

(THIS SHELF DISCLOSURE DOCUMENT IS NOT A PROSPECTUS)
(FOR PRIVATE CIRCULATION ONLY)

Dated: November 19, 2019



CENTRUM FINANCIAL SERVICES LIMITED
(CIN: U65910MH1993PLC192085)

A Public Limited Company Incorporated on 27th January 1993 under the Companies Act, 1956, as amended and registered as a Non-Banking Financial Company within the meaning of the Reserve Bank of India Act, 1934 (2 of 1934)

Registered Office: 2nd Floor, Bombay Mutual Building, Dr. D.N. Road, Fort, Mumbai-400001

Corporate Office: Centrum House, CST Road, Vidyanagari Marg, Kalina, Santacruz East, Mumbai-400098

Tel: +91 22 42159000; **Website:** www.centrum.co.in

Contact Person: Ms. Archana Goyal, Compliance Officer; **Email:** cs@centrum.co.in

SHELF DISCLOSURE DOCUMENT FOR PRIVATE PLACEMENT OF PRINCIPAL PROTECTED, SECURED, RATED, LISTED, REDEEMABLE, NON-CONVERTIBLE, MARKET LINKED DEBENTURES OF THE FACE VALUE RS. 1,00,000 (RS. ONE LAKH ONLY) EACH ("DEBENTURES" OR "NCDs" OR "MLDs") FOR CASH, AGGREGATING UPTO RS. 200,00,00,000 (RS. TWO HUNDRED CRORE ONLY) TO BE ISSUED IN ONE OR MORE TRANCHES (THE "ISSUE")

GENERAL DISCLAIMER

This Shelf Disclosure Document is neither a prospectus nor a statement in lieu of prospectus and does not constitute an offer to the public generally to subscribe for or otherwise acquire the Debentures to be issued by Centrum Financial Services Limited (the "Issuer" / the "Company"). This Shelf Disclosure Document is for the exclusive use of the institutions to whom it is addressed and it should not be circulated or distributed to third parties. It cannot be acted upon by any person other than to whom it has been specifically addressed. Multiple copies hereof given to the same entity shall be deemed to be offered to the same person. No document in relation to the Issuer or this Issue of Debentures has been delivered for registration to any authority.

This Shelf Disclosure Document is strictly, for a private placement and is only an information brochure intended for private use. Nothing contained in this Shelf Disclosure Document shall constitute and/or deem to 'constitute an offer or an invitation to offer to the public or any section thereof to subscribe for or otherwise acquire the Debentures in general under any law for the time being in force. All investors are required to comply with the relevant regulations/guidelines applicable to them for investing in this Issue.

GENERAL RISK

Investment in debt and debt related securities involve a degree of risk and investors should not invest any funds in the debt instruments, unless they can afford to take the risks attached to such investments. Investors are advised to read the section titled 'Risk Factors' of this Shelf Disclosure Document carefully before taking an investment decision in relation to any Tranche of this Issue. For taking an investment decision, the investors must rely on their own examination of the Company, this Shelf Disclosure Document and any Supplemental Disclosure Document issued in pursuance hereof and the Issue including the risks involved. The Issue has not been recommended or approved by Securities and Exchange Board of India ("SEBI") nor does SEBI guarantee the accuracy or adequacy of this Shelf Disclosure Document. Prospective investors are advised to carefully read the risks associated with the Issue of Debentures. **Specific attention of investors is invited to the section titled 'Risk Factors' of this Shelf Disclosure Document.** These risks are not, and are not intended to be, a complete list of all risks and considerations relevant to the Debentures or investor's decision to purchase the Debentures.

ISSUER'S ABSOLUTE RESPONSIBILITY

The Issuer, having made all reasonable inquiries, accepts responsibility for and confirms that this Shelf Disclosure Document contains all information as required under Schedule I of SEBI (Issue and Listing of Debt Securities) Regulations, 2008 as amended from time to time, that this information contained in this Shelf Disclosure Document is true and fair in all material respects and is not misleading in any material respect, that the opinions and intentions expressed herein are honestly held and that there are no other facts, the omission of which makes this Shelf Disclosure Document as a whole or any of such information or the expression of any such opinions or intentions misleading in any material respect.

CREDIT RATING

“CARE PP-MLD A- with Negative Outlook” rating has been assigned by CARE Ratings Limited for Rs. 450,00,00,000 (Rupees Four Hundred Fifty Crore) long term principal protected equity linked debentures programme of our company. Instruments with this rating are considered to have adequate degree of safety regarding timely servicing of financial obligations. Such instruments carry low credit risk. The letters ‘PP-MLD’ suffixed to a rating symbol stand for ‘Principal Protected Market Linked Debentures’. The present issue is part of the aforesaid programme of Rs. 200,00,00,000.

The rating is not a recommendation to buy, sell or hold securities and investors should take their own decision. The rating may be subject to revision or withdrawal at any time by the assigning rating agency and each rating should be evaluated independently of any other rating. The rating agency has a right to suspend or withdraw the rating at any time on the basis of factors such as new information. The credit rating and rationale issued by CARE Ratings Limited is annexed as ‘Annexure B’ to this Shelf Disclosure Document.

LISTING

The Debentures to be issued under this Shelf Disclosure Document are proposed to be listed on the Wholesale Debt Market segment (“WDM”) of the BSE Limited (“BSE”).

