise Increase / Decrease in Promoters Share holding during the year, specifying the reasons for increase /decrease (e.g. allotment / transfer / bonus / sweat equity etc.)	-	-	-	-
3.	At the End of the year (or on the date of separation, if separated during the year)	-	-	-	-

V. INDEBTEDNESS

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

	Secured Loans excluding deposits	Unsecured Loans	Deposit	Total Indebtedness
Indebtedness at the beginning of the financial year (i) Principal Amount (ii) Interest due but not paid (iii) Interest accrued but not due	 - - -	 - - -	 - - -	 - - -
Total (i+ii+iii)	-	-	-	-
Change in Indebtedness during the financial year • Addition • Reduction	 - -	 - -	 - -	 - -

Net Change	-	-	-	-
Indebtedness at the end of the financial year (i) Principal Amount (ii) Interest due but not paid (iii) Interest accrued but not due	 - - -	 - - -	 - - -	 - - -
Total (i+ii+iii)	-	-	-	-

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

A. Remuneration to Managing Director, Whole Time Directors and/ or Manager:

Sl. No.	Particulars of Remuneration	CMD	Whole Time Director	Manager	Total Amount
1.	Gross Salary (a) Salary as per provisions contained in Section 17(1) of the Income tax Act, 1961; (b) Value of perquisites u/s 17(2) of the Income tax Act, 1961 (c) Profits in lieu of salary under Section 17(3) of the Income tax Act, 1961	22,54,544.00 - -	- - -	- - -	22,54,544.00 - -
2.	Stock Option	-	-	-	-
3.	Sweat Equity	-	-	-	-
4.	Commission - as % of profit - others, specify...	 - -	 - -	-	-
5.	Others, specify	-	-	-	-
	Total (A)	22,54,544.00	-	-	22,54,544.00
	Ceiling as per the Act,	-	-	-	-

B. Remuneration to other Directors:

Sl. No.	Particulars of Remuneration	CMD	Whole Time Director	Manager	Total Amount
1.	Independent Directors • Fee for attending Board/Committee meetings • Commission • Others, specify	-	-	-	-
	Total (1)	-	-	-	-
2.	Other Non-Executive Directors • Fee for attending Board / Committee meetings • Commission • Others, specify	-	-	-	-
3.	Total (2)	-	-	-	-
	Total = (1+2)	-	-	-	-
	Total Managerial Remuneration	-	-	-	-
	Overall Ceiling as per Act	-	-	-	-

C. Remuneration to Key Managerial Personnel other than MD/Manager/WTD:

Sl. No.	Particulars of Remuneration	Key Managerial Personnel		
		CEO	GM (Finance) &Company Secretary	Total
1.	Gross Salary (a) Salary as per provisions contained in Section 17(1) of the Income tax Act, 1961; (b) Value of perquisites u/s 17(2) of the Income tax Act, 1961 (c) Profits in lieu of salary under Section 17(3) of the Income tax Act, 1961	- - -	23,66,861.00 2,425.00 -	23,66,861.00 2,425.00 -
2.	Stock Option	-	-	-
3.	Sweat Equity	-	-	-
4.	Commission - as % of profit - others, specify...	- -	- -	- -
5.	Others, specify	-	-	-
	Total	-	**23,69,286.00**	**23,69,286.00**

VII. PENALTIES / PUNISHMENT / COMPOUNDING OF OFFENCES:

Type	Section of the Companies Act	Brief Description	Details of Penalty / Punishment / Compounding fees imposed	Authority [RD / NCLT / COURT]	Appeal made, if any (give Details)
A. COMPANY					
Penalty	-	-	-	-	-
Punishment	-	-	-	-	-
Compounding	-	-	-	-	-
B. DIRECTORS					
Penalty	-	-	-	-	-
Punishment	-	-	-	-	-
Compounding	-	-	-	-	-
C. OTHER OFFICERS IN DEFAULT					
Penalty	-	-	-	-	-
Punishment	-	-	-	-	-
Compounding	-	-	-	-	-

APPENDIX-C

Annual Report on CSR Activities to be included in the Board Report

1.	A brief outline of the Company's CSR policy, including overview of projects or programs proposed to be undertaken and a reference to the web-link to the CSR policy and projects or programs	NSTFDC CSR Policy has been prepared in accordance with Schedule VII of the Companies Act, 2013 and focus on the following areas: <u>Health</u> Donating Mobile Medical Vans and Ambulances under Health Programmes in Scheduled Tribes Areas. <u>Education</u> Augmenting and supporting infrastructure in Schools run for Scheduled Tribe. Offering scholarship and financial assistance to needy and meritorious Scheduled Tribes Students. <u>Livelihood</u> Creating training and supporting Scheduled Tribes entrepreneurs. Imparting skill development and vocational training for employment enhancement through sponsored programmes for Scheduled Tribes. <u>ST Area Development</u> Strengthening Scheduled Tribes Areas by providing Housing, Drinking Water, Sanitation, Renewable Energy and livelihood.
2.	The Composition of the CSR Committee	As on 31.03.2017, the CSR Committee consisting of following persons: Joint Secretary, Ministry of Tribal Affairs, Chairman CMD, NSTFDC, & Executive Director, TRIFED, Members.
3.	Average net profit of the Company for last three financial year	₹20,71,65,923/-
4.	Prescribed CSR Expenditure (two per cent of the amount as in item 3 above)	₹41,43,318/-
5.	Details of CSR spent during the financial year	₹17,76,000/-
(a) Total amount to be spent for the financial year		₹41,43,318/-
(b) Amount unspent, if any;		₹23,67,318/-

(c) Manner in which the amount spent during the financial year as detailed below:	During the year, the Company given an amount of ₹17,76,000/- to IIM Calcutta for setting up of a project on Nutrition and Livelihood Generation through Community Centric Tribal Entrepreneurship. This project essentially focuses on economic empowerment of STs through entrepreneurship and livelihood generation apart from addressing social issue of malnutrition especially among the children.

(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
S. No.	CSR Project or activity identified	Sector in which the project is covered	Projects or programs (1) Local area or other (2) Specify the State and district where projects or Programs was under-taken	Amount outlay (budget) project or programs wise	Amount spent on the projects or programs Sub-heads: (1) Direct expenditure on projects or programs (2) Over-heads	Cumulative expendi-ture up to the report-ing period	Amount spent: Direct or through implement-ing agency
1	Setting up of project on Nutri-tion and Livelihood Generation for empow-erment of Scheduled Tribes.	Eradi-cating poverty and mal-nutrition for the benefits of STs	Purulia Dis-trict, West Bengal	17,76,000/-	17,76,000/-	17,76,000/-	IIM Calcutta (Implement-ing Partner)

Reasons for less than stipulated expenditure

The balance amount was unspent because the Company intends to set up a series of units on Livelihood Generation upon successful implementation of the project being implemented through IIM Calcutta.

Responsibility Statement

This is to certify that the implementation and monitoring of CSR Policy, is in compliance with the CSR objectives and policy of the Corporation.

Sd/
(Ramesh Kumar G.)
Member, CSR Committee

APPENDIX-D

REPORT OF DIRECTORS ON CORPORATE GOVERNANCE

1. Corporate Governance: Philosophy

(a) Your Corporation has shown strong commitment towards efficient corporate governance practices. Corporate Governance provides a principled process and structures through which the objectives of the Company, the means of attending the objectives and system of monitoring and performance are set. Corporate Governance comprises a unique blend of statutory compliances and regulations, political and economic climate, values, culture voluntary practices and disclosures. Board is responsible to the shareholders for the Company's performance.

(b) The main objective of the Corporation is to promote economic development of eligible Scheduled Tribes population. Since inception, your Corporation has been practicing the principles of good corporate governance, which inter alia, involve a core set of values of transparency, efficiency and effectiveness. The corporate governance has always been a self discipline code of NSTFDC. The values determine the principles of organization which in turn determine the course of action of each employee in every sphere of activity.

2. Board of Directors

Your Corporation is managed by the Board of Directors which formulates strategies, polices and reviews the performance of the Corporation periodically.

(a) Composition: As per the Articles of Association of the Corporation, the number of Directors shall not be less than two and not more twenty. Further, the Articles of Association provide for the following Directors on the Board of NSTFDC. (1) Chairman-cum-Managing Director (One); (2) Joint Secretary, Ministry of Tribal Affairs (One); (3) Joint Secretary and Financial Advisor to the Ministry of Tribal Affairs (One); (4) Executive Director, TRIFED (One); (5) An official representing Stage Scheduled Tribes Corporation (on rotational basis) (One); (6) Representative from NABARD (One); (7) Representative from IDBI (One) and (8) Non-Official Directors representing Scheduled Tribes (Three)

(b) Government Nominees (Two):

(1) Joint Secretary, Ministry of Tribal Affairs;

(2) Joint Secretary & Financial Advisor to the Ministry of Tribal Affairs;

(c) Appointing Authority: The Central Government is the appointing authority for the Board of Directors in terms of Articles of Association of the Company.

(d) Details of appointment during the year:

1. Shri Gouri Shankar Minz
(DIN - 07546164)
Managing Director
Jharkhand State Tribal Co-operative
Development Corporation
(w.e.f. 31.05.2016)

2. Smt. Nazli Jafri Shayin **(DIN - 07528552)** Executive Director TRIFED **(w.e.f. 14.06.2016)**
3. Smt. Sangeeta Mahendra **(DIN – 07747004)** Executive Director TRIFED **(w.e.f. 16.03.2017)**

(e) Details of cessation during the year:

1. Shri Sudhir Kumar Gulliya, **(DIN – 03211719)** Executive Director, TRIFED **(w.e.f. 30.04.2016)**
2. Shri Dinesh Babubhai Parmar, **(DIN – 07202037)** Executive Director, Gujarat Tribal Development Corporation **(w.e.f. 05.05.2016)**

3. Smt. Nazli Jafri Shayin **(DIN - 07528552)** Executive Director TRIFED **(w.e.f. 30.12.2016)**
4. Shri Manoj Kumar Pingua **(DIN – 01732177)** Joint Secretary, Ministry of Tribal Affairs **(w.e.f. 17.03.2017)**

(f) Responsibilities of the Board: The Board has a formal schedule of matters reserved for its consideration which include reviewing corporate performance with a view to ensuring adequate accountability of financial resources and reporting to the shareholders.

(g) Board Meetings:

i. During the year under review, the Board met four times on 28.06.2016, 27.09.2016,29.11.2016&07.03.2017.

ii. Attendance at the Board Meetings: The attendance of each Director in the Board Meetings held during the financial year 2016-17 is listed below:

Name of Directors, Designation & Tenure for Board Meeting purpose	Invited for number of Meetings held during 2016-17	Meetings attended
Shri Ramesh Kumar G. **(DIN - 06991796)** CMD, NSTFDC **(01.04.2016 - 31.03.2017)**	04	04
Shri Manoj Kumar Pingua, **(DIN-01732177)** Joint Secretary, Ministry of Tribal Affairs **(01.04.2016 – 17.03.2017)**	04	04
Ms. Sarita Mittal, **(DIN - 00171343)** Joint Secretary & Financial Advisor, Ministry of Tribal Affairs **(01.04.2016 - 31.03.2017)**	04	02

Shri G. S. Hyanki **(DIN - 06968702)** Dy. General Manager Industrial Development Bank of India **(01.04.2016 - 31.03.2017)**	04	01
Shri Sudhir Kumar Gulliya, **(DIN – 03211719)** Executive Director, TRIFED **(01.04.2016 – 30.04.2016)**	00	00
Shri Dinesh B. Parmar, **(DIN - 07202037)** Executive Director Gujarat Tribal Development Corporation (GTDC) **(01.04.2016 – 05.05.2016)**	00	00
Smt. Nazli Jafri Shayin, **(DIN - 07528552)** Executive Director Tribal Co-Operative Marketing Development Federation of India Ltd. (TRIFED) **(14.06.2016 - 30.12.2016)**	03	03
Smt. Sangeeta Mahendra **(DIN – 07747004)** Executive Director Tribal Co-Operative Marketing Development Federation of India Ltd. (TRIFED) **(16.03.2017 – 31.03.2017)**	00	00
Shri Gouri Shankar Minz **(DIN - 07546164)** Managing Director Jharkhand State Tribal Co-operative Development Corporation **(31.05.2016 – 31.03.2017)**	04	01

iii. Information placed before the Board of Directors: The information under the following heads is usually presented to the Board of Directors of NSTFDC either as part of the agenda papers or as tabled / presented during the course of the Board Meetings.

- MoU Parameters, Budget and any updates;
- Capital Budget and any updates;
- Annual Reports and Financial Statements;
- Minutes of the Meeting of the Committee of the Board;
- Information on recruitment of Senior Officers;

- Any significant development in Human Resources;
- Action Taken Report on all pending matters;
- Report on compliance of various;
- Information relating to major legal disputes;
- Short - term investment of surplus funds;
- Significant capital investment proposals;
- Change in significant accounting policies and practices and reasons for the same;
- Report of internal auditors / statutory auditors / CAG;
- Any other information required to be presented to the Board either for information or approval.

iv. Board materials distributed in advance: Agenda Notes are circulated to the Directors in advance. All material / information is incorporated in the agenda papers for facilitating meaningful and focused discussion in the meetings. Where it is not practicable to attach any documents to the agenda, the same is tabled before the meeting. In special and exceptional circumstances, additional or supplementary items(s) on the agenda are permitted.

(h) Training of Directors: The Non-Executive Board Members are experts from diversified fields of tribal development, administration, finance etc. Their expertise has enabled NSTFDC to take up new initiatives for its growth. Most of the Directors are attending conferences / seminars etc. in their chosen fields as part of their regular assignments. Hence, no need was felt for their additional training.

3. Audit Committee:

As per guidelines of Department of Public Enterprises, CPSEs are to constitute an Audit Committee headed by an independent Director to oversee the Company's financial reporting process, Disclosures of financial information, Payment to Statutory Auditors, Review of annual financial statements etc. The Board of Directors, in their meeting held on 04.07.2012 constituted an Audit Committee.One meeting of audit committee scheduled on 28.06.2016 could not be held for want of quorum.

4. Remuneration Committee:

As per guidelines of Department of Public Enterprises, CPSEs are to constitute a Remuneration Committee headed by an Independent Director for consideration of Performance Related Pay (PRP). In the 41st Board Meeting held on 18.08.2010, the Board of Directors of the Corporation constituted a Remuneration Committee. The responsibility of the Committee, inter alia, includes consideration of "Performance Related Pay".Remuneration Committee meeting was held on 30.04.2016.

The Corporation, being a Govt. of India undertaking, the remuneration of Chairman-cum-Managing Director is based on terms and conditions of appointment as approved by the Ministry of Tribal Affairs. The Non-Executive Directors (Part -time Official), being Govt. Officials, do not draw any remuneration from the Company.

5. Annual General Meetings:

(a) The Corporation was incorporated on 10.04.2001. So far fifteen Annual General Meetings have been convened. The details of last three Annual General Meetings are as under:

Financial Year	Date	Time	Venue
2013-14	15.09.2014	9.30 AM	Conference Hall, (Room No. 734-735), 7th Floor, 'A' Wing, Shastri Bhawan, New Delhi
2014-15	18.09.2015	11.00 AM	Conference Hall, (Room No. 734-735), 7th Floor, 'A' Wing, Shastri Bhawan, New Delhi
2015-16	12.08.2016	12.30 PM	Conference Hall, (Room No. 734-735), 7th Floor, 'A' Wing, Shastri Bhawan, New Delhi

(b) Special resolutions for alteration of capital clause of MoA and AoA were passed by the shareholders of the Company in its Annual General Meeting held on 18.09.2015.

(c) Attendance of Directors on the Board at AGM: As per provisions of the Companies Act, 2013 Directors and Statutory Auditors were also invited to the AGM held on12.08.2016.

6. Disclosures:

(a) Company has not entered into any material, financial or commercial transaction with the Directors or the management or their relatives in which they are either directly or through their relatives interested as Directors and / or partners except certain channelizing agencies (SCAs) where the Director of NSTFDC is also on the Board of such SCAs without any shareholding.

(b) As per AS 18, No disclosure is required in the financial statements of State Controlled enterprises as regard related party relationships with other state controlled enterprises. In case of NSTFDC, the Corporation is providing financial assistance to State Channelizing Agencies (SCAs), certain PSU Banks and Regional Rural Banks (RRBs) and others which are state controlled enterprises. Therefore, no disclosure is required on these transactions.

(c) The Company has complied with applicable rules and regulations and no penalties or strictures were imposed on the Company by any statutory authority during the last three years.