The Company reserves the right to appoint an arranger(s) for any Tranche/Series under the Issue and the details of such arranger shall be specified in the Supplemental Disclosure Document relevant to such Tranche/Series.

| REGISTRAR | TRUSTEE |
|---|---|
|  <p>NSDL Database Management Limited Address: 4th Floor, Trade World A Wing, Kamala Mills Compound Senapati Bapat Marg, Lower Parel, Mumbai – 400 013 Tel: +91 22 49142700 Fax: +91 22 49142503 E-mail: nileshb@nsdl.co.in Website: www.nsdl.co.in</p> |  <p>Beacon Trusteeship Limited Address: 4C, Siddhivinayak Chambers, Gandhi Nagar, Opposite MIG Club, Bandra (E), Mumbai 400 051 Tel: +91 22 +91 22 26558759 E-mail: contact@beacontrustee.co.in vaishali@beacontrustee.co.in Website: www.beacontrustee.co.in</p> |
| <p>Issue Opens on: As specified in the relevant Supplemental Disclosure Document.</p> | <p>Issue Closes on: As specified in the relevant Supplemental Disclosure Document.</p> |

The Shelf Disclosure Document is dated November 19, 2019.

ISSUE SCHEDULE:

The Issue Opening Date, Closing Date and Deemed Date of Allotment for each Tranche/Series will be informed to the Debenture Trustee separately and shall be incorporated in the Supplemental Disclosure Document.

Each Tranche/Series of Debentures offered pursuant to this Shelf Disclosure Document shall be subject to the terms and conditions pertaining to the Debentures outlined hereunder as modified / supplemented by the terms of the respective Supplemental Disclosure Document(s) and/or the Private Placement Offer Letter(s) filed with the Stock Exchange in relation to such Series/Tranches and other documents in relation to such issuance. The terms and conditions contained in this Shelf Disclosure shall be read in conjunction with the provisions (as may be mutually agreed between the Issuer and respective Debenture Holders from time to time) contained in the respective Supplemental Disclosure Document(s) and/or the Private Placement Offer Letter(s), and in case of any repugnancy, inconsistency or where there is a conflict between the terms and conditions as are stipulated in the respective Supplemental Disclosure Document(s) / Private Placement Offer Letter(s) on one hand, and the terms and conditions in the Shelf Disclosure Document on the other, the provisions contained in the Supplemental Disclosure Document(s)/ Private Placement Offer Letter(s) shall prevail over and override the provisions of this Shelf Disclosure Document for all intents and purposes.

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SECTION I – NOTICE TO INVESTORS AND DISCLAIMER

GENERAL DISCLAIMER:

This Shelf Disclosure Document (“**Disclosure Document**”) is not a prospectus and does not constitute an offer to the public generally to subscribe for or otherwise acquire the Debentures to be issued by Centrum Financial Services Limited (the “**Issuer**”). Neither this Disclosure Document nor any other information supplied in connection with the contemplated issue should be construed as legal, tax, accounting or investment advice.

The Issue is proposed to be listed on the BSE and is being made strictly on a private placement basis. Multiple copies hereof given to the same entity shall be deemed to be given to the same person and shall be treated as such. It does not constitute and shall not be deemed to constitute an offer or an invitation to subscribe to the Debentures to the public in general.

This Disclosure Document is for private placement of Debentures and has been prepared in conformity with the Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008 issued vide circular no. LAD-NRO/GN/2008/13/127878 dated June 06, 2008, and Securities and Exchange Board of India (Issue and Listing of Debt Securities) (Amendment) Regulations, 2012 issued vide circular no. LAD-NRO/GN/2012-13/19/5392 dated October 12, 2012, and SEBI circular no. CIR/IMD/DF/18/2013 dated October 29, 2013 and the Securities and Exchange Board of India (Issue and Listing of Debt Securities) (Amendment) Regulations, 2014 issued vide circular no. LAD-NRO/GN/2013-14/43/207 dated January 31, 2014, SEBI (Issue and Listing of Debt Securities) (Amendment) Regulations, 2015 issued vide circular no. No. LAD-NRO/GN/2014-15/25/539 dated March 24, 2015, SEBI (Issue and Listing of Debt Securities) (Amendment) Regulations, 2016 issued vide circular no. SEBI/ LAD-NRO/GN/2016-17/004 dated May 25, 2016, SEBI (Issue and Listing of Debt Securities) (Amendment) Regulations, 2017 issued vide circular dated SEBI/LAD-NRO/GN/2017-18/009 dated June 13, 2017 and SEBI (Issue and Listing of Debt Securities) (Second Amendment) Regulations, 2017 issued vide circular SEBI/LAD-NRO/GN/2017-18/023 dated December 15, 2017, and SEBI (Issue and Listing of Debt Securities) (Amendment) Regulations, 2019 issued vide circular SEBI/LAD-NRO/GN/2019/13 dated May 7, 2019 and section 42 of the Companies act, 2013 and the Companies (Prospectus and Allotment of Securities) Rules, 2014. This Disclosure Document also complies with SEBI circular Cir./IMD/DF/17/2011 dated September 28, 2011 titled ‘Guidelines for Issue and Listing of Structured Products/Market Linked Debentures’. As per the applicable provisions, copy of this Disclosure Document has not been filed or submitted to SEBI for its review and/or approval.

This Disclosure Document has been prepared to provide general information about the Issuer to potential investors to whom it is addressed and who are willing and eligible to subscribe to the Debentures. This Disclosure Document does not purport to contain all the information that any potential investor may require. Neither this Disclosure Document nor any other information supplied in connection with the Debentures is intended to provide the basis of any credit or other evaluation and any recipient of this Disclosure Document should not consider such receipt a recommendation to purchase any Debentures. Each investor contemplating purchasing any Debentures should make its own independent investigation of the financial condition and affairs of the Issuer, and its own appraisal of the creditworthiness of the Issuer. Each recipient of this Disclosure Document acknowledges that such person has not relied on the Issuer or any of its affiliates, shareholders, directors, employees, agents or advisors in connection with its investigation of the accuracy of such information or its investment decision and such person has relied solely on its own examination of the creditworthiness of the Issuer and the merits and risks involved in investing in the Debentures. Potential investors should consult their own financial, legal, tax and other professional advisors as to the risks and investment considerations arising from an investment in the Debentures and should possess the appropriate resources to analyze such investment and the suitability of such investment to such investor’s particular circumstances.