(d) Regarding Whistle Blower Policy, the Company is a small organization having 52employees as on 31.03.2017. The employees are encouraged to report unethical behaviour, actual or suspected fraud, if any, to higher authorities.

(e) The Department of Public Enterprises, Ministry of Heavy Industries & Public Enterprises, Govt. of India vide its OM dated 14.05.2010 issued revised guidelines on Corporate Governance for CPSEs. These guidelines are mandatory for all CPSEs including Section 8 Companies like NSTFDC. The Company has complied with all applicable provisions of the guidelines of Corporate Governance.

(f) No presidential directive was issued during last 3 years i.e. 2014-15, 2015-16& 2016-17.

(g) No item of expenditure has been debited in the books of accounts which is not for the purpose of business. No expense which is personal in nature has been incurred by the Board of Directors and top management. The administrative office expenses, (Employee Benefit Expenses and other Expenses) calculated on the basis of Income and Expenditure Account for the year ended March 31, 2017, were 63.53% to total expenses during 2016-17.

7. Means of Communication:

(a) Members / Shareholders are appraised about the performance of the Company at each Annual General Meeting;

(b) The performance of the Corporation against the MoU target set for the year is reviewed by the Secretary, Ministry of Tribal Affairs of regular interval. The Annual Report of the Company along with Audited Statements of Accounts and comments of Comptroller and Auditor General of India thereon and review by the Government are laid on the table of both Houses of Parliament every year. In addition, the performance of the Company is also placed in the Parliament through the Public Enterprise Survey compiled by DPE every year.

(c) Information about NSTFDC and its programmes, schedules of Right to Information Act, Citizen / Client Charter including redressal for public grievances are available on the website of NSTFDC (www.nstfdc.nic.in).

8. Compliance Certificate from the Auditors:

In terms of Clause 8.2 of DPE guidelines on Corporate Governance, a certificate from the Auditors of the Company confirming the Compliance with the provisions of Corporate Governance is given as **Appendix-I.**

9. Code of Business Conduct and Ethics for Board Members and Senior Management:

The Company is committed to conduct business in accordance with the highest standards of business conduct and ethics and comply with the applicable laws, rules and regulations. The Corporation is having a "Model Code of Business Conduct and Ethics for the Board Members and Senior Management of NSTFDC". Members of the Board and Senior Management have affirmed their compliance of the same during the year 2016-17.

Sd/-
(Ramesh Kumar G.)
Chairman-cum-Managing Director
(DIN - 06991796)

Place: New Delhi
Date: 29.05.2017

APPENDIX - I

KUMRA BHATIA & CO.
Chartered Accountants

Flat No. 8, Vasant Enclave, New Delhi – 110 057.
Tel: +91-11-41008405, 41008406
+91-11-26141630, 26148076
Fax: +91-11-26148122
E-Mail: kumrabhatia@hotmail.com
hemantkumra@hotmail.com
pkb54@live.com
karankumra@hotmail.com

AUDITORS' CERTIFICATE ON COMPLIANCE OF CONDITIONS OF CORPORATE GOVERNANCE

The Members,
National Scheduled Tribes Finance and Development Corporation

We have examined the compliance of the Corporate Governance by National Scheduled Tribes Finance and Development Corporation for the year ended 31.03.2017 as stipulated in the revised guidelines of Corporate Governance for CPSEs issued by DPE vide its order dated 14.05.2010.

The compliance of conditions of Corporate Governance is the responsibility of Management. Our examination was carried out in accordance with the provisions of guidelines of DPE and limited to a review of procedures and implementation of thereof, adopted by the Company, for ensuring the compliance of the conditions of Corporate Governance. It is neither an audit nor an expression of an opinion on the financial statements of the Company.

In our opinion and to the best of our information and according to explanation given to us, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in the Guidelines of DPE *except the provisions regarding creation of post of functional Directors for which the Company has sought exemption from DPE.* The Board of Directors met four times during the year. One meeting of Remuneration Committee was held during the year. One meeting of audit committee scheduled on 28.06.2016 could not be held for want of quorum.

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

For Kumra Bhatia & Co.
Chartered Accountants
FRN-002848N

Sd/-
(Harish Kumar Bhargava)
Partner
Membership No. 90572

Place: New Delhi
Date : 29.05.2017

BALANCE SHEET

BALANCE SHEET as at 31st March, 2017

(₹ in Lakhs)

	Particulars	Note No.	As at 31st March 2017	As at 31st March 2016	As at 1st April 2015
I.	**ASSETS**				
1	**Non-current assets**				
	(a) Property, Plant and Equipment	3.1	300.52	326.42	306.35
	(b) Other Intangible Assets	3.2	0.45	-	
	(c) Financial Assets	4			
	(i) Loans	4.1	44,692.27	36,712.49	32,023.85
	(ii) Others	4.2	1.60	1.59	1.66
	(d) Other Non Current Assets	5	20.30	23.34	25.70
			45,015.14	37,063.84	32,357.56
2	**Current assets**				
	(a) Financial Assets	6			
	(i) Cash and cash equivalents	6.1	342.03	1,874.00	812.30
	(ii) Bank Balances other than (i) above	6.2	10,100.00	12,675.00	12,700.00
	(iii) Loans	6.3	25,599.36	20,918.50	18,206.20
	(iv) Others	6.4	125.08	326.97	275.61
	(b) Current Tax Asset (Net)	7	4.26	4.26	2.01
	(c) Other Current Assets	8	139.86	106.20	125.76
			36,310.59	35,904.93	32,121.88
	Total Assets		**81,325.73**	**72,968.77**	**64,479.44**
II.	**EQUITY AND LIABILITIES**				
1	**Equity**				
	(a) Equity Share Capital	9	55,910.46	50,910.46	44,599.96
	(b) Other Equity	10	24,616.51	21,375.31	19,205.61
			80,526.97	72,285.77	63,805.57
2	**Liabilities**				
(i)	**Non-current liabilities**				
	(a) Financial Liabilities				
	(i) Others	11	0.45	0.66	0.72
	(b) Provisions	12	191.92	224.24	272.67
			192.37	224.90	273.39
(ii)	**Current liabilities**				
	(a) Financial Liabilities				
	(i) Trade payables	13	18.53	35.54	12.04
	(b) Other current liabilities	14	44.21	39.58	58.92
	(c) Provisions	15	543.65	382.98	329.52
			606.39	458.10	400.48
	Total Equity and Liabilities		**81,325.73**	**72,968.77**	**64,479.44**

See accompanying notes to the financial statements

Sd/-
(P. Unnikrishnan)
General Manager (Fin.) and
Company Secretary

Sd/-
(Sangeeta Mahendra)
Director
DIN: 07747004

Sd/-
(Ramesh Kumar G.)
Chairman-cum-Managing Director
DIN: 06991796

As per our Report of even date attached.
For Kumra Bhatia & Co.
Chartered Accountants
FRN: 002848N

Sd/-
Harish Kumar Bhargava
Partner
M. No.: 90572

Place : New Delhi
Date : 29.05.2017

STATEMENT OF INCOME AND EXPENDITURE

Income and Expenditure statement for the year ended 31st March, 2017

(₹ in Lakhs)

	Particulars	Note No.	For the year ended 31st March 2017	For the year ended 31st March 2016
I.	Revenue from operations	16	2,476.64	2,262.36
II	Other Income	17	1,200.14	1,616.28
III	**Total Revenue (I+II)**		**3,676.78**	**3,878.64**
IV	**Expenses**			
	Employee benefit expense	18	749.08	636.02
	Depreciation and amortization expense	19	28.63	31.38
	Allowance for Doubtful loans and Interest	20	447.14	870.69
	Other Expenses	21	154.96	149.94
	CSR Expenses	22	41.43	31.48
	Total Expenses (IV)		**1,421.24**	**1,719.51**
V	**Excess of Income over expenditure before Exceptional Items and Tax (III - IV)**		**2,255.54**	**2,159.13**
VI	Exceptional Items		-	-
VII	**Excess of Income over expenditure before Tax (V - VI)**		**2,255.54**	**2,159.13**
VIII	Tax expense			
	(1) Current tax		-	-
	(2) Deferred tax		-	-
IX	**Excess of Income over expenditure for the period from continuing operations (VII-VIII)**		**2,255.54**	**2,159.13**
X	Excess of Income over expenditure from discontinued operations		-	-
XI	Tax expense of discontinued operations		-	-
XII	Excess of Income over expenditure discontinued operations (X - XI)		-	-
XIII	**Excess of Income over expenditure for the period (IX + XII)**		**2,255.54**	**2,159.13**
XIV	**Other Comprehensive Income**			
	A. (i) Items that will not be reclassified to Income & Expenditure Statement	23	(14.34)	10.57
	(ii) Income Tax relating to Items that will not be reclassified to Income & Expenditure Statement		-	-
	B. (i) Items that will be reclassified to Income & Expenditure Statement		-	-
	(ii) Income Tax relating to Items that will be reclassified to Income & Expenditure Statement		-	-
XV	**Total Comprehensive Income for the period (XIII+XIV) (Comprising Excess of Income over expenditure and Other Comprehensive Income for the period**		**2,241.20**	**2,169.70**
XVI	**Earning per equity share**			
	(For continuing Operation)			
	(1) Basic (in ₹)	24	**43.08**	**45.83**

	(2) Diluted (in ₹)		**43.06**	**45.83**
XVII	**Earnings Per Equity Share**			
	(For discontinuing Operation)			
	(1) Basic (in ₹)		-	-
	(2) Diluted (in ₹)		-	-
XVIII	**Earnings Per Equity Share**			
	(For continuing and discontinued Operation)			
	(1) Basic (in ₹)		**43.08**	**45.83**
	(2) Diluted (in ₹)		**43.06**	**45.83**

See accompanying notes to the financial statements

Sd/-
(P. Unnikrishnan)
General Manager (Fin.) and
Company Secretary

Sd/-
(Sangeeta Mahendra)
Director
DIN: 07747004

Sd/-
(Ramesh Kumar G.)
Chairman-cum-Managing Director
DIN: 06991796

As per our Report of even date attached.
For Kumra Bhatia & Co.
Chartered Accountants
FRN: 002848N

Sd/-
Harish Kumar Bhargava
Partner
M. No.: 90572

Place : New Delhi
Date : 29.05.2017

STATEMENT OF CASH FLOW FOR THE YEAR ENDED 31ST MARCH, 2017

(₹ in Lakhs)

Particulars		For the year ended 31st March 2017	For the year ended 31st March 2016
A. Cash Flow from Operating Activities			
Excess of Income over Expenditure as per Income & Expenditure statement		**2,255.54**	**2,159.13**
Adjustments for			
Depreciation		28.63	31.38
Allowance for Doubtful loans and Interest		407.57	345.36
Surplus/Loss on sale of Fixed Assets		-	(0.62)
Operating profit before changes in Operating Assets & Liabilities	**(1)**	**2,691.74**	**2,535.25**
Adjustments for			
Decrease / (Increase) in Non-Current Loans		(7,979.78)	(4,688.64)
Decrease / (Increase) in Non-Current Financial Assets-Others		(0.01)	0.07
Decrease / (Increase) in Other Non Current Assets		3.04	2.36
Decrease / (Increase) in Current Loans		(5,088.41)	(3,057.66)
Decrease / (Increase) in Current Financial Assets-Others		201.89	(51.36)
Decrease / (Increase) in Current Tax Assets		0.00	(2.25)
Decrease / (Increase) in Other Current Assets		(33.66)	19.56
(Decrease) / Increase in Current Trade Payables		(17.01)	23.50
(Decrease) / Increase in Current Financial Liability-Others		(0.21)	(0.06)
(Decrease) / Increase in Other Current Liability		4.63	(19.34)
(Decrease)/ Increase in Long Term Provisions		(32.32)	(48.43)
(Decrease)/ Increase in Short Term Provisions		146.33	64.03
	(2)	(12,795.52)	(7,758.22)
Cash generated from operation	**(1+2)**	**(10,103.78)**	**(5,222.97)**
Income Tax Paid		-	-
Net Cash Outflow from Operating Activities		**(10,103.78)**	**(5,222.97)**
B. Cash Flow From Investing Activities			
Profit on sale of Assets		-	0.62
Sale/Dispoal of Property, Plant and Euipments		-	0.50
Purchase of Property, Plant and Euipments		(3.18)	(51.94)
Changes in Other Bank Balances		2,575.00	25.00
Net Cash Inflow from Investing Activities		**2,571.81**	**(25.83)**
C. Cash Flow From Financing Activities			
Issue of Share Capital		5,000.00	6,310.50
Share application money pending allotment		1,000.00	-

Net Cash Inflow from Financing Activities		**6,000.00**	**6,310.50**
Net Increase/(Decrease) in Cash and Cash Equivalents (A+B+C)		(1,531.97)	1,061.70
Cash & Cash Equivalents at the beginning of the year (Refer: note 6.1)		1,874.00	812.30
Closing Cash & Cash Equivalents		**342.03**	**1,874.00**
Reconciliation of Cash & Cash Equivalents			
Cash and Cash Equivalents as per Balance Sheet		342.03	1,874.00
Cash and Cash equivalents as at the end of the year (Refer: Note 6.1)		342.03	1,874.00

Note:

1. The Cash Flow Statement has been prepared under the Indirect method as set out in Ind AS-7 on Cash Flow Statement issued by the Institute of Chartered Accountants of India.
2. Previous year's figures are reclassified/regrouped to confirm and make them comparable with those of the current year.

Sd/-
(P. Unnikrishnan)
General Manager (Fin.) and
Company Secretary

Sd/-
(Sangeeta Mahendra)
Director
DIN: 07747004

Sd/-
(Ramesh Kumar G.)
Chairman-cum-Managing Director
DIN: 06991796

As per our Report of even date attached.
For Kumra Bhatia & Co.
Chartered Accountants
FRN: 002848N

Sd/-
Harish Kumar Bhargava
Partner
M. No.: 90572

Place : New Delhi
Date : 29.05.2017

NOTES ON ACCOUNTS

Note 1: Corporate Information

The National Scheduled Tribes Finance and Development Corporation (NSTFDC) is a company registered under Section 25 of the Companies Act, 1956 (now Section 8 of the Companies Act, 2013) domiciled and was incorporated in India. This Corporation was incorporated as a Govt. Company under the Ministry of Tribal Affairs (MoTA) exclusively for economic development of Scheduled Tribes. The Corporation plays a leading role in economic upliftment of Scheduled Tribes by providing financial assistance at concessional rates of interest through channelizing agencies. The registered address of the company is NBCC Tower, Plot No. 15, 5th Floor, Hall No-1, Bhikaji Cama Place, New Delhi-110066.

Note 2: Accounting Policies

a) Statement of Compliance

The financial statements as at and for year ended March 31, 2017 have been prepared in accordance with Indian Accounting Standards (Ind-AS) notified under section 133 of the companies Act 2013 as the Companies (Indian Accounting Standards) Rules, 2015 and Companies (Indian accounting standards) Amendment Rules 2016.

For all periods up to and including the year ended 31 March 2016, the company prepared its financial statements in accordance with accounting standards notified under the section 133 of the Companies Act 2013 (Indian GAAP). These financial statements for the year ended 31 March 2017 are company's first Ind AS financial statements.

Refer note no. 52 that how company has adopted Ind-AS

b) Basis of preparation

The financial statements have been prepared under the historical cost convention and on an accrual basis, except for the following item that have been measured at fair value as required by relevant Ind-AS.

i. Defined benefit Plan and other long term employee benefits

ii. Certain financial assets and liabilities measured at fair value.

c) Use of estimates

The preparation of financial statements in conformity with Ind-AS requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, disclosure of contingent assets and liabilities at the date of financial statements and the reported amount of income and expenses. Examples of such estimates include, allowance for doubtful loans & advances, future obligations under employee retirement benefit plans and estimated useful life of property, plant and equipment, provisions & contingent liabilities actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on a periodic basis. Future results could differ due to changes in these estimates and difference between the actual result and the estimates are recognised in the period in which the results are known /materialized.

d) All financial information presented in Indian rupees and all values are rounded to the nearest lakh rupees with two decimal points except where otherwise stated.

e) Statement of cash flow

Cash flows are reported using the indirect method, whereby excess of income (deficit) over expenditure before tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the Company are segregated based on the available information.

f) Foreign Currency

Items included in the financial statements are measured using the currency of the primary economic environment in which the Company operates (i.e. Functional Currency).The financial statements are presented in Indian rupees, which is the company's functional and presentation currency.

Income and expenses in foreign currencies are recorded at exchange rates prevailing on the date of the transaction. Foreign currency monetary assets and liabilities are translated at the exchange rate prevailing on the balance sheet date and exchange gains and losses arising on settlement and restatement are recognised in the statement of income & expenditure

g) Revenue recognition

The Company provides Loans through Channelizing Agencies and interest is charged from the Channelizing Agencies in the range of 2% to 8% p.a.

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. However when an uncertainty arises about the collectability of an amount already included in revenue, the uncollectible amount, or the amount in respect of which recovery has ceased to be probable, is recognized as an expense rather than as an adjustment of the amount of revenue already recognised.

Interest income on loans given and short term deposits made is recognized on a time proportion basis taking into account the amount outstanding and the rate applicable, using Effective Interest Rate method.

Interest incomes on FDR's and Bank deposits are recognized on a time proportion basis taking into account the amount outstanding and the interest rate applicable using Effective Interest Rate Method.

h) Income taxes

The Income of the Company is exempted from tax under section 10(26B) of the Income Tax Act, 1961.Thus no provision for income tax is required. Consequently the provisions of Ind AS-12 of the "Accounting for Income Taxes" is not applicable.

i) Property, plant and equipment

Property, plant and equipment are measured at cost less accumulated depreciation and impairment losses, if any.

Cost of asset includes the following:

i. Cost directly attributable to the acquisition of the assets

ii. Present value of the estimated costs of dismantling & removing the items & restoring the site on which it is located if recognition criteria are met.

Cost of replacement, major inspection, repair of significant parts and borrowing costs for long-term construction projects are capitalised if the recognition criteria are met.

Upon sale of assets cost and accumulated depreciation are eliminated from the financial statements and the resultant gains or losses are recognized in the statement of income & expenditure.

Amounts paid towards the acquisition of property, plant and equipment outstanding as of each reporting date and the cost of property, plant and equipment not ready for intended use before such date are disclosed under capital work- in-progress.

Depreciation is provided for property, plant and equipment on written down value method over their estimated useful life of assets as prescribed in schedule II of the companies act 2013. The estimated useful lives, residual values and depreciation method are reviewed at the end of each reporting period, with the effect of any changes in estimates accounted for on a prospective basis.

The estimated useful lives are as mentioned below:

Category of Assets Useful Life (years)

Particulars	Useful Life (years)
Building	60
Air Conditioners	5
Computer & Peripherals	3
Fixture & fittings	10
Furniture	10
Office Equipment	5
Vehicles	8

Each part of an item of Property, Plant and Equipment is depreciated separately if the cost of part is significant in relation to the total cost of the item and useful life of that part is different from the useful life of remaining asset.

The residual value of the assets is taken as 5% of the cost of assets.

Depreciation is not recorded on capital work-in-progress until construction and installation are complete and the asset is ready for its intended use.

Depreciation methods, useful lives and residual values are reviewed at each reporting date.

On transition to Ind AS. The company has elected to continue with the carrying value of all its property, plant and equipment recognised as at 1st April, 2015 measured as per the previous GAAP and use that carrying value as deemed cost of the property, plant and equipment.

j) Intangible assets

Intangible assets are recognized when it is probable that the future economic benefits that are attributable to the asset will flow to the enterprise and the cost of the asset can be measured reliably. Intangible assets are stated at historical cost less accumulated amortization and impairment loss, if any.

Intangible assets consists of software and are amortized over a period of 3 years or licensing period whichever is earlier.

k) Leases

(i) Operating Lease

Lease arrangements where the risks and rewards incidental to ownership of an asset substantially vests with the lessor, are recognised as operating lease. Operating lease payments are recognised on a straight line basis over the lease term, unless the lease agreement explicitly states that increase is on account of inflation in the statement of income & expenditure.

(ii) Finance Lease

A lease that transfer substantially all the risk and rewards incidental to ownership to the company is classified as a finance lease. Finance lease are capitalised at the commencement of the lease at the inception date fair value of the leased property or, if lower, at the present value of the minimum lease payments.

A leased asset is depreciated over the useful of the assets. However, if there is no reasonable certainty that the company will obtain ownership by the end of the lease term, the assets is depreciated over the shorter of the estimated use life of the assets and the lease term.

l) Impairment

(i) Impairment of Financial Assets

The company assesses at each date of balance sheet whether a financial asset is impaired. Ind AS-109 requires expected credit losses (ECL) to be measured through a loss allowance.

For all Financial Assets other than contract assets/ Trade receivables, expected credit losses are to be measured at an amount equal to 12 months expected credit losses or at an amount equal to the life time ECL's if credit risk on the financial asset has incurred significantly since its initial recognition.

ECL's impairment loss allowance (or reversal) recognised during the period as income/ expense in statement of income & expenditure.

(ii) Impairment of Non-Financial Assets

Property, plant and equipment and intangible assets are is treated as impaired when the carrying cost of assets exceeds its recoverable value and impairment loss is charged to the statement of income & expenditure in the year in which an asset is identified as impaired. At each reporting date company assesses the estimate amount of impairment loss. The impairment loss recognized in prior accounting periods is reversed if there has been a change in the estimate of recoverable amount and such losses either no longer exists or has decreased. Reversal of impaired loss is recognized in the statement of income & expenditure.

m) Employee Benefits

(i) Short Term Employee Benefits

The undiscounted amount of short term employee benefits expected to be paid for the services rendered are recognized as an expense during the period when the employees render the services.

(ii) Post-Employment Benefits & other Long Term Employee Benefits

The Company contributes to the Employees' Provident Fund maintained under the Employees' Provident Fund and Miscellaneous Provisions Act, 1952 and the same is charged to the Income and Expenditure Statement.

Contributions to gratuity Scheme is accounted on basis of the Premium contributions called for by the Life Insurance Corporation of India (LIC) with whom the Company has entered into an arrangement. Any shortfall/ excess based on independent Actuarial valuation as per Ind-AS 19 "Employee Benefits" is accounted for in the books of Account.

The Company has a scheme of encashment of Earned leave encashed by the employees of the Company. The leave encashed by the employees during the year are accounted for as expenditure and for accumulated un-encashed leave and un-availed sick leave up to 300 days, necessary liability has been provided in the books of account, based on the valuation made by the independent actuary as per Ind-AS 19 "Employee Benefits".

Actuarial gains or losses are recognized in other comprehensive income.

Re-measurements recognised in other comprehensive income comprise of actuarial gains or losses that are not reclassified to statement of income & expenditure from other comprehensive income in subsequent periods.

n) Earnings per Share

In determining basic earnings per share, the company considers the net profit attributable to equity shareholders. The number of shares used in computing basic earnings per share is the weighted average number of shares outstanding during the period. In determining diluted earnings per share, the net profit attributable to equity shareholders and weighted average number of shares outstanding during the period are adjusted for the effect of all dilutive potential equity shares.

o) Provisions

Provision is recognised when:

i) The Company has a present obligation as a result of a past event,

ii) A probable outflow of resources is expected to settle the obligation and

iii) A reliable estimate of the amount of the obligation can be made.

Provisions which are expected to be settled beyond 12 months are measured at the present value by using pre-tax discount rate that reflects the risks specific to the liability. The increase in the provision due to the passage of time is recognized as interest expenses.

Provisions are reviewed at each Balance Sheet date.

Provision for Performance Related Pay is made taking into account guidelines of DPE issued vide OM dated 26.11.2008 which, inter alia, include the parameters of basic pay drawn by the employees, projected MoU rating of the Company, average Annual Performance Appraisal Rating of the employees and grade ceiling applicable to employees. This provision is further subject to the overall ceiling of 5% of the profit before tax prescribed by the DPE.

The Company, as per approved policy, transfers the sum equivalent to 10% of the excess of income over expenditure for the year to "SPECIAL RESERVE" for contingencies.

p) Contingent Liabilities and Contingent Assets

Contingent Liabilities are disclosed in either of the following cases:

i. A present obligation arising from a past event, when it is not probable that an outflow of resources will be required to settle the obligation; or

ii. A reliable estimate of the present obligation cannot be made; or

iii. A possible obligation, unless the probability of outflow of resource is remote.

Contingent assets is disclosed where an inflow of economic benefits is probable.

Contingent Liability and Provisions needed against Contingent Liability and Contingent Assets are reviewed at each Reporting date.

Contingent Liability is net of estimated provisions considering possible outflow on settlement.

q) Financial instruments:-

Initial recognition and measurement

Financial Instruments recognized at its fair value plus or minus transaction costs that are directly attributable to the acquisition or issue of the financial instruments.

Cash and bank balance

Cash and bank balances comprise of cash at bank, cash in hand, Cheques in hand, demand deposits and bank deposits with maturity period up to 12 months from Balance Sheet date.

For the purpose of cash flow statement, cash and cash equivalents consist of cash and bank balances, cheques in hand, demand deposits with an original maturity of three months or less, which are subject to an insignificant risk of changes in value and net of bank overdrafts.

Financial Asset at Amortized Cost

Financial assets are subsequently measured at amortised cost if these financial assets are held within a business whose objective is to hold these assets in order to collect contractual cash flows and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding. Financial assets measured at amortised cost using effective interest rate method less impairment, if any. The effective interest rate (EIR) amortisation is included in finance income in the statement of income & expenditure.

Following financial assets are measured at amortised cost:-

(i) Security deposit

(ii) Retention money

(iii) cash and cash equivalent

(iv) Loan and advances

Financial Assets at fair value through other comprehensive income (FVTOCI)

Financial assets are measured at fair value through other comprehensive income if these financial assets are held within a business whose objective is achieved by both collecting contractual cash flows and selling financial assets and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

Debt instruments included within the FVTOCI category are measured initially as well as at each reporting date at fair value. Fair value movements are recognized in the other comprehensive income (OCI). However, the company recognizes interest income, impairment losses & reversals and foreign exchange gain or loss in the statement of income & expenditure. On de-recognition of the asset, cumulative gain or loss previously recognised in OCI is reclassified from the equity to statement of income & expenditure. Interest earned is recognised using the effective interest rate method (EIR).

Financial Assets at Fair value through Profit & Loss (FVTPL)

FVTPL is a residual category for financial Assets. Any financial assets, which does not meet the criteria for categorization as at amortized cost or as FVTOCI, is classified as at FVTPL.

In addition, the company may elect to designate financial asset, which otherwise meets amortized cost or FVTOCI criteria, as at FVTPL. If doing so reduces or eliminates a measurement or recognition inconsistency.

Financial assets included within the FVTPL category are measured at fair value with all changes recognized in the statement of income & expenditure.

Financial liabilities at Amortised Cost

Financial liabilities at amortised cost represented by trade and other payables, security deposits and retention money are initially recognized at fair value, and subsequently carried at amortized cost using the effective interest rate method.

Financial liabilities at Fair Value through Profit & Loss (FVTPL)

The company has not designated any financial liabilities at FVTPL.

De-recognition

Financial Asset

A financial asset (or, where applicable, a part of a financial asset or part of a group of similar financial assets) is derecognized only when the contractual rights to the cash flows from the asset expires or it transfers the financial assets and substantially all risks and rewards of the ownership of the asset.

Financial Liability

A financial liability is derecognised when the obligation under the liability is discharged or cancelled or expires. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as a de-recognition of the original liability and the recognition of a new liability, and the difference in the respective carrying amounts is recognised in the statement of income & expenditure.

r) Fair Value Measurement

Company measures financial instruments at fair value at each reporting date. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

- In the principal market for the asset or liability, or
- In the absence of a principal market, in the most advantageous market for the asset or liability.

The principal or the most advantageous market must be accessible to the company. The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest. The company uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximizing the use of relevant observable inputs and minimizing the use of unobservable inputs.

Assets and liabilities for which fair value is measured or disclosed in the financial statements are categorized within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

- Level 1 — Quoted (unadjusted) market prices in active markets for identical assets or liabilities
- Level 2 — Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable.
- Level 3 — Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable.

For assets and liabilities that are recognized in the financial statements on a recurring basis, the Company determines whether transfers have occurred between levels in the hierarchy by re-assessing categorization (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period.

At the reporting date, the Company analyses the movements in the values of assets and liabilities which are required to be re-measured or re-assessed as per the accounting policies. For this analysis, the Company verifies the major inputs applied in the latest valuation by agreeing the information in the valuation computation to contracts and other relevant documents.

The Company also compares the change in the fair value of each asset and liability with relevant external sources to determine whether the change is reasonable.

For the purpose of fair value disclosures, the Company has determined classes of assets and liabilities on the basis of the nature, characteristics and risks of the asset or liability and the level of the fair value hierarchy as explained above.

Statement of Changes in Equity (SOCE) for the period ended 31st March 2017

A. Equity share capital

(₹ in Lakhs)

Particulars	Amount
Balance at the beginning of the year	50,910.46
Changes in equity share capital during the year	
-Issue of equity shares capital during the year	5,000.00
Balance at the end of the year	**55,910.46**

B. Other Equity

Particulars	Share application money pending allotment	Reserve Surplus		Total
		General Reserve	Special Reserve	
Balance at the beginning of the year	-	19,736.17	1,639.14	21,375.31
Prior period Adjustments (Refer: note 29)				-
Restated balance at the beginning of the year	**-**	**19,736.17**	**1,639.14**	**21,375.31**
Profit for the year		2,031.42	224.12	2,255.54
Other Comprehensive Income for the year (net of income tax)		(14.34)	-	(14.34)
Total Comprehensive Income for the year	**-**	**2,017.08**	**224.12**	**2,241.20**
Transfer to retained earning		-	-	-
Share application Money	1,000.00			1,000.00
Balance at the end of the year	**1,000.00**	**21,753.25**	**1,863.26**	**24,616.51**

Statement of Changes in Equity (SOCE) for the period ended 31st March 2016

A. Equity share capital

(₹ in Lakhs)

Particulars	Amount
Balance at the beginning of the year	44,599.96
Changes in equity share capital during the year	
-Issue of equity shares capital during the year	6,310.50
Balance at the end of the year	**50,910.46**

B. Other Equity

Particulars	General Reserve	Special Reserve	Total
Balance at the beginning of the year	17,786.33	1,422.17	19,208.50
Prior period Adjustments (Refer: note 29)	(2.89)	-	(2.89)
Restated balance at the beginning of the year	**17,783.44**	**1,422.17**	**19,205.61**
Profit for the year	1,942.16	216.97	2,159.13
Other Comprehensive Income for the year (net of income tax)	10.57	-	10.57
Total Comprehensive Income for the year	**19,736.17**	**1,639.14**	**21,375.31**
Transfer to retained earning	-	-	-
Balance at the end of the year	**19,736.17**	**1,639.14**	**21,375.31**

Note 3.1:

Property, Plant & Equipments

(₹ in Lakhs)

	Building	Air Conditioners & Coolers	Computer & Peripherals	Fixture & Fittings	Furniture	Office Equipment	Vehicles	Total
Cost or Deemed Cost								
At 1 April 2015	**467.00**	**9.59**	**63.49**	**36.10**	**26.10**	**15.14**	**6.34**	**623.76**
Additions	22.42	3.84	4.48	7.50	8.34	5.36	-	51.94
Disposals/Adjustments	-	0.46	16.14	-	4.26	0.36	-	21.22
At 31 March 2016	**489.42**	**12.97**	**51.83**	**43.60**	**30.18**	**20.15**	**6.34**	**654.48**
Additions	-	0.54	0.69	-	0.35	1.03	-	2.61
Disposals/Adjustments	-	-	-	-	-	-	-	-
At 31 March 2017	**489.42**	**13.51**	**52.52**	**43.60**	**30.53**	**21.18**	**6.34**	**657.09**
Depreciation and Impairment								
At 1 April 2015	**186.26**	**8.35**	**51.70**	**33.61**	**19.62**	**13.36**	**4.51**	**317.41**
Depreciation charge for the year	14.87	1.51	8.04	1.45	2.77	2.10	0.65	31.39
Impairment	-	-	-	-	-	-	-	-
Disposals/Adjustments	-	0.38	15.94	-	4.08	0.32	-	20.72
At 31 March 2016	**201.13**	**9.48**	**43.80**	**35.06**	**18.31**	**15.14**	**5.16**	**328.08**
Depreciation charge for the year	14.49	1.67	4.85	1.78	2.99	2.30	0.42	28.50
Impairment	-	-	-	-	-	-	-	-
Disposals/Adjustments	-	-	-	-	-	-	-	-
At 31 March 2017	**215.62**	**11.15**	**48.65**	**36.84**	**21.30**	**17.44**	**5.58**	**356.58**
Net book value								
At 31 March 2017	**273.80**	**2.36**	**3.87**	**6.76**	**9.23**	**3.74**	**0.76**	**300.52**
At 31 March 2016	**288.30**	**3.49**	**8.03**	**8.54**	**11.87**	**5.01**	**1.18**	**326.42**
At 1 April 2015	**280.74**	**1.24**	**11.79**	**2.49**	**6.48**	**1.78**	**1.83**	**306.35**

Note 3.1: The Company has purchased office premises from National Building Construction Company during the year 2003-04 at NBCC Tower, Hall No.1, Plot No. 15, 5th Floor, Bhikaji Cama Place, New Delhi. The premise was put to use from 02.05.05 and depreciation has been provided from the date accordingly on W.D.V. method. The said premise is pending for registration. The lease deed has been prepared and stamp duty as per own assessment has been paid. The registration charges of the Building Premises would be accounted for at the time of registration of lease deed.