No person has been authorized to give any information or to make any representation not contained or incorporated by reference in this Disclosure Document or in any material made available by the Issuer to any potential investor pursuant hereto and, if given or made, such information or representation must not be relied upon as having been authorized by the Issuer.

This Disclosure Document and the contents hereof are restricted for only the intended recipient(s) who have been addressed directly and specifically through a communication by the Issuer and only such recipients are eligible to apply for the Debentures. All investors are required to comply with the relevant regulations/guidelines applicable to them for investing in this Issue. The contents of this Disclosure Document are intended to be used only by those investors to whom it is distributed. It is not intended for distribution to any other person and should not be reproduced by the recipient.

No invitation is being made to any persons other than those to whom application forms along with this Disclosure Document being issued have been sent by or on behalf of the Issuer. Any application by a person to whom the Disclosure Document has not been sent by or on behalf of the Issuer shall be rejected without assigning any reason.

DISCLAIMER CLAUSE OF THE COMPANY

The Company accepts no responsibility for statements made otherwise than in the Shelf Disclosure Document and in any Supplemental Disclosure Document(s) read with the Private Placement Offer Letter(s) and anyone placing reliance on any other source of information would be doing so at their own risk.

The Company has certified that the disclosures made in this Disclosure Document are adequate and in conformity with SEBI regulations/guidelines and RBI guidelines in force for the time being. This requirement is to facilitate investors to take an informed decision for making an investment in the proposed Issue.

DISCLAIMER OF THE SECURITIES AND EXCHANGE BOARD OF INDIA

This Disclosure Document has not been filed with the Securities & Exchange Board of India (SEBI). The securities have not been recommended or approved by SEBI nor does SEBI guarantee the accuracy or adequacy of this document. This document should not, in any way, be deemed or construed to have been cleared or vetted by SEBI. SEBI does not take any responsibility either for the financial soundness of any scheme or the project for which the Issue is proposed to be made, or for the correctness of the statements made or opinions expressed in this document. The issue of Debentures is being made on a private placement basis and, therefore, filing of this document with SEBI is not required, however SEBI reserves the right to take up at any point of time, with the Issuer, any irregularities or lapses in this document.

DISCLAIMER OF THE STOCK EXCHANGE

As required, a copy of this Disclosure Document shall be submitted to the BSE for hosting the same on its website. It is to be distinctly understood that such submission of the document with BSE or hosting the same on its website should not in any way be deemed or construed that the document has been cleared or approved by BSE; nor does it in any manner warrant, certify or endorse the correctness or completeness of any of the contents of this document; nor does it warrant that this Issuer's securities will be listed or continue to be listed on the exchange; nor does it take responsibility for the financial or other soundness of the Issuer, its promoters, its management or any scheme or project of the Issuer. Every person who desires to apply for or otherwise acquire any securities of this Issuer may do so pursuant to independent inquiry, investigation and analysis and shall not have any claim against the exchange whatsoever by reason of any loss which may be suffered by such person consequent to or in connection with such subscription/ acquisition whether by reason of anything stated or omitted to be stated herein or any other reason whatsoever.

DISCLAIMER BY THE RESERVE BANK OF INDIA:

THE COMPANY IS HAVING A VALID CERTIFICATE OF REGISTRATION DATED AUGUST 14, 2009 BEARING REGISTRATION NO. B-1301946 ISSUED BY THE RESERVE BANK OF INDIA UNDER SECTION 45 IA OF THE RESERVE BANK OF INDIA ACT, 1934. HOWEVER, RBI DOES NOT ACCEPT ANY RESPONSIBILITY OR GUARANTEE ABOUT THE PRESENT POSITION AS TO THE FINANCIAL SOUNDNESS OF THE COMPANY OR

FOR THE CORRECTNESS OF ANY OF THE STATEMENTS OR REPRESENTATIONS MADE OR OPINIONS EXPRESSED BY THE COMPANY AND FOR REPAYMENT OF DEPOSITS/ DISCHARGE OF LIABILITY BY THE COMPANY.

DISCLAIMER OF THE TRUSTEE

The Debenture Trustee, "*ipso facto*" does not have the obligations of a borrower or a principal debtor or a guarantor as to the monies paid / invested by Debenture Holders.

DISCLAIMER IN RESPECT OF JURISDICTION

The private placement of Debenture is made in India to Companies, Corporate Bodies, Trusts registered under the Indian Trusts Act, 1882, Societies registered under the Societies Registration Act, 1860 or any other applicable laws, provided that such Trust/ Society is authorised under constitution/ rules/ bye laws to hold debenture in a Company, Indian Mutual Funds registered with SEBI, Indian Financial Institutions, Insurance Companies, Commercial Banks including Regional Rural Banks and Cooperative Banks, Provident, Pension, Gratuity, Superannuation Funds as defined under Indian laws. The Disclosure Document does not, however, constitute an offer to sell or an invitation to subscribe to securities offered hereby in any other jurisdiction to any person to whom it is unlawful to make an offer or invitation in such jurisdiction. Any person into whose possession this Disclosure Document comes is required to inform him about and to observe any such restrictions. Any disputes arising out of this issue will be subject to the exclusive jurisdiction of the courts at Mumbai. All information considered adequate and relevant about the Issuer has been made available in this Information Memorandum for the use and perusal of the potential investors and no selective or additional information would be available for a section of investors in any manner whatsoever.

DISCLAIMER CLAUSE OF THE RATING AGENCIES

CARE's ratings are opinions on credit quality and are not recommendations to sanction, renew, disburse or recall the concerned facilities or to buy, sell or hold any security. CARE has based its ratings on information obtained from sources believed by it to be accurate and reliable. CARE does not, however, guarantee the accuracy, adequacy or completeness of any information and is not responsible for any errors or omissions or for the results obtained from the use of such information. Most entities whose bank facilities / instruments are rated by CARE have paid a credit rating fee, based on the amount and type of bank facilities / instruments.

FORCE MAJEURE

The Company reserves the right to withdraw the Issue at any time or any Tranche/Series under the Issue prior to the dosing date thereof in the event of any unforeseen development adversely affecting the economic and/or regulatory environment or otherwise. In such an event, the Company will refund the application money, if any, collected in respect of that Tranche/Series without assigning any reason.

ISSUE OF DEBENTURES IN DEMATERIALISED FORM

The Debentures will be issued in dematerialised form The Issuer has made arrangements with the Depositories for the issue of the Debentures in dematerialised form. Investors will have to hold the Debentures in dematerialised form as per the provisions of the Depositories Act. The Issuer shall take necessary steps to credit the Debentures allotted to the beneficiary account maintained by the Investor with its Depository Participant. The Issuer will make the Allotment to Investors on the Deemed Date(s) of Allotment after verification of the Application Form, the accompanying documents and on realisation of the application money.

EACH PERSON RECEIVING THIS DISCLOSURE DOCUMENT ACKNOWLEDGES THAT:

Such person has been afforded an opportunity to request and to review and has received all additional information considered by it to be necessary to verify the accuracy of or to supplement the information herein. Each such person (i) is a knowledgeable and sophisticated investor; (ii) have the expertise in assessing the credit, market and all the other risks involved in purchasing the

Debentures; (iii) has done its own independent assessment and analysis of the Issue; (iv) understands that, by purchase or holding of the Debentures, it is assuming and is capable of bearing the risk of loss that may occur with respect to Debentures, including the possibility that it may lose all or a substantial portion of investment.

The Issuer does not undertake to update the Disclosure Document to reflect subsequent events after the date of the Disclosure Document.

Neither the delivery of this Disclosure Document nor any sale of Debentures made hereunder shall, under any circumstances, constitute a representation or create any implication that there has been no change in the affairs of the Issuer since the date hereof.

This Disclosure Document does not constitute, nor may it be used for or in connection with, an offer or solicitation by anyone in any jurisdiction in which such offer or solicitation is not authorized or to any person to whom it is unlawful to make such an offer or solicitation. No action is being taken to permit an offering of the Debentures or the distribution of this Disclosure Document in any jurisdiction where such action is required. The distribution of this Disclosure Document and the offering and sale of the Debentures may be restricted by law in certain jurisdictions. Persons into whose possession this Disclosure Document comes are required to inform themselves about and to observe any such restrictions. The Disclosure Document is made available to investors in the Issue on the strict understanding that the contents hereof are strictly confidential.

It is the responsibility of investors to ensure that any transfer of the Debentures is in accordance with this Disclosure Document and the applicable laws, and ensure that the same does not constitute an offer to the public.

The information and data contained herein is submitted to each of the recipient of this Disclosure Document on a strictly private and confidential basis. By accepting a copy of this Disclosure Document, each recipient agrees that neither it nor any of its employees or advisors will use the information contained herein for any purpose other than evaluating the subscription to the Issue or will divulge to any other party any such information. This Disclosure Document must not be photocopied, reproduced, extracted or distributed in full or in part to any person other than the recipient without the prior written consent of the Issuer.

The Issuer accepts no responsibility for statements made other than in this document or any other material expressly stated to be issued by or at the instance of the Issuer in connection with the Issue of this series of debentures and that anyone placing reliance on any other source of information would be doing so at their/its own risk.

FORWARD LOOKING STATEMENTS

All statements in this Disclosure Document that are not statements of historical fact constitute “forward looking statements”. All statements regarding the Issuer’s expected financial condition and results of operations, business, plans and prospects are forward looking statements. These forward looking statements and any other projections contained in this Disclosure Document (whether made by the Issuer or any third party) are predictions and involve known and unknown risks, uncertainties and other factors that may cause the Issuer’s actual results, performance and achievements to be materially different from any future results, performance or achievements expressed or implied by such forward looking statements or other projections. The forward looking statements, if any, contained in this Disclosure Document are based on the beliefs of the management of the Issuer, as well as the assumptions made by and information available to management as at the date of this Disclosure Document. There can be no assurance that the expectations will prove to be correct. The Issuer expressly disclaims any obligation or undertaking to release any updated information or revisions to any forward looking statements contained herein to reflect any changes in the expectations or assumptions with regard thereto or any change in the events, conditions or circumstances on which such statements are based. Given these uncertainties, recipients are cautioned not to place undue reliance on such forward looking statements. All subsequent written and oral forward looking statements attributable to the Issuer are expressly qualified in their entirety by reference to these cautionary statements.

SECTION II - DEFINITIONS AND ABBREVIATIONS

Unless the context otherwise indicates or requires, the following terms shall have the meanings given below in this Disclosure Document.

Company related terms

| Term | Description |
|----------------------------|---|
| Board of Directors / Board | The board of directors of the Company or any committee thereof. |
| Company / Issuer | Centrum Financial Services Limited. |
| Director(s) | Director(s) of the Company, as may change from time to time, unless otherwise specified. |
| Memorandum and Articles | The Memorandum & Articles of Association of the Company, as amended from time to time. |
| NBFC | Non-Banking Financial Company as per Reserve Bank of India Act, 1934, as amended from time to time. |
| NBFC ND-SI | Non-Deposit Taking Systemically Important Non-Banking Financial Company |