Note 3.2:
Intangible Assets

(₹ in Lakhs)

Particulars	Software's	Total
Opening balance at 1 April 2015	**-**	**-**
Addition during the year	-	-
Adjustment	-	-
Closing balance at 31 March 2016	-	-
Addition during the year	0.60	0.60
Adjustment	-	-
Closing balance at 31 March 2017	**0.60**	**0.60**
Amortization and Impairment		
Opening balance at 1 April 2015	-	-
Amortization during the year	-	-
Impairment during the year	-	-
Closing balance at 31 March 2016	-	-
Amortization during the year	0.15	0.15
Impairment during the year	-	-
Closing balance at 31 March 2017	**0.15**	**0.15**
Net Carrying Value		
At 31 March 2017	**0.45**	**0.45**
At 31 March 2016	-	-
At 1 April 2015	-	-

Note 4:
Financial Assets- Non Current

Note 4.1:
Loans

(₹ in Lakhs)

Particulars	As at 31st March 2017	As at 31st March 2016	As at 1st April 2015
Long term Loans under various schemes			
- Secured, considered good	41,253.36	29,889.70	29,551.49
- Unsecured, considered good	3,408.00	6,784.25	2,427.86
Loans & Advances to Employees*			
- Secured, considered good	30.91	38.54	44.50
- Unsecured, considered good	-	-	-
Total	**44,692.27**	**36,712.49**	**32,023.85**

* Includes Interest Accrued but not due on loans and advances to employees

Long-term loans and advances to employees include amounts due from:

Particulars	As at 31st March 2017	As at 31st March 2016	As at 1st April 2015
Directors	-	-	-
Other officers of the Corporation*	17.74	25.68	33.45
Total	**17.74**	**25.68**	**33.45**

* Including Interest not due

Note 4.2:
Other Financial Assets

(₹ in Lakhs)

Particulars	As at 31st March 2017	As at 31st March 2016	As at 1st April 2015
Security Deposits	1.60	1.59	1.66
Total	**1.60**	**1.59**	**1.66**

Note 5:
Other Non Current Assets

(₹ in Lakhs)

Particulars	As at 31st March 2017	As at 31st March 2016	As at 1st April 2015
Others			
- Prepaid Expenses*	20.30	23.34	25.70
Total	**20.30**	**23.34**	**25.70**

* It represents unamortized portion of Staff Loans & Advances or difference between the fair value of financial assets at initial recognition & loans given.

Note 6:
Financial Assets- Current

Note 6.1:
Cash and Cash equivalent

(₹ in Lakhs)

Particulars	As at 31st March 2017	As at 31st March 2016	As at 1st April 2015
Cash in hand	0.42	0.73	0.42
Balances with banks:			
– In Savings Account	341.61	373.27	811.88
– In Term Fixed Deposits with original maturity of three months or less	-	1,500.00	-
Total	**342.03**	**1,874.00**	**812.30**

Note 6.2:
Bank Balances other than Cash and Cash equivalent

(₹ in Lakhs)

Particulars	As at 31st March 2017	As at 31st March 2016	As at 1st April 2015
Fixed Deposits with original maturity of more than 3 months but not more than 12 months	10,100.00	12,675.00	12,700.00
Total	**10,100.00**	**12,675.00**	**12,700.00**

Note 6.3:
Loans

(₹ in Lakhs)

Particulars	As at 31st March 2017	As at 31st March 2016	As at 1st April 2015
a) Short term Loans under various schemes			
- Secured, considered good	23,109.37	15,499.91	16,456.93
- Unsecured, considered good	1,798.28	4,958.07	1,298.02
- Doubtful	2,558.57	2,346.19	2,057.32
Less: Allowance for Doubtful loans	(2,558.57)	(2,346.19)	(2,057.32)
	24,907.66	**20,457.98**	**17,754.95**
b) Interest Accrued and due on loans under various schemes			
- Secured, considered good	645.49	388.94	415.57
- Unsecured, considered good	19.01	43.81	9.68
- Doubtful	2,545.98	2,350.81	2,294.31
Less: Allowance for Doubtful loans	(2,545.98)	(2,350.81)	(2,294.31)
	664.50	**432.75**	**425.25**
c) Loans & Advances to Employees*			
- Secured	27.20	27.77	26.00
- Unsecured	-	-	-
	27.20	**27.77**	**26.00**
Total	**25,599.36**	**20,918.50**	**18,206.20**
* Including Interest not due			

Short Term loans and advances to employees include amounts due from:

Particulars	As at 31st March 2017	As at 31st March 2016	As at 1st April 2015
Directors	-	-	-
Other officers of the Corporation*	19.90	22.16	21.05
Total	**19.90**	**22.16**	**21.05**
*Including interest not due			

Note 6.4:
Other Financial Assets

(₹ in Lakhs)

Particulars	As at 31st March 2017	As at 31st March 2016	As at 1st April 2015
Interest Accrued and not due on FDR's	115.63	326.95	274.95
Interest Accrued and not due on Savings bank & flexi Deposits	9.46	0.02	0.66
Total	**125.08**	**326.97**	**275.61**

Note 7:
Current Tax Asset (Net)

(₹ in Lakhs)

Particulars	As at 31st March 2017	As at 31st March 2016	As at 1st April 2015
Amount Receivable from Income Tax	4.26	4.26	2.01
Total	**4.26**	**4.26**	**2.01**

Note 8:
Other Current Assets

(₹ in Lakhs)

Particulars	As at 31st March 2017	As at 31st March 2016	As at 1st April 2015
a) Advances other than Capital Advances			
Unsecured			
- Advances to Employees	-	0.09	0.03
- Advances to Other Parties	136.55	102.93	121.17
b) Others			
Prepaid Expenses*	3.32	3.18	4.56
	139.86	**106.20**	**125.76**
* Prepaid expenses includes Rs. 2.43 lakhs as on 31.3.2017 (Rs. 2.36 lakhs as on 31.3.2016 and Rs. 3.33 Lakhs as on 01.04.2015) as deferred portion of Staff Loans & Advances between the fair value of financial assets at initial recognition & loans given.			

Note 9:
Equity Share capital

(₹ in Lakhs)

Particulars	As at 31st March 2017	As at 31st March 2016	As at 1st April 2015
Authorised share capital			
75,00,000 Equity shares of ₹1000 each	75,000.00	75,000.00	50,000.00

(As at 31st March 2016-75,00,000 Equity shares of ₹1000 each As at 1st April 2015-50,00,000 Equity shares of ₹1000 each)	75,000.00	75,000.00	50,000.00
Issued/Subscribed and Paid up Capital			
55,91,046 Equity shares of ₹1000 each	55,910.46	50,910.46	44,599.96
(As at 31st March 2016 - 50,91,046 Equity shares of ₹1000 each As at 1st April 2015 - 44,59,996 Equity shares of ₹1000 each)	**55,910.46**	**50,910.46**	**44,599.96**

Reconciliation of the number of equity shares and share capital

Particulars	As at 31st March 2017		As at 31st March 2016	
	(No's of Shares in Lakhs)	(Amount in Lakhs)	(No's of Shares in Lakhs)	(Amount in Lakhs)
Issued/Subscribed and Paid up equity Capital outstanding at the beginning of the year	50.91	50,910.46	44.60	44,599.96
Add: Shares Issued during the year	5.00	5,000.00	6.31	6,310.50
Issued/Subscribed and Paid up equity Capital outstanding at the end of the year	**55.91**	**55,910.46**	**50.91**	**50,910.46**

Terms & Rights attached to Equity Shares

The Company has only one class of shares referred to as equity shares having a par value of ₹ 1000. Each holder of equity shares is entitled to one vote per share

In the event of liquidation of the Company, the holders of equity shares will be entitled to receive any of the remaining assets of the Company in proportion to the number of equity shares held by the share holders, after distribution of all preferential amount.

Details of Shares held by shareholders holding more than 5% of the aggregate shares in the company

Name of the shareholder	As at 31st March 2017		As at 31st March 2016		As at 1st April 2015	
	(No's of Shares in Lakhs)	% of holding	(No's of Shares in Lakhs)	% of holding	(No's of Shares in Lakhs)	% of holding
Equity shares						
President of India	55.91	100.00	50.91	100.00	44.60	100.00
Total	**55.91**	**100.00**	**50.91**	**100.00**	**44.60**	**100.00**

Note 10:
Other Equity

(₹ in Lakhs)

Particulars	As at 31st March 2017	As at 31st March 2016	As at 1st April 2015
General Reserve	21,753.25	19,736.17	17,783.44
Special Reserve	1,863.26	1,639.14	1,422.17
Share Application Money	1,000.00	-	-
Total	**24,616.51**	**21,375.31**	**19,205.61**

Note 10.1:
Special Reserve

(₹ in Lakhs)

Particulars	As at 31st March 2017	As at 31st March 2016	As at 1st April 2015
Opening Balance	1,639.14	1,422.17	1,422.17
Add: Surplus transfer from Income & Expenditure Statement	224.12	216.97	-
Closing Balance	**1,863.26**	**1,639.14**	**1,422.17**

Note 10.2:
General Reserve

(₹ in Lakhs)

Particulars	As at 31st March 2017	As at 31st March 2016	As at 1st April 2015
Opening Balance	19,736.17	17,783.44	17,786.82
Add: Transfer from Income & Expenditure Statement	2,031.42	1,942.16	
Other comprehensive income arising from remeasurement of defined benefit obligation	(14.34)	10.57	-
Prior Period Adjustments (Refer: Note 28)			(3.38)
Closing Balance	**21,753.25**	**19,736.17**	**17,783.44**

Note 10.3: In terms of section 8(1) (b & c) of the Companies Act, 2013 the Company does not declare dividend and ploughs back its excess of income over expenditure. The excess of income over expenditure is ₹2,255.54/- Lakhs for the year ended 31st March 2017 out of which ₹2,031.42/- Lakhs has been transferred to General Reserve & ₹224.12/- Lakhs to Special Reserve and shown under the head "Other Equity" in the Balance Sheet.

Note 11:
Financial Liabilities- Non Current

(₹ in Lakhs)

Particulars	As at 31st March 2017	As at 31st March 2016	As at 1st April 2015
Others			
Earnest Money Deposit Payable	0.05	0.31	0.48
Security Deposits Payable	0.40	0.35	0.24
Total	**0.45**	**0.66**	**0.72**

Note 12:
Provisions - Non Current

(₹ in Lakhs)

Particulars	As at 31st March 2017	As at 31st March 2016	As at 1st April 2015
(a) Provision for Employee Benefits*:			
Provision for gratuity	-	50.32	87.66
Provision for leave encashment	191.92	173.92	185.01
Total	**191.92**	**224.24**	**272.67**

*The provision for employee benefits includes retirement benefits of Gratuity and leave encashment, for other disclosures (Refer: Note 32)

Note 13:
Financial Liabilities - Current

(₹ in Lakhs)

Particulars	As at 31st March 2017	As at 31st March 2016	As at 1st April 2015
Financial Liabilities			
Trade Payables*	18.53	35.54	12.04
Total	**18.53**	**35.54**	**12.04**
* Including Adjustments for prior period expenses (Refer: Note 29)			

Note 14:
Other Current Liability

(₹ in Lakhs)

Particulars	As at 31st March 2017	As at 31st March 2016	As at 1st April 2015
Other Payables			
(a) Provident Fund payable	7.89	7.32	5.45
(b) Salary payable	2.24	2.84	2.66
(c) Tax Deducted at Source payable	4.57	7.02	6.17
(d) Rebate on Interest Payable	29.51	21.25	27.10
(e) Others	-	1.15	17.54
Total	**44.21**	**39.58**	**58.92**

Note 15:
Provisions - Current

(₹ in Lakhs)

Particulars		As at 31st March 2017	As at 31st March 2016	As at 1st April 2015
Provision for employee benefits:				
Provision for gratuity	(Refer: Note 32)	20.24	14.54	14.16
Provision for leave encasement	(Refer: Note 32)	26.02	16.57	18.54
Provision towards payment of CMD		-	-	3.14
Provision for Performance Related Pay	(Refer: Note 49)	69.67	33.13	48.74
Provision for superannuation benefits	(Refer: Note 49)	309.68	264.18	221.85
Provision of Pay Revision Arrear of Salary	(Refer: Note 49)	39.81	-	-
Provision for CSR	(Refer: Note 49)	78.24	54.56	23.09
Total		**543.65**	**382.98**	**329.52**

Note 16:
Revenue From Operations

(₹ in Lakhs)

Particulars	For the Year Ended 31st March 2017	For the Year Ended 31st March 2016
a) Rendering of Services		
(i) Interest on Term Loans	1,908.60	1,541.04
(ii) Interest on Micro Credit Finance	394.32	41.58
(iii) Interest on Adivasi Mahila Sashaktikaran Yojana	87.49	97.89
(iv) Interest on Loans from RRBs/PSU Banks	29.41	42.58
(v) Interest on Loans from ASRY (Subsidy from MoHRD)	17.25	13.94
(a)	**2,437.07**	**1,737.03**
b) Other Operating Revenue		
(i) Reversal of allowance for doubtful loans	12.36	311.28
(ii) Reversal of allowance for doubtful Interest	27.21	214.05
(b)	39.57	525.33
Total (a+b)	**2,476.64**	**2,262.36**

Note 17:
Other Income

(₹ in Lakhs)

Particulars	For the Year Ended 31st March 2017	For the Year Ended 31st March 2016
a) Interest Income		
Interest on Fixed Deposits	1,169.39	1,587.44
Interest on Savings Bank/ Flexi Deposits	23.38	13.61
Interest on Advances to Employees	5.46	6.08
(a)	**1,198.23**	**1,607.13**
b) Other Non-Operating Income		
RTI Act receipt	0.01	0.02
Profit on sale of Fixed Assets	-	0.64
Miscellaneous receipts	1.90	8.49
(b)	1.91	9.15
Total (a+b)	**1,200.14**	**1,616.28**

Note 18:
Employee Benefits Cost

(₹ in Lakhs)

Particulars	For the Year Ended 31st March 2017	For the Year Ended 31st March 2016
a) Salary, Wages & Benefits		
- Salaries and allowances	444.99	421.26
- Govt. Accomodation CMD	2.53	2.45
- Medical Reimbursement	42.98	34.49
- Newspaper Reimbursement	7.76	7.83
- Conveyance Reimbursement	15.77	15.28
- Performance Related Pay	53.14	16.53
- Provision for Pay Revision (Refer: Note 50)	39.81	-
b) Contribution to Provident Fund & Other Funds		
- Contribution to Provident Fund/ EDLIS/ GSLIS	42.09	39.51
c) Staff Welfare Expenses	5.77	6.34
d) Provision for Retirement Benefits		
- Contribution to Gratuity	18.20	19.68
- Contribution to Leave Encashment	27.84	27.74
- Superannuation Benefits (Pension & Medical)	45.49	42.33
e) Others	2.71	2.58
Total	**749.08**	**636.02**

Note 19:
Depreciation & Amortization Costs

(₹ in Lakhs)

Particulars	For the Year Ended 31st March 2017	For the Year Ended 31st March 2016
Depreciation on Tangible Assets	28.48	31.38
Amortization on intangible assets	0.15	-
Total	**28.63**	**31.38**

Note 20:
Allowance for Doubtful Loans and Interest

(₹ in Lakhs)

Particulars	For the Year Ended 31st March 2017	For the Year Ended 31st March 2016
Allowance for Doubtful loans	224.75	600.14
Allowance for Doubtful Interest - TL	220.85	268.80
Allowance for Doubtful Interest - MCF	1.42	1.66
Allowance for Doubtful Interest - AMSY	0.12	0.09
Total	**447.14**	**870.69**

Note 21:
Other Expenses

(₹ in Lakhs)

Particulars	For the Year Ended 31st March 2017	For the Year Ended 31st March 2016
Building maintenance expenses	6.82	6.30
Legal & Professional Fee Charges	5.94	18.58
Audit Fees (Refer: Note 21.4 below)	0.92	0.81
Electricity	12.90	13.81
Vehicle Hire Charges	4.70	4.57
Vehicle Running & Maintenance Expenses	6.21	5.73
Office Maintenance Expenses	9.65	10.10
Printing and stationery (Refer: Note 21.3 below)	9.15	5.60
Repairs & Maintenance - Computers	2.99	2.21
Rent	3.18	3.10
Rates & Taxes	2.41	2.57
Security Guard Expenses	5.61	5.57
Training Expenses - CMD	0.00	8.83
Insurance Charges	0.58	0.53
Miscellaneous Expenses	14.57	14.79
Travelling Expenses	14.41	14.81
Travelling Expenses-Foreign Tour	19.51	0.00
Training Expenses (Beneficiaries)	0.00	1.40
Telephone & Fax Expenses	5.32	4.44
Computer Grant (Refer: Note 21.2 below)	0.00	4.00
Rebate on Interest (Refer: Note 21.1 below)	29.51	21.25
Loss on sale of Fixed Assets	0.00	0.01
Publicity and Advertisement Expenses	0.58	0.93
Total	**154.96**	**149.94**

Note 21.1: Incentive for the SCAs as "Rebate on Interest": In order to encourage the SCAs for timely repayment of dues, the Company has introduced an incentive scheme for the SCAs as "Rebate on Interest". As per norms, a uniform rebate of 0.5 % is provided for all schemes of NSTFDC.