Issue related terms

| Term | Description |
|------------------------------|---|
| Act | Companies Act, 1956 and the Companies Act, 2013, which are in effect from time to time. |
| Allotment / Allot / Allotted | The allotment of the NCDs or Debentures. |
| AGM | Annual General Meeting. |
| Applicable Law | Includes all applicable statutes, enactments or acts of any legislative body in India, laws, ordinances, rules, bye-laws, regulations, notifications, guidelines, policies, directions, directives and orders of any Governmental Authority and any modifications or re-enactments thereof. |
| Application Form | The form used by the recipient of this Disclosure Document, to apply for subscription to the Debentures, which is annexed to this Disclosure Document and marked as Annexure A. |
| Arranger | Centrum Broking Limited. |
| Beneficial Owner(s) | Holder(s) of the Debentures in dematerialized form as defined under section 2 of the Depositories Act, 1996. |
| BSE | BSE Limited (earlier known as Bombay Stock Exchange). |
| Business Day | shall mean any day of the week (excluding non-working Saturdays, Sundays and any day which is a public holiday for the purpose of Section 25 of the Negotiable Instruments Act, 1881 (26 of 1881) (as may be amended / supplemented from time to time) or any other day on which banks are closed for customer business in Mumbai, India) on which money market is functioning in Mumbai. |
| CDSL | Central Depository Services (India) Limited |
| Debenture(s) or NCDs | 20,000 Principal Protected, Secured, Rated, Listed, Redeemable, Non-Cumulative, Non-Convertible, Market Linked Debenture(s) of the face value of Rs. 1,00,000/- (Rupees One Lakh) each for cash aggregating upto Rs. 200,00,00,000/- (Rupees Two Hundred Crore Only) to be issued in one or more Tranches (and within any Tranche, in one or more Series) pursuant to this Shelf Disclosure Document and the Supplemental Disclosure Document(s). |
| Debenture Holder | The Debenture holder whose name appears in the register of debenture holders or in the beneficial ownership record furnished by NSDL/CDSL for this purpose. |
| Term | Description |
| Debenture Trustee | Trustee for the Debenture Holders, in this case being Beacon Trusteeship Limited |
| Debenture Trustee Agreement | Agreement executed/to be executed by and between the Debenture Trustee and the Company |

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| | for the purposes of appointment of the Debenture Trustee to act as debenture trustee in connection with the issuance of the Debentures |
| Debenture Trust Deed | Debenture Trust Deed to be entered by and between the Company and the Debenture Trustee. |
| Deemed Date of Allotment | The deemed date of allotment of Debentures will be as specified in the relevant Supplemental Disclosure Document(s) issued for each Tranche/Series of Debentures. |
| Depository(ies) | A depository registered with the SEBI under the Securities and Exchange Board of India (Depositories and Participant) Regulations, 1996, as amended from time to time, in this case being NSDL and CDSL. |
| Depositories Act | The Depositories Act, 1996, as amended from time to time. |
| Depository Participant/DP | A depository participant as defined under the Depositories Act. |
| Disclosure Document / DD / Shelf Disclosure Document | This Shelf Disclosure Document through which the Issue is being made and which contains the disclosures as per Schedule I of SEBI (Issue and Listing of Debt Securities) Regulations, 2008 as amended from time to time. |
| DP-ID | Depository Participant Identification Number. |
| Due Date | Any date on which the holders of the Debentures are entitled to any payments, whether towards coupon/redemption premium or repayment of the principal amounts due in respect of the Debentures. |
| ECS | Electronic Clearing System |
| EGM | Extra Ordinary General Meeting |
| Equity Shares | Equity shares of the Company of face value of Rs.10/- (Rupees Ten only) each. |
| Financial Year/ FY | Twelve months period commencing from April 1 of a particular calendar year and ending on March 31 of the subsequent calendar year. |
| Governmental Authority | The President of India, the Government of India, the Governor and the Government of any State in India, any Ministry or Department of the same, any municipal or local government authority, any authority or private body exercising powers conferred by Applicable Law and any court, tribunal or other judicial or quasi-judicial body and shall include, without limitation, a stock exchange and any regulatory body. |
| Interest/Coupon Rate | The rate of interest payable, if any, on the Debentures for the period specified in the relevant Supplemental Disclosure Document issued for each Tranche/Series of the Debentures. |
| Issue | Private placement of the Debentures. |
| INR/ Rs. | Rupees (Currency of Republic of India) |
| Investors | Those persons who fall under the category of eligibility to whom this Disclosure Document along with Supplemental Disclosure Document may be sent with a view to offering the debentures for sale on private placement basis through this Disclosure Document. |
| Majority Debenture Holders | Debenture Holders holding at least 51% of the outstanding amounts of Debentures |
| Market Lot | The minimum lot size for trading of the Debentures on the Stock Exchange, being 1 (one) Debenture. |
| Moveable Property | Moveable Property shall mean the specific identified Receivables of the Company provided as security in relation to the Debentures. |
| Mutual Fund | A mutual fund registered with SEBI under the Securities and Exchange Board of India (Mutual Funds) Regulations, 1996. |
| NEFT | National Electronic Funds Transfer |
| NSDL | National Securities Depository Limited |
| NA | Not Applicable |
| NPA | Non-Performing Asset |
| PAN | Permanent Account Number |
| Private Placement Offer Letter | Shall mean the offer letter prepared in compliance with Section 42 of the |

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|----------------------------------|---|
| | Companies Act, 2013 read with Rule 14 of the Companies (Prospectus and Allotment of Securities) Rules, 2014, as amended from time to time, which shall be issued with respect to each Tranche issued under the Issue. |
| Rating Agency | CARE Ratings Limited |
| RBI | Reserve Bank of India |
| RBI Act | The Reserve Bank of India Act, 1934, as amended from time to time. |
| Record Date | Means in relation to any Due Date on which any payments are scheduled to be made by the Company to the Debenture Holders, the day falling at least 15 (Fifteen) calendar days prior to such Due Date. |
| Receivables | Receivables shall mean all amounts payable to the Company by the obligors including principal, interest, additional interest, overdue charges, premium on prepayment, prepayment proceeds, gross of service tax (if any) arising out of any of loans and advances' of the Company. |
| Redemption Date | With respect to any Tranche/Series shall mean the date on which repayment of principal amount and all other amounts due in respect of the Debentures of that Tranche/Series will be made. |
| Registrar/Registrar to the Issue | National Securities Depository Limited |
| RoC | Registrar of Companies |
| RTGS | Real Time Gross Settlement |
| Term | Description |
| SEBI | The Securities and Exchange Board of India constituted under the SEBI Act, 1992 |
| SEBI Act | The Securities and Exchange Board of India Act, 1992, as amended from time to time. |
| SEBI Debt Listing Regulations | Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008 issued by SEBI, as amended by the SEBI (Issue and Listing of Debt Securities) (Amendment) Regulations, 2012 vide notification dated October 12, 2012 and from time to time and the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended/replaced from time to time. |
| Security | Means the security created or caused to be created by the Company to secure its obligations in respect of the Debentures. |
| Series | Any Series of Debentures (within a Tranche) issued under the Issue pursuant to the issue of a Supplemental Disclosure Document and Private Placement Offer Letter. |
| Super Majority Debenture Holders | Debenture Holders holding at least 75% of the outstanding amounts of Debentures |
| Supplemental Disclosure Document | Means the supplemental disclosure document to be issued by the Company Document(s) / broadly in the format provided in Annexure I hereof containing inter alia the issue price, Interest Rate (if any), redemption premium (if any) and other terms and conditions regarding each Tranche/Series of the NCDs issued under the Issue. The Company shall be free to amend the format of Supplemental Disclosure Document depending upon the terms and conditions of the NCDs being issued in each Tranche/Series. |
| TDS | Tax Deducted at Source |
| Tranche | Any tranche of Debentures issued under the Issue pursuant to the issue of a Supplemental Disclosure Document and Private Placement Offer Letter. |
| Transaction Documents | The documents executed or to be executed in relation to the issuance of the Debentures as more particularly set out hereinafter. |
| Stock Exchange | BSE |
| WDM | Wholesale Debt Market Segment of the BSE |

| | |
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| Wilful Defaulter | Shall mean an Issuer who is categorized as a wilful defaulter by any Bank or financial institution or consortium thereof, in accordance with the guidelines on wilful defaulters issued by the Reserve Bank of India and includes an issuer whose director or promoter is categorized as such in accordance with Regulation 2(n) of SEBI (Issue and Listing of Debt Securities) Regulations, 2008. |
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TERMS AND CONDITIONS RELATING TO THE REFERENCE INDEX

“**Disruption Event**” means any Change in Law, Market Disruption Event or Trading Disruption or Reference Index Disruption;

“**Change in Law**” means that, on or after the Issue Date (a) due to the adoption of or any change in any applicable law or regulation (including, without limitation, any tax law), or (b) due to the promulgation of or any change in the interpretation by any court, tribunal or regulatory authority with competent jurisdiction of any applicable law or regulation (including any action taken by a taxing authority), the Company determines in its sole and absolute discretion that (i) it has become illegal for it or any of its affiliates or agents acting on its behalf to hold, acquire or dispose of any Component Asset, or (ii) the Company will incur a materially increased cost in performing its obligations in relation to the Debentures (including, without limitation, due to any increase in tax liability, decrease in tax benefit or other adverse effect on the tax position of the Company and/or any of its affiliates or agents acting on its behalf);

“**Component Asset**” means any security comprised within the Reference Index from time to time;

“**Disrupted Day**” means, any Scheduled Trading Day on which a relevant Exchange fails to open for trading during its regular trading session or on which a Market Disruption Event has occurred;

“**Early Closure**” means, the closure on an Exchange Business Day of the Exchange prior to its Scheduled Closing Time unless such earlier closing time is announced by such Exchange at least one hour prior to the earlier of (i) the actual closing time for the regular trading session on such Exchange on such Exchange Business Day and (ii) the submission deadline for orders to be entered into the Exchange system for execution at the Valuation Time on such Exchange Business Day;

“**Exchange**” means the BSE, any successor to such exchange or any substitute exchange or quotation system to which trading in such shares underlying such Reference Index has temporarily relocated (provided that the Valuation Agent has determined that there is comparable liquidity relative to such shares underlying such Reference Index on such temporary substitute exchange or quotation system as on the original Exchange);

“**Exchange Business Day**” means, any Scheduled Trading Day on which the Exchange is open for trading during its regular trading sessions, notwithstanding such Exchange closing prior to its Scheduled Closing Time;

“**Exchange Disruption**” means, any event (other than an Early Closure) that (i) disrupts or impairs the ability of market participants in general to obtain market values for, the Reference Index on the Exchange, or (ii) to effect transactions in, or obtain market values for, futures or options contracts relating to such Reference Index on any relevant Exchange;

“**Market Disruption Event**” means, the occurrence or existence of (i) a Trading Disruption, (ii) an Exchange Disruption, which in either case the Valuation Agent determines is material, at any time during the one hour period that ends at the relevant Valuation Time, or (iii) an Early Closure. For the purpose of determining whether a Market Disruption Event exists in relation to the Reference Index at any time, if a Market Disruption Event occurs in respect of a security included in the Reference Index at any time, then the relevant percentage contribution of that security to the level of the Reference Index shall be based on a comparison of (a) the portion of the level of the Reference Index attributable to that security and (b) the overall level of the Reference Index, in each case immediately before the occurrence of such Market Disruption Event. The Valuation Agent shall, as soon as reasonably practicable, notify the Registered Debenture Holder of the existence or occurrence of a Disrupted Day on any day that but for the occurrence or existence of a Disrupted Day would have been an Observation Date;

“**Observation Date**” shall mean each Date as specified in Annexure A below, provided that, if any such date is not a scheduled Reference Index futures expiry date, then the Reference Index futures expiry date as notified by the Exchange for that month will be considered as the Observation Date;

“**Observation Time**” means any time within normal business hours as may be determined by the Valuation Agent;

“**Official Closing Level**” means (subject to what is provided below in reference to Adjustments to the Reference Index), the official closing level of the Reference Index of a given day as determined by the Valuation Agent;