Note 21.2: Payments made on account of Computer Grants are charged as expenses in the year of actual payment.

Note 21.3: The expenses incurred on Printing & Stationery, including publicity material are charged as expenses in the year of purchase.

Note 21.4:
Payment to Auditor

(₹ in Lakhs)

Particulars	For the Year Ended 31st March 2017	For the Year Ended 31st March 2016
As Auditors - Statuory Audit	0.92	0.81
For Tax Audit	0.09	0.08
for other services (Gratuity Trust Audit)	0.09	0.08
Reimbursement of expenses	0.00	0.00
	1.10	**0.97**

Note 22:
CSR Expenses

(₹ in Lakhs)

Particulars	For the Year Ended 31st March 2017	For the Year Ended 31st March 2016
CSR Expenses	41.43	31.48
Total	**41.43**	**31.48**

Note 22.1:
CSR Expenses

The expenditure on CSR is measured net of Grant in respect of Grant received from others for carrying out CSR activities.

Note 23:
Components of Other Comprehensive Income (OCI)

The disaggregation of changes to OCI by each type of reserve in equity is shown below:-

(₹ in Lakhs)

Particulars	For the Year Ended 31st March 2017	For the Year Ended 31st March 2016
Remeasurement of Defined benefit plans		
- Gratuity (Funded)	(1.15)	2.18
- Leave Encashment (Unfunded)	(13.19)	8.39
Total	**(14.34)**	**10.57**

Note 24:
Earnings per share (EPS)

(₹ in Lakhs)

Particulars	For the Year Ended 31st March 2017 (₹ per share)	For the Year Ended 31st March 2016 (₹ per share)
Basic EPS		

From continuing operation	43.08	45.83
Diluted EPS		
From continuing operation	43.06	45.83

Note 24.1:
Basic Earning per Share

The earnings and weighted average number of equity shares used in calculation of basic earning per share:-

(₹ in Lakhs)

Particulars	**For the Year Ended 31st March 2017**	**For the Year Ended 31st March 2016**
Profit attributable to equity holders of the company:		
Continuing operations	2,255.54	2,159.13
Earnings used in calculation of Basic Earning Per Share	**2,255.54**	**2,159.13**
Weighted average number of shares for the purpose of basic earnings per share	52.35	47.11

Note 24.2:
Diluted Earning per Share

The earnings and weighted average number of equity shares used in calculation of diluted earning per share:-

(₹ in Lakhs)

Particulars	**For the Year Ended 31st March 2017**	**For the Year Ended 31st March 2016**
Profit attributable to equity holders of the company:		
Continuing operations	2255.54	2159.13
Earnings used in calculation of diluted Earning Per Share from continuing operations	**2255.54**	**2159.13**

(₹ in Lakhs)

Particulars	**For the Year Ended 31st March 2017**	**For the Year Ended 31st March 2016**
Weighted average number of shares for the purpose of basic earnings per share	52.38	47.11
Effect of Dilution:		
Weighted average number of shares for the purpose of Diluted earnings per share	**52.38**	**47.11**

Note 25:
Capital management

The company objective to manage its capital in a manner to ensure and safeguard their ability to continue as a going concern so that company can continue to provide maximum returns to share holders and benefit to other stake holders.

Further, company manages its capital structure to make adjustments in light of changes in economic conditions and the requirements of the financial covenants. As on transition date and 31st March 2017 company does not have any liability towards borrowings. Company manages its working capital requirement through internal accruals.

No changes were made in the objectives, policies or processes for managing capital during the years ended 31 March 2017

Note 26:
Fair Value measurements

(i) The Carrying Value of Financial Instruments by categories are as follow:

(₹ in Lakhs)

Particulars	As at 31st March 2017			As at 31st March 2016			As at 1st April 2015		
	FVTPL	FVTOCI	Amortised Cost	FVTPL	FVTOCI	Amortised Cost	FVTPL	FVTOCI	Amortised Cost
Financial Assets									
(i) Cash and Cash Equivalents	-	-	342.03	-	-	1,874.00	-	-	812.30
(ii) Other Bank balances	-	-	10,100.00	-	-	12,675.00	-	-	12,700.00
(iii) Security Deposits	-	-	1.60	-	-	1.59	-	-	1.66
(iv) Other Financial Assets	-	-	125.08	-	-	326.97	-	-	275.61
(vi) Loans	-	-	70,291.63	-	-	57,630.99	-	-	50,230.05
Total Financial Assets	**-**	**-**	**80,860.34**	**-**	**-**	**72,508.55**	**-**	**-**	**64,019.62**
Financial Liabilities									
(i) Trade Payables	-	-	18.53	-	-	35.54	-	-	12.04
(ii) Others-Security Deposits	-	-	0.45	-	-	0.66	-	-	0.72
Total Financial Liabilities	**-**	**-**	**18.98**	**-**	**-**	**36.20**	**-**	**-**	**12.76**

(ii) Fair value of financial assets and liabilities that are measured at fair value (but fair value disclosure are required)

(₹ in Lakhs)

Particulars	As at 31st March 2017		As at 31st March 2016		As at 1st April 2015	
	Carrying Value	Fair value	Carrying Value	Fair value	Carrying Value	Fair value
Financial Assets						
Staff Loans & Advances	58.11	58.11	66.31	66.31	70.50	70.50
Loans to SCA's	70,233.51	70,233.51	57,564.68	57,564.68	50,159.55	50,159.55
Total Financial Assets	**70,291.63**	**70,291.63**	**57,630.99**	**57,630.99**	**50,230.05**	**50,230.05**

i) The carrying amounts of cash and cash equivalents, other Bank Balances and trade payables are considered to the same as their fair values, due to short term nature.

ii) The fair value of "staff loans & advances" were calculated based on cash flows discounted using recovery pattern of Loan. They are classified as level 3 fair values in fair value hierarchy due to the inclusion of unobservable inputs including counter party credit risk.

Fair Value hierarchy as on 31-03-2017

(₹ in Lakhs)

Particulars	Date of valuation	Level 1	Level 2	Level 3	Total
Financial Assets					
Financial assets at Amortised Cost					
Staff Loans & Advances	31st March 2017	-	-	58.11	58.11
Loans to SCA's		-	-	70,233.51	70,233.51
		-	-	70,291.63	70,291.63

Fair Value hierarchy as on 31-03-2016

(₹ in Lakhs)

Particulars	Date of valuation	Level 1	Level 2	Level 3	Total
Financial Assets					
Financial assets at Amortised Cost					
Staff Loans & Advances	31st March 2016	-	-	66.31	66.31
Loans to SCA's		-	-	57,564.68	57,564.68
		-	-	57,630.99	57,630.99

Fair Value hierarchy as on 01-04-2015

(₹ in Lakhs)

Particulars	Date of valuation	Level 1	Level 2	Level 3	Total
Financial Assets					
Financial assets at Amortised Cost					
Staff Loans & Advances	1st April 2015	-	-	70.50	70.50
Loans to SCA's		-	-	50,159.55	50,159.55
Total		**-**	**-**	**50,230.05**	**50,230.05**

(iii) Financial risk management

The Company's principal financial liabilities comprise trade and other payables. The main purpose of these financial liabilities is to finance the company's operations. The Company's principal financial assets include Loans to channelizing agencies like SCA's, PSU banks & RRB's that derive directly from its equity. The loans to SCA's are disbursed against State Govt. Guarantee.

The Company is required to expose market risk, credit risk and liquidity risk. The company's financial risk activities are governed by appropriate policies and procedures and those financial risks are identified, measured and managed in accordance with the companies policies and risk objectives. The board of directors review and agree on policies for managing each of these risk, which are summarised below:-

a) Market Risk

Market risk is the risk that the fair value of future cash flows of a financial instruments will fluctuate because of changes in market prices. Market risk comprises Interest rate risk. Financial instruments affected by market risk includes loan and advances, deposits and other non derivative financial instruments.

b) Interest Rate Risk

Interest rate risk is the risk that the fair value of future cash flows of a financial instruments will fluctuate because of change in market interest rate. The company is not exposed to interest rate risk.

c) Credit risk

Credit risk is the risk of financial loss to the Company if a counterparty to a financial instrument fails to meet its contractual obligations, and arises principally from the Company's loans receivables from Channelizing Agencies. The company is exposed to credit risk from its financial activities of loans given to Channelizing Agencies.

The company assesses and manages credit risk based on company's internal policies. The company considers the probability of default upon initial recognition of assets and whether there has been a significant increase in credit risk on an ongoing basis through out each reporting period. To assess whether there is a significant increase in credit risk the company compares the risk of default occurring on the asset as at the reporting date with the risk of default as at the date of initial recognition. It considers available reasonable and supportive forward looking information. Especially the following indicators are incorporated.

- Significant changes in the value of collateral supporting the obligation or in the quality of third party guarantees.
- Significant changes in the expected performance and behaviours of the borrower (Channelizing Agencies), including changes in the payments status of the borrowers (Channelizing Agencies).

In general, it is presumed that the credit risk has significantly increased since initial recognition if the payments are due for more than 5 years.

A default on a financial asset is when the counter party fails to make payments whenever they fall due.

Note 27:

Provision for Expected Credit Losses of Loans for the year ended 31st March, 2017

(₹ in Lakhs)

<table>
<tr><th colspan="2">Particulars</th><th>Asset Group</th><th>Estimated Gross Carrying Amount of Default</th><th>Expected Probability of Default</th><th>Expected Credit Losses</th><th>Carrying Amount of Net Impairment Provision</th></tr>
<tr><td rowspan="4">Loss Allowance measured at life-time expected credit losses</td><td rowspan="2">Financial Asset for which credit risk has not increased significantly since initial recognition</td><td>Loans</td><td>69,627.13</td><td>0%</td><td>-</td><td>69,627.13</td></tr>
<tr><td>Interest on Loans</td><td>664.50</td><td>0%</td><td>-</td><td>664.50</td></tr>
<tr><td rowspan="2">Financial Asset for which credit risk has increased significantly and not creditly impaired</td><td>Loans</td><td>2,558.57</td><td>100%</td><td>2,558.57</td><td>-</td></tr>
<tr><td>Interest on Loans</td><td>2,545.98</td><td>100%</td><td>2,545.98</td><td>-</td></tr>
<tr><td></td><td></td><td></td><td>75,396.18</td><td></td><td>5,104.56</td><td>70,291.63</td></tr>
</table>

During the year 2016-17 the company has made ₹224.75 Lakhs as allowance for doubtful loans and ₹222.39 Lakhs as allowance for doubtful interest.

Provision for Expected Credit Losses of Loans for the year ended 31st March, 2016

(₹ in Lakhs)

Particulars		Asset Group	Estimated Gross Carrying Amount of Default	Expected Probability of Default	Expected Credit Losses	Carrying Amount of Net Impairment Provision
Loss Allowance measured at life-time expected credit losses	Financial Asset for which credit risk has not increased significantly since initial recognition.	**Loans**	57,603.22	0%	-	57,603.22
		Interest on Loans	432.75	0%	-	432.75
	Financial Asset for which credit risk has increased significantly and not creditly impaired.	**Loans**	2,346.19	100%	2,346.19	-
		Interest on Loans	2,350.81	100%	2,350.81	-
			62,732.97		**4,697.00**	**58,035.97**

During the year 2015-16 the company has made ₹600.14 Lakhs as allowance for doubtful loans and ₹270.55 Lakhs as allowance for doubtful interest.

Financial instruments and cash deposits

Credit risk from balances with banks and financial institutions is managed in accordance with the companies policy. Investment of surplus are made only with Scheduled Banks.

d) Liquidity Risk

Ultimate responsibility for liquidity risk management rest with the board of directors. The company manages maintaining adequate banking facilities by continuously monitoring forecast and actual cash flows and by matching the maturities of financial liabilities.

Note 28:
Key sources of estimation uncertainty

a) Useful lives of Intangibles

The followings are the key assumptions concerning the future, and the key sources of estimation uncertainty at the end of the reporting period that may have a significant risk of causing a material adjustment to the carrying amount of assets and liabilities with next financial year.

The financial impact of the above assessment may impact the amortisation expenses in subsequent financial years.

b) Fair valuation measurement and valuation process

The fair values of financial assets and financial liabilities is measured the valuation techniques including including the DCF model. The inputs to these method are taken from observable markets where possible, but where this is not feasible, a degree of judgement is required in establishing fair values. Judgements include considerations of inputs such as liquidity risk, credit risk and volatility. Changes in assumptions about these factors could affect the reported fair value of financial instruments. See Note 26 for further disclosures.

Note 29:
Prior Period Errors

(₹ in Lakhs)

Particulars	**As at 31st March 2016**	**As at 1st April 2015**
Impact on equity (increase/(decrease) in equity)		
Opening Impact	(3.38)	
Trade Payables	2.89	1.24
Provisions for expenses	(0.79)	-
Trade Receivables	-	(4.62)
Net Impact on Equity	**(1.28)**	**(3.38)**

(₹ in Lakhs)

Particulars	**As at 31st March 2017**	**As at 31st March 2016**
Impact on statement in income and expenditure (increase/ (decrease)		
Office maintenance	0.79	(0.79)
Other Expenses	0.49	(1.73)
Other Incomes	-	4.62
	1.28	**2.10**
Attributable to Equity Holders	1.28	2.10

Impact on basic and diluted earnings per share (EPS) (increase/ (decrease) in EPS)

(₹)

Particulars	**As at 31-03-2017**	**As at 31-03-2016**
Earnings per share for continuing operation		
Basic, profit from continuing operations attributable to equity holders	0.03	0.04
Diluted, profit from continuing operations attributable to equity holders	0.02	0.04

Note 30:
Related Party Disclosures

Note 30.1:
Related Parties held equity of company

(₹ in Lakhs)

		As at 31 March, 2017		As at 31 March, 2016	
Name of Party	**Relationship**	**Number of shares held**	**% holding in that class of shares**	**Number of shares held**	**% holding in that class of shares**
President of India	Shareholder	55,910.46	100.00%	50,910.46	100.00%
		55,910.46	**100.00%**	**50,910.46**	**100.00%**

Note 30.2:
Key Managerial personnel of the entity

Name	Designation
Sh. Ramesh Kumar G.	Chairman cum Managing Director
Sh. P. Unnikrishnan	GM(Fin.) & Company Secretary

Note 30.3:
Compensation of key management personnel:

The remuneration of directors and other members of key management personnel during the year was as follows:

(₹ in Lakhs)

Particulars	Year ended 31st March 2017	Year ended 31st March 2016
Salary and Allowances	45.76	40.12
Medical	3.61	0.40
Foreign Service Contribution	2.71	2.58
Others	2.65	2.57
Loans repaid	2.78	2.22
	54.73	**45.67**

Note 31:
Contingent Liability

(₹ in Lakhs)

Particulars	Year ended 31st March, 2017	Year ended 31st March, 2016
Contingent liabilities and commitments (to the extent not provided for)		
Contingent liabilities*	57.14	57.14
There is a claim of an ex-employee which is sub-judice and the claim has not been acceded to by the Company and accordingly, no provision has been made in the books of accounts as he expired. Cumulative contingent liability would be ₹57,13,997/-		

Commitments:		
Capital Commitment	-	-
Other Commitment towards contracts remaining to be executed	12.59	-

Note 32:
Employee Benefits

The disclosures required under Ind AS-19 "Employee Benefits" are given below:

i. Reconciliation of opening and closing balances of Defined Benefit obligations.