“**Scheduled Closing Time**” means, in respect of the Exchange and a Scheduled Trading Day, the scheduled weekday closing time of such Exchange on such Scheduled Trading Day, without regard to after hours or any other trading outside of the regular trading session hours;

“**Scheduled Trading Day**” means any weekday on which the Exchange is scheduled to be open for trading for their respective regular trading sessions (other than special trading sessions);

“**Trading Disruption**” means any suspension of or limitation imposed on trading by the relevant Exchange or otherwise and whether by reason of movements in price exceeding limits permitted by the Exchange or otherwise (i) on the Exchange relating to the relevant share that comprise 20.00% or more level of the Reference Index or (ii) in futures or options contracts relating to the Reference Index on any relevant Exchange;

“**Valuation Time**” means the Scheduled Closing Time on the Exchange. If the Exchange closes prior to its Scheduled Closing Time and the specified Valuation Time is after the actual closing time for its regular trading session, then the Valuation Time shall be such actual closing time.

Adjustments to the Reference Index

If the Reference Index:

- i. is not calculated and published by the Sponsor of the Reference Index but is calculated and published by a successor to the Sponsor acceptable to the Valuation Agent; or is replaced by a successor index using, in the determination of the Sponsor, the same or a substantially similar formula for and method of calculating the Reference Index, then in each case that index (the “**Successor Reference Index**”) will be deemed to be the Reference Index.

If:

(a) on or prior to any Observation Date or any other relevant date, the Sponsor announces that it will make a material change in the formula for or the method of calculating the Reference Index or in any other way materially modifies the Reference Index (other than a modification prescribed in that formula or method to maintain the Reference Index in the event of changes in constituent stock and capitalisation and other routine events) (a “**Reference Index Modification**”); or

(b) on an Observation Date, the Sponsor fails to calculate and announce the Reference Index (a “**Reference Index Disruption**”) and, together with a Reference Index Modification and a Reference Index Cancellation each a “**Reference Index Adjustment Event**”),

then the Valuation Agent shall, in its sole and absolute discretion, determine if such Reference Index Adjustment Event has a material effect on the Debentures and, if so, the Valuation Agent will calculate the Official Closing Level using, in lieu of a published level for the Reference Index, the level for the Reference Index as at the Valuation Time on the relevant Observation Date as determined by the Valuation Agent in accordance with the formula for and method of calculating the Reference Index last in effect prior to that change, failure or cancellation but using only those securities that comprised the Reference Index immediately prior to that Reference Index Adjustment Event.

If the level of the Reference Index in relation to an Observation Date used or to be used by the Valuation Agent to determine the Final Redemption Amount is subsequently corrected and such correction is published by the Sponsor no later than the second Business Day prior to the Final Maturity Date, then the level of the Reference Index for that Observation Date shall be the level of the Reference Index as so corrected.

If, on or prior to any Observation Date, the Sponsor permanently cancels the Reference Index and no Successor Reference Index exists (a **“Reference Index Cancellation”**), this shall constitute an Early Redemption Event for Extraordinary Reason as referred to in the Terms and Conditions above and accordingly consequent early redemption of the Debentures by the Company if so elected for by the Company.

- (a) If a Disruption Event occurs, the Company in its sole and absolute discretion may require the Valuation Agent to determine in its sole and absolute discretion the appropriate adjustment, if any, to be made to any terms of the Debentures to account for the Disruption Event and determine the effective date of that adjustment;
- (b) Upon the occurrence of a Disruption Event, the Company shall give notice as soon as practicable to the Registered Debenture Holders stating the occurrence of the Disruption Event, giving details thereof and the action proposed to be taken in relation thereto, provided that any failure to give, or non-receipt of, such notice will not affect the validity of the Disruption Event.

SECTION III - RISK FACTORS

General Risk factors related to the Reference Index of NIFTY 50:

1. *Although the principal value on the NCDs is protected on maturity, the investment return on the NCDs is linked to the performance of the underlying Nifty 50 Index.*
2. *An investor in the NCD will not be entitled to receiving any interest payments and/or dividends and/or other distributions in the constituent stocks of the Nifty 50 index during the term of the NCD.*
3. *Even though the investment return on the NCDs is linked to the Nifty 50 index the return on the NCDs may not reflect the return an investor may realize if the investor was to actually own each of the constituent stocks comprising the Nifty 50 index. Further, the debenture holders will have no ownership rights on the constituent stocks of the Nifty 50 index.*

Internal Risk Factors

1. ***Any increase in the levels of non-performing assets (“NPA”) on our loan portfolio, for any reason whatsoever, would adversely affect our business and results of operations.***

Consistent with the growth of our branch network and our product portfolio, we expect an increase in our loan assets. Should the overall credit quality of our loan portfolio deteriorate, the current level of our provisions may not be adequate to cover further increases in the amount of our NPAs. Moreover, there also can be no assurance that there will be no further deterioration in our provisioning coverage as a percentage of Gross NPAs or otherwise, or that the percentage of NPAs that we will be able to recover will be similar to our past experience of recoveries of NPAs. As of September 30, 2018, the gross value of NPAs on our books of accounts was 6.77% of our total loan book. While we believe that we have adequately provided for NPAs to cover known or expected losses which may arise in our asset portfolio, any increase in the level of final credit losses shall adversely affect our business and future financial performance.

2. ***We may be impacted by volatility in interest rates or adverse market scenario which could cause our Gross Spreads to decline and consequently affect our profitability.***

We are exposed to interest rate risks as a result of lending to customers at fixed/ floating interest rates and in amounts and for periods which may differ from our funding sources. While we seek to match our interest rate positions to minimise interest rate risk, we are unable to assure you that significant variation in interest rates or adverse market scenario will not have an effect on our results of operations. Moreover, volatility in interest rates is sensitive to factors which are beyond our control, including the monetary policies of the RBI, deregulation of the financial sector in India, domestic and international economic and political conditions, inflation and other such considerations. In a rising interest rate environment, if the yield on our interest-earning assets does not increase simultaneously with or to the same extent as our cost of funds, or, in a declining interest rate environment, if our cost of funds does not decline simultaneously or to the same extent as the yield on our interest -earning assets, our net interest income and net interest margin would be adversely impacted.