(₹ in Lakhs)

Particulars	Gratuity (Funded)	Leave Encashment (Unfunded)	Gratuity (Partly Funded)	Leave Encashment (Unfunded)
	2016-17	2016-17	2015-16	2015-16
Defined Benefit Obligation at the beginning of the year	223.72	190.49	204.99	203.56
Current Service Cost	13.01	12.60	11.53	11.45
Interest Cost	17.90	15.24	16.40	16.28
Actuarial (Gain) /Loss	4.58	13.19	0.80	(8.39)
Benefits paid	-	(13.58)	(10.00)	(32.41)
Defined Benefit Obligation at the end of the year	259.21	217.94	223.72	190.49

ii. Reconciliation of opening and closing balances of fair value of plan assets.

(₹ in Lakhs)

Particulars	Gratuity 2016-17	Gratuity 2015-16
Fair value of plan assets at the beginning of the year	158.85	103.16
Actual return on plan assets	16.14	9.44
Actuarial (Gain)/ Loss on plan assets		1.79
Employer contribution	63.97	54.46
Benefits paid	-	(10.00)
Fair value of plan assets at the end of the year	**238.96**	**158.85**
Actual return on plan assets	16.14	11.23

iii. Reconciliation of Fair Value of assets and obligations

(₹ in Lakhs)

Particulars	Gratuity (Funded)	Leave Encashment (Unfunded)	Gratuity (Partly Funded)	Leave Encashment (Unfunded)
	2016-17	2016-17	2015-16	2015-16
Fair value of plan assets at the end of the year	238.97	-	158.86	-

Present value of obligation as at the end of the year	259.21	217.94	223.72	190.49
Amount recognized in the Balance sheet	(20.24)	(217.94)	(64.86)	(190.49)

iv. Expenses recognized during the year (under the head Pay and Allowances)

(₹ in Lakhs)

Particulars	Gratuity (Funded)	Leave Encashment (Unfunded)	Gratuity (Partly Funded)	Leave Encashment (Unfunded)
	2016-17	2016-17	2015-16	2015-16
Current service cost	13.01	12.60	11.53	11.45
Interest cost	5.19	15.24	16.40	16.28
Expected Return on Plan assets		-	(9.44)	-
Actuarial (gain)/ loss	1.15	13.19	(0.99)	(8.39)
Net cost recognized in the Income & Expenditure Statement	19.35	41.02	17.50	19.34

v. Other Comprehensive Income (OCI) for Gratuity

(₹ in Lakhs)

Particulars	Gratuity (Funded) 2016-17	Gratuity (Partly Funded) 2015-16
Net cumulative unrecognised Actuarial gain/(loss) opening		-
Actuarial gain/(loss) for the year on PBO	(4.58)	(0.80)
Actuarial gain/(loss) for the year on Assets	3.43	2.98
Unrecognized actuarial gain/(loss) at the end of the year	(1.15)	2.18
	(2.30)	**4.36**

vi. Investment Details

(₹ in Lakhs)

Particulars	% invested as at 31st March 2017 Gratuity	% invested as at 31st March 2016 Gratuity
	2016-17	2015-16
LIC GGCA Policy	92.19%	71.01%

vii. Actuarial Assumptions

(₹ in Lakhs)

Particulars	Gratuity (Funded)	Leave Encashment (Unfunded)	Gratuity (Partly Funded)	Leave Encashment (Unfunded)
	2016-17	2016-17	2015-16	2015-16
Mortality Table (IALM)	**2006-08**		**2006-08**	
Discount Rate (per annum)	7.32%	7.32%	8.00%	8.00%
Future Salary Increase	5.50%	5.50%	5.50%	5.50%

viii. Sensitivity analysis

(₹ in Lakhs)

Particulars	For the year ended 31st march 2017		
	Change in assumptions	Effect on Gratuity	Effect on Leave Encashment
Discount Rate	+0.50 %	(8.97)	(7.46)
	-0.50 %	9.52	7.95
Salary Increase	+0.50 %	9.65	(7.46)
	-0.50 %	(9.17)	7.95

The above sensitivity analysis is based on a change in an assumption while holding all other assumptions constant. In practice, this is unlikely to occur, and changes in some of the assumptions may be correlated. When calculating the sensitivity of the defined benefit obligation to significant actuarial assumptions the same method (projected unit credit method) has been applied as when calculating the defined benefit obligation recognised within the statement of financial position.

Note 33:
Approval of financial statement

The financial statements were approved for issue by the Board of Directors on 29.05.2017.

Note 34:
Disclosure required under Section 22 of the Micro, Small and Medium Enterprises Development Act, 2006

(₹ in Lakhs)

Particulars	For the year ended 31st March, 2017	For the year ended 31st March, 2016
(i) Principal amount remaining unpaid to any supplier as at the end of the accounting year	-	-
(ii) Interest due thereon remaining unpaid to any supplier as at the end of the accounting year	-	-
(iii) The amount of interest paid along with the amounts of the payment made beyond the appointed date	-	-
(iv) The amount of interest due and payable for the year	-	-
(v) The amount of interest accrued and remaining unpaid at the end of the accounting year	-	-
(vi) The amount of further interest due and Payable even in the succeeding year, until such date when interest dues as above are actually paid	-	-

Dues to Micro and Small Enterprises have been determined to the extent such parties have been identified on the basis of information collected by the Management. This has been relied upon by the auditors.

Note 35: DPE Guidelines on the Revision of Pay Scales (IDA Pattern) of employees (Executives and Non executives of NSTFDC w.e.f. 01.01.2007) include a provision for providing superannuation benefits upto 30% of basic pay and DA which include CPF, Gratuity, Pension and Post Superannuation medical facilities. As per the guidelines, the CPSEs are to make their own schemes in this regard. The Company is in the process of formulating the schemes for post-retirement benefits of pension and medical facilities and a provision of

₹ 45.49 Lakhs has been made during the year (As at 1st April 2016 ₹ 42.33 Lakhs) and total provision upto 31.03.2016 is ₹309.67 (As at 1st April 2016 ₹264.18 Lakhs)

Note 36: In accordance with the approval of the Board in its first Board Meeting, surplus un-disbursed funds available with the Company are placed periodically in short term deposits, taking into account the Government guidelines issued for the purpose and the income generated by this has been ploughed back into the schemes for the welfare of STs.

Note 37: The Income of the Company is exempted from tax under section 10(26B) of the Income Tax Act, 1961. Thus no provision for income tax is required. Consequently the provision of Ind AS-12 "Income Taxes" is not applicable.

Note 38: Provisions of "Non-Banking Financial Companies Acceptances of Public Deposits (Reserve Bank) Directions 1998" are not applicable to the Company.

Note 39: In the opinion of the Board, the assets, loans and advances have a realisable value of at least equal to the amount at which they are stated in the Balance Sheet if realised in the ordinary course of business.

Note 40: "Rebate on Interest" amounting to ₹29.51 Lakhs (Previous Year ₹21.25) has been provided on the Principal amount repaid during the year, in respect of the eligible SCAs in the books of account of the Company.

Note 41: During the Year 2016-17 the interest income earned on Loans advanced to SCAs is ₹2437.07 Lakhs (previous Year ₹1,737.04 Lakhs) which includes interest accrued on loan amounting to ₹811.06 Lakhs (Previous Year ₹617.96 Lakhs).

Note 42: ASRY an Education Loan Scheme of NSTFDC had become Operational during the year 2014-15. As per approval vide letter no. F.1-14/2011-U.5 dated 07 May 2012 Ministry of Human Resource Development has agreed to pay the interest subsidy on education loan for the moratorium period against the loan disbursed. On account of this ₹11.79 Lakhs (Previous Year ₹13.13 Lakhs) has been recognised as interest subsidy income during the year 2016-17.

Note 43: The Company has received confirmation of loan and interest outstanding from its SCAs.

Note 44: Scheme wise status of loans along with allowance as on 31.03.2017:

(₹ in Lakhs)

Particulars	**For the year ended 31st March, 2017**	**For the year ended 31st March, 2016**
A. Loans		
Description		
I. (a) Secured*-(Considered good)		
Term Loan	47057.91	39467.61
Micro Credit Finance	10629.82	1231.99
Adivasi Mahila Sashaktikaran Yojana	6037.79	4165.52
Adivasi Shiksha Rrinn Yojana	637.22	524.49
Total-I(a)	**64362.74**	**45389.62**
I. (b) Interest Accrued and due		
Term Loan	493.21	346.40

Micro Credit Finance	110.14	8.17
Adivasi Mahila Sashaktikaran Yojana	40.77	34.16
Adivasi Shiksha Rrinn Yojana	1.37	0.21
Total-I(b)	**645.49**	**388.94**
II. (a) Unsecured*-(Considered good)		
Term Loan		
SCAs	0.00	2737.16
PSU Banks	2161.00	1510.64
RRBs	2353.54	1006.43
Micro Credit Finance		
SCAs	0.00	5000.00
PSU Banks	57.27	105.46
RRBs	628.28	941.41
Adivasi Mahila Sashaktikaran Yojana		
SCAs	0.00	432.52
PSU Banks	0.08	0.14
RRBs	6.10	8.55
Total-II(a)	**5206.28**	**11,742.32**
II. (b) Interest Accrued and due		
Term Loan		
SCAs	0.00	24.56
PSU Banks	12.98	11.13
RRBs	3.93	2.27
Micro Credit Finance		
SCAs	0.00	2.88
PSU Banks	0.42	0.78
RRBs	1.67	0.02
Adivasi Mahila Sashaktikaran Yojana		
SCAs	0.00	2.16
PSU Banks	0.00	0.00
RRBs	0.01	0.02
Total-II(b)	**19.01**	**43.81**
III. (a) Unsecured-(Considered doubtful)		
Term Loan	2495.59	2288.68
Micro Credit Finance	38.30	39.00
Adivasi Mahila Sashaktikaran Yojana	24.69	18.51
Total-III(a)	**2558.57**	**2346.19**
III. (b) Interest Accrued and due-(Considered doubtful)		

Term Loan	2531.18	2337.33
Micro Credit Finance	14.68	13.38
Adivasi Mahila Sashaktikaran Yojana	0.12	0.09
Total-III(b)	**2545.98**	**2350.81**
IV. (a) Less: Provision for doubtful loans		
Term Loan	2495.59	2288.68
Micro Credit Finance	38.30	39.00
Adivasi Mahila Sashaktikaran Yojana	24.69	18.51
Total-IV(a)	**2558.57**	**2,346.19**
IV. (b) Less: Provision for doubtful Interest Accrued and due		
Term Loan	2531.18	2337.33
Micro Credit Finance	14.68	13.38
Adivasi Mahila Sashaktikaran Yojana	0.12	0.09
Total-IV(b)	**2545.98**	**2350.81**
GRAND TOTAL (I(a)+I(b)+II(a)+II(b)+III(a)+III(b)-IV(a)-IV(b)	**70233.51**	**57,564.69**
*Secured by State Govt. Guarantees/ Assurance and Bank Guarantees.		

Note 45: The figures of loans disbursed, repayments and refunds shown below are on cumulative basis and as such loan accounts settled are also included therein.

(₹ in Lakhs)

LOANS	For the year ended 31st March, 2017	For the year ended 31st March, 2016
a) Term Loan		
Disbursements	129,766.35	114818.96
Repayments/ Refunds	-75,695.55	-67805.67
Written off	-2.76	-2.76
Total	**54,068.04**	**47010.53**
b) Micro Credit Finance		
Disbursements	18,824.17	13187.02
Repayments/ Refunds	-7,470.50	-5869.16
Total	**11,353.67**	**7317.86**
c) Adivasi Mahila Sashaktikaran Yojana		
Disbursements	19,262.06	16927.77
Repayments/ Refunds	-13,193.40	-12302.53
Total	**6,068.66**	**4625.24**
d) Marketing Support Assistance		
Disbursements	6,670.00	6,670.00
Repayments/ Refunds	-6,670.00	-6,670.00
Total	**-**	**-**

e) Adivasi Shiksha Rrinn Yojana		
Disbursements	696.33	552.07
Repayments/ Refunds	-59.11	-27.57
Total	**637.22**	**524.49**
Grand Total		
Disbursements	175,218.91	152,155.81
Repayments/ Refunds	-103,088.56	-92,674.93
Written off	-2.76	-2.76
Total	**72,127.59**	**59,478.13**
Total Interest Accrued and Due	3,210.48	2,783.56
	75,338.07	**62,261.68**

Note 46: During the year Company has spent an amount of ₹64.02 Lakhs (Previous Year ₹42.40 Lakhs) shown under the head "Development Expenses".

Note 47: The disbursement, accumulated over the years with channelizing agencies for which utilization certificate is due as on 31.03.2017, amounts to ₹17432.83 Lakhs (Previous Year ₹18328.57 Lakhs) .The company has reconciled the unutilised funds with SCAs.

Note 48: As per section 135 of the Companies Act, 2013 and rules made there under requires every company having annual turnover of ₹1000 Crores or more or net worth of ₹500 Crores or more or net profit of ₹5 Crores or more to spend during every financial year at least 2% of the average net profit of the company made during three immediately preceding financial years. DPE has also issued Corporate Social Responsibility Guidelines on 21 October 2014, according to which the unspent portion of CSR amount would not lapse and it should be carried forward to the next year for utilisation for the purpose. The clarification on applicability of section 135 to section 8 companies was issued by DPE vide DO No. CSR-15/1008/2014-Dir(CSR) dated 29.2.2016. The company has spent ₹17.76 Lakhs for CSR policy and made a provision of ₹23.67 Lakhs during the F.Y. 2016-17 (Previous Year ₹31.47 Lakhs).

Note 48 A: As per the Guidance Note on Accounting for Expenditure on Corporate Social Responsibility Activities issued by the Institute of Chartered Accountants of India, if a company receives a grant from other for carrying out CSR activities, the CSR expenditure should be measured net of grant. The Corporation has received a grant of Nil during the F.Y. 2016-17 (Previous Year ₹142.50 Lakhs) for CSR activities. The said grant was spent during the previous year for skill development of 200 ST beneficiaries in the north eastern states under CSR activities.

Note 49:

Disclosure under Ind AS-37

Details of provisions

(₹ in Lakhs)

Particulars	As at 1st April, 2016	Additions	Utilization	Reversal (Withdrawn as no longer required)	As at 31st March, 2017
Provision for superannuation benefits	264.18	45.49	-	-	309.67

Provision for Performance related pay	32.63	53.14	16.10	-	69.67
Provision for CSR	54.56	23.67	-	-	78.24
Provision for Pay Revision-Arrear of Salary	-	39.81	-	-	39.81
Total	**351.37**	**162.12**	**16.10**	**-**	**497.39**

Of the above, the following amounts are expected to be incurred within a year:

(₹ in Lakhs)

Particulars	For the year ended 31st March, 2017	For the year ended 31st March, 2016
Provision for superannuation benefits	309.67	264.18
Provision for Performance related pay	69.67	32.63
Provision for CSR	78.24	31.48
Provision for Pay Revision-Arrear of Salary	39.81	-

Note 50: Provision for Pay Revision

Pay Revision for Public Sectors Undetaking employees is due w.e.f. 01.01.2017. 3rd PRC has submitted its report to DPE to be implemented from 01.01.2017 and based on the same, provision for the period 01.01.2017 to 31.03.2017 for ₹39,81,063/- has been made in the Books of Accounts.

Note 51: Expenditure in Foreign Currency

(₹ in Lakhs)

Expenditure in foreign currency	For the year ended 31st March, 2017			For the year ended 31st March, 2016	
	Amount in foreign Currency	Exchange rate	Amount	Amount in foreign Currency	Exchange rate
Foreign Travel (USD)	3800	67.5	2.57	-	-
Foreign Travel (CAD)	75	50.8	0.04	-	-
Total			**2.60**		

Note 52: First-time adoption of Ind AS

These financial statements, for the year ended 31 March 2017, are the first the company has prepared in accordance with Ind-AS. For periods up to and including the year 31 Mach 2016, the company prepared its financial statements in accordance with the Indian GAAP, including accounting standards notified under the companies (Accounting Standards) Rules, 2006 (as amended).

Accordingly the company has prepared financial statements which comply with Ind-AS applicable for the periods on or after the 31 March 2016, together with the comparative period data as at and for the year ended 31 March 2016, as described in the summary of the significant accounting policies, In preparing these financial statements, the company opening balance sheet was prepared as at 1 April 2015, the company date of transition to Ind-AS. This note explains the principal adjustments made by the company in restating its Indian GAAP financial statements, including the balance sheet as at 1 April 2015 and the financial statements as at and for the year ended 31 March 2016

Exemptions applied

Ind-AS 101 allows first time adopters certain exemtions from the restropective application of certion requirements under Ind-AS. Company has applied the following exemptions:

1. Estimates

The estimates at 1 April 2015 and at 31 March 2016 are consistent with those made for the same dates in accordance with Indian GAAP (after adjustments to reflect any differences in accounting policies).

The estimates used by the Group to present these amounts in accordance with Ind AS reflect conditions at 1 April 2015, the date of transition to Ind-AS and as of 31 March 2016.

2. Deemed Costs

The company has elected to continue with the previous GAAP carrying value of all property Plant and Equipment, as recognised in the previous GAAP financials as deemed cost at the transition date.

First Time Ind As Adoption

Effect of Ind AS adoption on Balance sheet as at April 1, 2015*

(₹ in Lakhs)

Particulars		Foot Notes	Indian (GAAP)	Adjustments	Ind AS
I.	**ASSETS**				
1	**Non-current assets**				
	(a) Property, Plant and equipment		306.35	-	306.35
	(b) Financial Assets				-
	(i) Loans	1	32,052.88	(29.03)	32,023.85
	(ii) Others		1.66	-	1.66
	(c) Other Non Current Assets	1	-	25.70	25.70
			32,360.89	(3.33)	32,357.56
2	**Current assets**				
	(a) Financial Assets			-	
	(i) Cash and cash equivalents		812.30	-	812.30
	(ii) Bank Balances other than (iii) above		12,700.00	-	12,700.00
	(iii) Loans		18,206.20	-	18,206.20
	(iv) Others		275.61	-	275.61
	(b) Current Tax Assets (Net)		2.01	-	2.01
	(c) Other current assets	1	122.43	3.33	125.76
			32,118.55	3.33	32,121.88
	Total Assets		**64,479.44**	**0.00**	**64,479.44**
II.	**EQUITY AND LIABILITIES**				
1	**Equity**				
	(a) Equity Share Capital		44,599.96	-	44,599.96
	(b) Other Equity	2	19,208.99	(3.38)	19,205.61

			63,808.95	(3.38)	63,805.57
2	**Liabilities**				
(i)	**Non-current liabilities**				
	(a) Financial Liabilities				
	(i) Other financial liabilities		0.72	-	0.72
	(b) Provisions		272.67	-	272.67
			273.39	-	273.39
4	**Current liabilities**				
	(a) Financial Liabilities				
	(i) Trade payables	2	9.15	2.89	12.04
	(b) Other current liabilities		58.92	-	58.92
	(c) Provisions	2	329.03	0.49	329.52
			397.10	3.38	400.48
	Total Equity and Liabilities		**64,479.44**	**0.00**	**64,479.44**

* The previous GAAP figures have been reclasified to conform to Ind-AS presentation requirements for the purpose of this note.

Effect of Ind AS adoption on Statement of Income & expenditure for the year ended March 31, 2016*

(₹ in Lakhs)

Particulars		Foot Notes	Indian (GAAP)	Adjustments	Ind AS
I	**Revenue :**				
	Revenue from operations		2,262.36	-	2,262.36
II	Other income	1	1,612.95	3.33	1,616.28
III	**Total Income (I + II)**		**3,875.31**	**3.33**	**3,878.64**
IV	**Expenses:**				
	Employee benefit expense	1, 3	622.12	13.90	636.02
	Depreciation and amortization expense		31.38	-	31.38
	Allowance for Doubtful loans and Interest		870.69	-	870.69
	Other Expenses	2	149.15	0.79	149.94
	CSR Expenses		31.48	-	31.48
	Total Expenses (IV)		**1,704.82**	**14.69**	**1,719.51**
V	**Excess of Income over expenditure before exceptional items and Tax (I - IV)**		2,170.49	(11.36)	2,159.13
VI	Exceptional items & Prior period Items	1	2.89	(2.89)	-
VII	Excess of Income over expenditure before tax (V - VI)		2,167.60	(8.47)	2,159.13
VIII	Tax expense:				
	(1) Current tax				

	- For the year		-	-	-
	- For earlier years (net)		-	-	-
	(2) Deferred tax (net)		-	-	-
	Total Tax Expense (VIII)		-	-	-
IX	**Excess of Income over expenditure for the period from continuing operation (VII - VIII)**		**2,167.60**	**(8.47)**	**2,159.13**
X	Excess of Income over expenditure from discontinued operations		-	-	-
XI	Tax Expense of discontinued operations		-	-	-
XII	Excess of Income over expenditure from discontinued operations (after tax) (X-XI)		-	-	-
XIII	Excess of Income over expenditure for the period (IX+XII)		2,167.60	(8.47)	2,159.13
XIV	Other Comprehensive Income				
	A. (i) Items that will not be reclassified to Income & Expenditure statement	3	-	10.57	10.57
	(ii) Income Tax relating to Items that will not be reclassified to Income & Expenditure statement		-	-	-
	B. (i) Items that will be reclassified to Income & Expenditure statement		-	-	-
	(ii) Income Tax relating to Items that will be reclassified to Income & Expenditure statement		-	-	-
XV	**Total Comprehensive Income for the period (IX +X) (Comprehensive profit and other comprehensive income for the period)**		**2,167.60**	**2.10**	**2,169.70**
XVI	Earnings Per Equity Share				
	(For Continuing Operation)				
	(1) Basic (in ₹)		45.56		45.83
	(2) Diluted (in ₹)		45.56		45.83
XVII	Earnings Per Equity Share				
	(For discontinuing Operation)				
	(1) Basic (in ₹)		-		-
	(2) Diluted (in ₹)		-		-
XVIII	Earnings Per Equity Share				
	(For discontinued and continuing Operation)				
	(1) Basic (in ₹)		45.56		45.83
	(2) Diluted (in ₹)		45.56		45.83

* The previous GAAP figures have been reclassified to conform to Ind-AS presentation requirements for the purpose of this note.

Effect of Ind AS adoption on Balance sheet as at March 31, 2016*

(₹ in Lakhs)

Particulars		Foot Notes	Indian (GAAP)	Adjustments	Ind AS
I.	**ASSETS**				
1	**Non-current assets**				
	(a) Property, Plant and equipment		326.42	-	326.42
	(b) Financial Assets				-
	(i) Loans	1	36,738.19	(25.70)	36,712.49
	(ii) Others		1.59	-	1.59
	(c) Other Non Current Assets	1	-	23.34	23.34
			37,066.19	(2.36)	37,063.84
2	Current assets				
	(a) Financial Assets				
	(i) Cash and cash equivalents		1,874.00	-	1,874.00
	(ii) Bank Balances other than (iii) above		12,675.00	-	12,675.00
	(iii) Loans		20,918.50	-	20,918.50
	(iv) Others		326.97	-	326.97
	(b) Current Tax Assets (Net)		4.26	-	4.26
	(c) Other Current Assets	1	103.84	2.36	106.20
			35,902.58	2.36	35,904.93
	Total Assets		72,968.77	(0.00)	72,968.77
II.	**EQUITY AND LIABILITIES**				
1	**Equity**				
	(a) Equity Share Capital		50,910.46	-	50,910.46
	(b) Other Equity	2	21,376.59	(1.28)	21,375.31
			72,287.05	(1.28)	72,285.77
2	**Liabilities**				
(i)	**Non-current liabilities**				
	(a) Financial Liabilities				
	(i) Other financial liabilities		0.66	-	0.66
	(b) Provisions		224.24	-	224.24
			224.90	-	224.90
3	**Current liabilities**				
	(a) Financial Liabilities				
	(i) Trade payables	2	34.75	0.79	35.54
	(b) Other current liabilities		39.58	-	39.58
	(c) Provisions	2	382.49	0.49	382.98
			456.82	1.28	458.10
	TOTAL Equity and Liabilities		**72,968.77**	**0.00**	**72,968.77**

* The previous GAAP figures have been reclassified to conform to Ind-AS presentation requirements for the purpose of this note.

Reconciliation of Total Equity as at 31st March 2016 and 1st April 2015

(₹ in Lakhs)

Particulars	Foot Notes	31st March 2016	1st April 2015
Total Equity (shareholder's fund) as per previous GAAP		72,287.05	63,808.95
Adjustments			
Prior Period Adjustments	2	(1.28)	(3.38)
Total Equity (shareholder's fund) as per Ind-AS		**72,285.77**	**63,805.57**

Reconciliation of Total Comprehensive Income for the year ended 31st March 2016

(₹ in Lakhs)

Particulars	Foot Notes	31st March 2016
Surplus after tax as per previous GAAP		**2,167.60**
Prior Period adjustment	2	2.10
Surplus after tax as per Ind-AS		**2,169.70**

Impact of Ind-AS on the Cash flow for the year ended 31st March 2016*

(₹ in Lakhs)

Particulars	Foot Notes	Indian (GAAP)	Adjustments	Ind AS
Net Cash From Operating Activities	-	(5,222.97)	-	(5,222.97)
Net Cash From Investing Activities	4	(25.83)	0.00	(25.83)
Net Cash From Financing Activities	-	6,310.50	-	6,310.50
Net Decrease In Cash & Cash Equivalent		**1,061.70**	**(0.00)**	**1,061.70**
Cash & Cash Equivalent as at 1st April 2015	4	812.30	-	812.30
Cash & Cash Equivalent as at 31st March 2016		**1,874.00**	**(0.00)**	**1,874.00**

* The previous GAAP figures have been reclassified to conform to Ind-AS presentation requirements for the purpose of this note.

Notes to the Reconciliation:

Foot Note 1: As per Ind AS 109 "Financial Instrument", Staff Loans & Advances of ₹92.01 Lakhs is covered under the definition of financial asset, therefore it should be recognized at fair value as at 1st April 2015 of ₹66.31 Lakhs and the differences in carrying value as per previous GAAP and fair value of ₹25.70 lakhs as at 1st April 2015 has been deferred and will be allocated to statement of income & expenditure as employee benefit expense over the period of these loans & advances.
During F.Y. 2015-16 ₹3.33 Lakhs has been booked as interest income and ₹3.33 Lakhs is booked as employee benefits expense.

Foot Note 2: As per Ind AS 8- Accounting Policies, Changes in Accounting Estimates and Errors, prior period errors need to be corrected retrospectively and if error occurred before the earliest period presented, the opening balances of assets, liabilities and equity of earliest period presented shall be restated. Therefore prior period expenses of ₹2.89 lakhs recognized during F.Y. 2015-16 as per previous GAAP is corrected as on 01 April 2015. Therefore, there is increase in financial liability and decrease in retained earnings by ₹2.89 Lakhs as on 01 April 2015.

Prior period expenses of ₹1.28 lakhs recognised during F.Y. 2016-17 as per previous GAAP is corrected in 2015-16 of ₹0.79 lakhs and of ₹0.49 lakhs as on 01 April 2015. Therefore, there is increase in financial liability and decrease in retained earnings by ₹0.79 lakhs as on 31 March 2016 and by ₹0.49 lakhs as on 01 April 2015.

Foot Note 3: As per Ind AS-19-"Employee Benefits" the acturial gains and losses form part of remeasurement of the net defined liability/ asset which is recognised in other comprehensive income. The acturial gains for the year ended 31 March 2016 is ₹9.38 lakhs. This change does not affect total equity, but there is a decrease in excess of income over expenditure of ₹9.38 Lakhs for the year ended 31 March 2016.

Note 53 Disclosure on Specified Bank Notes (SBN) held and transacted during the period from 08th November, 2016 to 30th December, 2016.

'During the year, the company had specified bank notes or other denomination notes as defined in the MCA notification G.S.R 308(E) dated March 31, 2017 on details of Specified Bank notes (SBN) held and transacted during the period from November 8, 2016 to December 30,2016, the denomination wise SBNs and other notes as per the notification is given below:

Amount in ₹

	SBN	Other Denomination notes	Total
Closing cash in hand as on 08.11.2016	9,500	1,197	10,697
(+) Permitted receipts	-	150,646	150,646
(-) Permitted payments	-	113,728	113,728
(-) Amount deposited in Banks	9,500	-	9,500
Closing cash in hand as on 30.12.2016	**-**	**38,115**	**38,115**
*For the purpose of this clause the term 'Specified Bank Notes' shall have the same meaning provided in the notification of the Government of India,in the Ministry of Finance, Department of Economic Affairs number 3407(E), dated 8th November 2016.			

Sd/-
(P. Unnikrishnan)
General Manager (Fin.) and
Company Secretary

Sd/-
(Sangeeta Mahendra)
Director
DIN: 07747004

Sd/-
(Ramesh Kumar G.)
Chairman-cum-Managing Director
DIN: 06991796

As per our Report of even date attached.
For Kumra Bhatia & Co.
Chartered Accountants
FRN: 002848N

Sd/-
Harish Kumar Bhargava
Partner
M. No.: 90572

Place : New Delhi
Date : 29.05.2017

APPENDIX-I

KUMRA BHATIA & CO.
Chartered Accountants

Flat No. 8, Vasant Enclave, New Delhi – 110 057.
Tel: +91-11-41008405, 41008406
+91-11-26141630, 26148076
Fax: +91-11-26148122
E-Mail: kumrabhatia@hotmail.com
hemantkumra@hotmail.com
pkb54@live.com
karankumra@hotmail.com

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF
National Scheduled Tribes Finance & Development Corporation
Report on the StandaloneFinancial Statements

We have audited the accompanying standalone financial statements of National Scheduled Tribes Finance & Development Corporation ("the Company"), which comprise the Balance Sheet as at 31st March, 2017, the Statement of Income and Expenditure and Cash Flow Statement and the statement of changes in equity for the year for the year then ended, and a summary of the significant accounting policies and other explanatory information.

Management's Responsibility for the Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation and presentation of these standalone financial statements that give a true and fair view of the state of affairs(financial position), Income and Expenditure (financial performance including other comprehensive income),cash flows and changes in equity of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards specified under Section 133 of the Act, read with (Indian Accounting Standards)Rules,2015 and other relevant provisions of the Act.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the standalone Ind AS 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 the standalone 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 of the Standalone Ind AS financial statements in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the standalone Ind AS financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the standalone Ind AS financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the standalone Ind AS 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 standalone Ind AS 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 the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the standalone Ind AS 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 standalone Ind AS financial statements.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone Ind AS 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 including the Ind AS, of the state of affairs of the Company as at 31st March, 2017, its Income and Expenditure and its Cash Flows and the changes in equity for the year ended on that date.

Other Matters

(a) Incoming auditor to audit comparative information for adjustments to transition to Ind AS

The financial information on transition date (Opening balance sheet) as at 1st April 2015 included in these Ind AS financial statements, are based on the previously issued statutory financial statements prepared in accordance with the Companies (Accounting Standards) Rules, 2006 audited by the predecessor auditor whose report for the year ended 31st March 2015 dated 21.07.2015 expressed an unmodified opinion on those financial statements, as adjusted for the differences in the accounting principles adopted by the Company on transition to the Ind AS, which have been audited by us.

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 Companies Act,2013, the Companies (Auditor's Report) Order is not applicable to the company.

2. As required by C& AG of India through directions vide their letter no. 41-PDCA/HS/MACIV/Appt/Adrs/NSTFDC/12-13/dated Aug. 2015, on the basis of written representations received from the management, we give our report on the matter specified in the "Annexure-A" attached.

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

(a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.

(b) In our opinion, proper books of account as required by law have been kept by the company so far as it appears from our examination of those books.

(c) The Balance Sheet, the Statement of Income and Expenditure, the Cash Flow Statement and Statement of changes in Equity dealt with by this Report are in agreement with the books of account.

(d) In our opinion, the aforesaid standalone Ind AS financial statements comply with the Indian Accounting Standards specified under Section 133 of the Act, read with (Indian Accounting Standards) Rules, 2015 and other relevant provisions of the Act.

(e) In terms of Notification No. G.S.R 463 (E) dated June 5,2015, issued by Ministry of corporate Affairs, Government of India; sub-section (2) of Section 164 of Companies Act,2013 is not applicable to Government Companies.

(f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in "Annexure B".

4. 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:

(a) The Company has disclosed the impact of any pending litigations on its financial position.

(b) The Company did nothave any long-term contracts including derivative contracts for which there were any material foreseeable losses.

(c) There were no amounts which were required to be transferred to the Investor Education and Protection fund by the company.

(d) The company has provided requisite disclosures in the financial statements as to holdings as well as dealings in Specified Bank Notes during the period from 8th November,2016 to 30th December, 2016. Based on audit procedures and relying on the management representation we report that the disclosures are in accordance with books of account maintained by company and as produced to us by the management.

For KUMRA BHATIA AND COMPANY
Chartered Accountants
FRN-002848N

Sd/-
(Harish Kumar Bhargava)
Partner
Membership No. 90572

Place : New Delhi
Date : 29.05.2017

ANNEXURE-A

Compliances of directions/sub direction issued by Pr Director of Commercial Audit u/s 143(5) of the Companies Act 2013. The Principal Director of Commercial Audit New Delhi had issued directions vide their letter no. 41-PDCA/HS/MAC-IV/Appt Adrs/NSTFDC/12-13/ dated Aug 2015.

Our comments on the said directions are as under:-

1. If the company has been selected for disinvestment, a complete status report in terms of valuation of Assets(including intangible assets and land) and Liabilities (including Committed and General Reserves) may be examined including the mode and present stage of disinvestment process.

Comments: The Company has not been selected for disinvestment.

2. Please report whether there are any cases of waiver/write off of debts/loans/interest etc, if yes, the reasons there for and the amount involved.

Comments: There is no waiver/write off of debts/loans/interest during the year under Audit.

3. Whether proper records are maintained for inventories lying with third parties & assets received as gift from Government or other authorities.

Comments: The Company is not having any inventory lying with third parties.

4. A report on age-wise analysis of pending legal/arbitration cases including the reasons of pendency and existence/effectiveness of a monitoring mechanism for expenditure on all legal cases (foreign and local) may be given.

Comments: The Company has reported only one legal case pending for more than 3 years. The case is pending due to hearing in process.

5. Whether the company has clear title/lease deeds for freehold respectively? If not please state the area of freehold and leasehold for which title/lease deeds are not available.

Comments: The Company has acquired a flat (area 636.53 sqm) under Agreement to sell dated 22.01.2007 bearing Hall No-01, 5th Floor, 15, NBCC Tower, BhikajiCama Place, New Delhi-110066 on lease from National Building Construction Corporation Limited, NBCC Bhawan, Lodhi Road, New Delhi with effect from 16.06.2004. The lease deed has been prepared and Stamp duty as per own assessment has been paid. The execution of the lease deed is still under process.

ANNEXURE-B

Auditor's Report

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 **National Scheduled Tribes Finance & Development Corporation** ("the Company") as of 31 March 2017 in conjunction with our audit of the standalone Ind AS 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 ('ICAI'). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors' Responsibility

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

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

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

Meaning of Internal Financial Controls over Financial Reporting

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

(1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;

(2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and

(3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

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

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31 March 2017, 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 KUMRA BHATIA AND COMPANY
Chartered Accountants
FRN.002848N

Sd/-
Harish Kumar Bhargava
Partner
Membership No. 90572

Place : New Delhi
Date : 29.05.2017

APPENDIX-II

COMMENTS OF THE COMPTROLLER AND AUDITOR GENERAL OF INDIA UNDER SECTION 143(6)(b) OF THE COMPANIES ACT, 2013 ON THE FINANCIAL STATEMENTS OF NATIONAL SCHEDULED TRIBES FINANCE AND DEVELOPMENT CORPORATION FOR THE YEAR ENDED 31 MARCH 2017

The preparation of financial statements of National Scheduled Tribes Finance and Development Corporation for the year ended 31 March 2017 in accordance with the financial reporting framework prescribed under the Companies Act, 2013 (Act) is the responsibility of the management of the company. The statutory auditor/ auditors appointed by the Comptroller and Auditor General of India under section 139(5) of the Act is/are responsible for expressing opinion on the financial statements under section 143 of the Act based on independent audit in accordance with standards on auditing prescribed under section 143(10) Of the Act. This is stated to have been done by them vide their audit report dated 29th"May 2017.

I, on the behalf of the Comptroller and Auditor General of India, have conducted a supplementary audit under section. 143(6)(a) of the Act of the financial statements of National Scheduled Tribes Finance and Development Corporation for the year ended 31 March 2017 This supplementary audit has been carried out independently without access to the working papers of the statutory auditors and is limited primarily to inquiries of the statutory auditors and company personnel and a selective examination of some of the accounting records. On the basis of my audit nothing significant has come to my knowledge which would give rise to any comment upon or supplement to statutory auditors' report.

For and on the behalf of the
Comptroller& Auditor General of India

Sd/-
(Dr. Ashutosh Sharma)
Principal Director of Commercial Audit &
Ex-Officio Member, Audit Board-IV

Place : New Delhi
Date : 13.07.2017

LIST OF STATE CHANNELISING AGENCIES (SCAs) OF NSTFDC

S.No.	Name and Address of SCA	S.No.	Name and Address of SCA
1	Andhra Pradesh Scheduled Tribes Coop. Finance Corp. Ltd. 40-6-22/A, 1st Floor, Above Syndicate Bank, Revenue Colony, Kandhari Hotel Road, Vijayawada- 520010, **Andhra Pradesh** Telefax: 0866-2475989	2	The Andaman & Nicobar State Coop Bank Ltd. 98, Maulana Azad Road, Port Blair-744 101 **Andaman & Nicobar Island** Tel: 03192-233395 Fax: 03192-232758
3	Arunachal Pradesh Industrial & Finance Dev. Corp., 'C'-Sector, Itanagar – 791 111 **Arunachal Pradesh** Tel: 0360-2212672, 2212673 Fax: 0360-2211786	4	Arunachal Pradesh Cooperative Apex Bank Ltd. D-Sector, Naharlagun, Itanagar – 791 110 **Arunachal Pradesh**
5	Assam Plain Tribes Development Corp. Ltd. Ganeshguri Chariali, Dispur – 781 005 Guwahati, **Assam** Tel: 0361-2201521, 2209126	6	Bihar State Scheduled Castes Co-op. Development Corp. Ltd. Malayanil Budha Colony, Patna – 800 001, **Bihar** Tel: 0612-2525612, 3098199 Fax: 0612-2525612
7	Chhattisgarh Rajya Antyavasayee Sahkari Vitta Aivam Vikas Nigam B-9, Sector – 5, Devender Nagar Raipur – 497 007, **Chhattisgarh** Tel: 0771-4248601-615 Telefax: 0771-4248617	8	Dadra & Nagar Haveli, Daman & Diu SCs/STs, OBCs & Minorities Fin. & Dev. Corp. Ltd., Ground Floor, Right Wing, Old DIC Office, 66 KVA Road, Near Electricity Office, AMLI, Silvasa – 396 230, **Dadra and Nagar Haveli** Tel: 0260-2642043, 2643152 Fax : 0260-2642043
9	Goa State Scheduled Tribes Finance and Development Corp. Ltd. 2nd Floor, Dayanand Smriti Building, Swami Vivekanand Road, Goa-403 001, **Panaji** Tel: 0832-2426268, 2426949 Fax: 0832-2420215	10	Gujarat Tribal Development Corp. Ground Floor, Birsa Munda Bhawan, Sector A10, Gandhinagar – 382 010, **Gujarat** Tel: 079-23253887, 23256846 Fax: 079-23253890
11	Himachal Pradesh Scheduled Castes & Scheduled Tribes Development Corp., Kalyan Bhawan, Near Ambusha Resorts Post Office, Solan – 173 211. **Himachal Pradesh** Tel: 01792-220671 Fax: 01792-220058	12	J & K Scheduled Castes, Scheduled Tribes & Backward Classes Development Corp., HO. 715-A, Last Morh, Gandhi Nagar, Jammu-180 004 **Jammu & Kashmir** Telefax: 0191-2433229
13	Jharkhand State Tribal Co-operative Development Corp. Ltd. Balihar Road, Morabadi Ranchi – 834 008, **Jharkhand** Tel: 0651-25512398 Fax: 0651-2551686	14	Karnataka Maharshi Valmiki Scheduled Tribes Development Corp. Ltd., 4th Main, Near Police Station, 16th cross, Sampargiriamanagar, Bangalore-560 027 **Karnataka** Tel: 080-22110675, 22250018 Fax: 080-22111429

S.No.	Name and Address of SCA	S.No.	Name and Address of SCA
15	Kerala State Development Corp. for Scheduled Castes & Scheduled Tribes Ltd. P.B.No.523, Town Hall Road Thrissur – 680 020, **Kerala** Tel: 0487-2334131, 2331469, 2331064 Fax: 0487-2334131	16	Kerala State Women's Development Corp. Ltd. "BASANT", T C 20/2170, Opp. Manmohan Bungalow, Kowdiar P.O., Trivandrum-695 003. **Kerala** Tel: 0471-2334296, 2336006, 2727668 Fax: 0471-2316006
17	Konoklota Mahila Urban Co-operative Bank Sahid Konoklota Baruah Bhawan, Gar-Ali, Jorhat – 785 001 **Assam** Tel: 0376-2304718	18	Lakshadweep Development Corp. Ltd., G-406, Panampilly Nagar, ERNAKULAM Cochin – 682 036, **Lakshadweep** Tel: 0484-2323448, 2323458, 2310987 Fax: 0484-2322924 Kavarati (Office) Fax: 04896-263140
19	M. P. Adivasi Vitta Aivam Vikas Nigam Rajiv Gandhi Bhawan Parisar II 35 Shyamala Hills Bhopal – 462 002, **Madhya Pradesh** Tel: 0755-2660672, 2660213 Telefax: 0755-2738699	20	Manipur Tribal Development Corp. Ltd. Lamphelpat, Imphal – 795 004, **Manipur** Tel: 0385-2310452, 2310293 Fax: 0385-2452629
21	Meghalaya State Cooperative Apex Bank Ltd. M. G. Road, Shillong – 793 001 **Meghalaya** Tel: 0364-2224160, 2223753, 2224166 Fax: 0364-2222026	22	Mizoram Khadi & Village Industries Board New Capital Complex, Khatla, Aizawl – 796 001, **Mizoram** Tel:0389-2342460 Fax: 0389-2347587
23	Mizoram Urban Cooperative Dev. Bank Ltd. Lalsawmliani Building (Top Floor), Zarkawt Aizawl – 796 001, **Mizoram** Tel: 0389-2346508, 2343475 Fax: 0389-2346508/(PCO-2345526)	24	Nagaland Industrial Dev. Corp. Ltd. IDC House, P.B. No.5 Dimapur – 797 112 **Nagaland** Tel: 03862-230571, 230574 Fax: 03862-226473
25	Nagaland State Cooperative Bank Ltd. Post Box No. 153, Dimapur – 797 112 **Nagaland** Tel: 03862-228335, 228578, /220702 Fax: 03862-230139, 228578, 227040	26	National Cooperative Development Corp. 4, Siri Institutional Area Hauz Khas New Delhi – 110 016, **Delhi** Tel: 011-26567475, 26567026, 26567202 Fax: 011-26962370
27	North Eastern Development Finance Corp. Ltd. (NEDFi) G. S. Road, Dispur, Guwahati – 781 006 **Assam** Tel: 0361-222 2200 Fax: 0361-223 7733-4	28	Odisha SCs STs Dev. & Finance Coop. Corp. Ltd., Lewis Road, Bhubaneswar – 751 014, **Odisha** Tel: 0674-2431798 Fax: 0674-2432107
29	Rajasthan SCs & STs Finance & Dev. Co-op. Corp., Nehru Sahkar Bhawan, Central Block, III Floor, Bhawani Singh Road Jaipur – 302 002, **Rajasthan** Tel: 0141-2740745, 2740880, 2740544 Fax: 0141-2740880	30	Shabari Adivasi Vitta Va Vikas Mahamandal Maryadit, Adivasi Vikash Bhawan, 3rd Floor, Ram Ganesh Gadkari Chowk Old Agra Road, Nashik – 422 002, **Maharashtra** Tel: 0253-2576860, 2571782 Fax: 0253-2571560

S.No.	Name and Address of SCA	S.No.	Name and Address of SCA
31	Sikkim Scheduled Castes, Tribes & Backward Classes Dev. Corp. Ltd. Sonam Tshering Marg (Kazi Marg), Gangtok – 737 101. **Sikkim** Telefax: 03592-209430	32	Stree Nidhi Credit Co-operative Federation Ltd., H.No.5-10-188/2, Fifth Floor, Hermitage Complex, Hill Fort Road, Hyderabad-500004 Tel: 040-23292090, Fax: 040-23292003
33	Tamil Nadu Adi Dravidar Housing & Development Corp. Ltd. Tamil Nadu Housing Shopping Complex, 2nd Floor, Thirumangalam, Chennai-600 001. **Tamil Nadu** Tel: 044 24310197 Fax: 044-26154107	34	Telangana State Scheduled Tribal Cooperative Finance Corporation, First Floor, DSS Bhavan, Masab Tank, Hyderabad-500028, **Telangana** Tel: 040-23317126, 23317134
35	Tribal Development Co-op. Corp. of Orissa Ltd., TDCCOL Building, Rupali Square, Unit IX, Bhubaneswar-751022. **Odisha** Tel: 0674-2542475, 2540473 Fax: 0674-2544828	36	Tripura Scheduled Tribes Co-op. Dev. Corp. Ltd., Supari Bagan, Krishna Nagar P.O. Lake Chowmani Agartala – 799 001, **Tripura** Tel: 0381-2226496, 2226515, 2226543 Fax: 0381-2326512
37	Uttarakhand Bahudeshiya Vitta Evam Vikas Nigam Bhagat Singh Colony, Adhoiwala, Dehradun – 248 001 **Uttarakhand** Tel: 0135-2675226	38	West Bengal SCs & STs Development & Finance Corp. CF-217/A/1, Sector-I, Salt Lake, Kolkata – 700 064, **West Bengal** Tel: 033-40261500/1505/1509-31 Fax: 033-40051233/1234
39	West Bengal Tribal Development Cooperative Corp. Ltd., Sidhu Kanu Bhawan, KB-18, Sector-III, Salt Lake, Bidhan Nagar, Kolkata – 700 098. **West Bengal** Tel: 033-23351832, 23351918 Fax: 033-23351935	**PSU Banks:** State Bank of India, UCO Bank, Syndicate Bank, Union Bank of India, Dena Bank, Vijaya Bank and Central Bank of India.		

Regional Rural Banks: Assam Gramin Vikash Bank, Arunachal Pradesh Gramin Bank, Langpi Dehangi Rural Bank (Assam), Baroda Gujarat Gramin Bank, Dena Gujarat Gramin Bank, Jharkhand Gramin Bank, Vananchal Gramin Bank (Jharkhand), Central Madhya Pradesh Gramin Bank, Odisha Gramya Bank, Utkal Gramin Bank (Odisha), Manipur Gramin Bank, Mizoram Rural Bank, Meghalaya Rural Bank, Nagaland Rural Bank, Purvanchal Bank (Uttar Pradesh), Uttarakhand Gramin Bank, Telangana Gramin Bank, Tripura Gramin Bank and Bangiya Vikash Gramin Bank (West Bengal).

जनजातीय विकास के लिए सीएसआर संबंधी शेयरिंग एवं लर्निंग विषय पर एक दिवसीय कार्यशाला के दौरान प्रतिभागियों के साथ बातचीत करते हुए एनएसटीएफडीसी के अध्यक्ष एवं प्रबंध निदेशक, श्री रमेश कुमार जी. (बीच में)

Shri Ramesh Kumar G., CMD, NSTFDC (centre) interacting with the participants during one day workshop on Sharing and Learning of CSR for Tribal Development

भुवनेश्वर, ओडिशा में जनजातीय आजीविका के लिए राष्ट्रीय संसाधन केन्द्र ''वनजीवन'' के शुभारंभ समारोह को संबोधित करते हुए एनएसटीएफडीसी के अध्यक्ष एवं प्रबंध निदेशक, श्री रमेश कुमार जी.

Shri Ramesh Kumar G., CMD, NSTFDC addressing the gathering at the launch of National Resource Centre for Tribal Livelihood "Vanjeevan" at Bhubaneswar, Odisha

श्री जुएल ओराम, माननीय जनजातीय कार्य केन्द्रीय मंत्री (दाएं से दूसरे बैठे हुए हैं) समीक्षा बैठक के दौरान एनएसटीएफडीसी के कार्मिकों के साथ

Shri Jual Oram, Hon'ble Union Minister for Tribal Affairs (sitting second from right) along with the officials of NSTFDC during the review meeting.

अगस्त क्रांति भवन में जनजातीय कार्य मंत्रालय द्वारा आयोजित स्वच्छ भारत अभियान के दौरान श्री जुएल ओराम, माननीय जनजातीय कार्य केन्द्रीय मंत्री के साथ एनएसटीएफडीसी के अध्यक्ष एवं प्रबंध निदेशक ।

Shri Jual Oram, Hon'ble Union Minister of Tribal Affairs with CMD, NSTFDC during Swachh Bharat Abhiyan organised by Ministry of Tribal Affairs at August Kranti Bhawan.

NATIONAL SCHEDULED TRIBES FINANCE AND DEVELOPMENT CORPORATION

(A Govt of India Undertaking – Ministry of Tribal Affairs)

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