There can be no assurance that we will be able to adequately manage our interest rate risk in the future and any significant increase in interest rates would adversely affect our business and results of operations.

3. *We are subjected to supervision and regulation by the RBI as a systemically important NBFC, and changes in RBI's regulations governing us could adversely affect our business.*

Being an NBFC, the operations of the Company are subject to various regulations prescribed the RBI and other statutory authorities including regulations relating to foreign investment in India. Pursuant to the revised regulatory framework for NBFCs issued by RBI Master Direction NBFC-SI-ND Directions, 2016- RBI/DNBR/2016-17/45 Master Direction DNBR.PD.CC.No.086/03.10.001 dated September 01, 2016 (Updated as on May 31, 2018), the Company has been classified as a Systemically Important Non Deposit Accepting NBFC. Pursuant to the aforesaid circular, among other things, NBFCs will be required to consider a term loan inclusive of unpaid interest as non-performing asset if it is overdue for period of 3 months or more or on which interest amount remained overdue for period of 3 months or more and in respect of demand or call loan which remained overdue for period of 3 months or more from the date of demand or call or on which interest amount remained overdue for period of 3 months or more. Provisions for standard assets has 0.40 per cent by end of March 2018. The Company is required to maintain a CAR of 15% besides complying with other Prudential Norms, directions and the requirements under the revised regulatory framework. Compliance with many of the regulations applicable to the Company across jurisdictions including any restrictions on investments and other activities currently being carried out by the Company involve a number of risks, particularly in areas where applicable regulations may be subject to varying interpretations. If the interpretation of the regulators and authorities varies from our interpretation, we may be subject to penalties and the business of the Company could be adversely affected. Further, the RBI's may amend regulations/ guidelines applicable to NBFCs in future which may require us to restructure our activities, incur additional cost or could otherwise adversely affect our business and our financial performance.

While the RBI has not provided for any restriction on interest rates that can be charged by non -deposit taking NBFCs but there can be no assurance that the RBI and/or the Government will not implement regulations or policies, including policies or regulations or legal interpretations of existing regulations, relating to or affecting interest rates, taxation, inflation or exchange controls, or otherwise take action, that could have an adverse effect on non-deposit taking NBFCs. In addition, there can be no assurance that any changes in the laws and regulations relative to the Indian financial services industry will not adversely impact our business.

4. *Our ability to borrow from various banks may be restricted on account of guidelines issued by the RBI imposing restrictions on banks in relation to their exposure to NBFCs.*

The RBI in its notification (No. RBI/2006-07/205/DBOD.No. FSD.BC.46 / 24.01.028 /2006-07) dated December 12, 2006 has amended the regulatory framework governing banks to address concerns arising from divergent regulatory requirements for banks and NBFCs. This notification reduces the exposure (both lending and investment, including off balance sheet exposures) of a bank to NBFCs like us. Accordingly, banks' exposure limits on any NBFC are reduced from the 25% of the banks' capital funds to 10% of its capital funds. Furthermore, RBI has suggested that banks may consider fixing internal

limits for their aggregate exposure to all NBFCs combined. This notification limits a bank's exposure to NBFCs which consequently restricts our ability to borrow from banks and thereby increasing the cost of our borrowing. This notification has adversely affected our business and any similar notifications released by the RBI in the future, which has a similar impact on our business could affect our growth, margins and business operations.

5. Our ability to lend against security of shares may be restricted on account of recent guidelines issued by RBI, which may have a negative impact on our business and results of operation.

As per RBI Master Direction NBFC-SI-ND Directions, 2016- RBI/DNBR/2016-17/45 Master Direction DNBR.PD.CC.No.086/03.10.001 dated September 01, 2016 (Updated as on May 31, 2018) has restricted 'Loan against Shares' business undertaken by NBFCs. Some of the requirements of such circular are: a. LTV ratio should not exceed 50%, and shall be maintained at all times. Any shortfall in the maintenance of the 50% LTV occurring on account of movement in the share price shall be made within 7 working days, b. In case where lending is done for investment in capital market, only Group 1 securities can be accepted as collateral for loans of value more than Rs.5 lakh subject to review by RBI, and c. to report on-line to stock exchanges, information on the shares pledged in favor of NBFC, by borrowers for availing loans. At this point, we cannot assure you that this notification and its applicability to us will not have a material and adverse effect on our future financial conditions and results of operations.

6. Our business requires substantial capital, and any disruption in funding sources would have a material adverse effect on our liquidity and financial condition.

Our liquidity and ongoing profitability are, in large part, dependent upon our timely access to, and the costs associated with, raising capital. Our funding requirements historically have been met from a combination of borrowings such as term loans and working capital limits from banks and issuance of commercial paper, non-convertible debentures on private placement basis and equity on right issue basis. Thus, our business depends and will continue to depend on our ability to access diversified low-cost funding sources.

The RBI Master Direction NBFC-SI-ND Directions, 2016- RBI/DNBR/2016-17/45 Master Direction DNBR.PD.CC.No.086/03.10.001 dated September 01, 2016 (Updated as on May 31, 2018) issued certain guidelines to NBFCs with respect to raising of money through private placement by them in the form of non -convertible debentures. These guidelines include restrictions on the minimum subscription amount for a single investor of Rs. 20,000, prohibition on providing loan against the security of its own debentures, etc. This has resulted in limiting the Company's ability to raise fresh debentures on private placement basis. Such changes in laws of the country applicable to our company can disrupt funding sources which would have a material adverse effect on our liquidity and financial condition.

7. The financing industry is becoming increasingly competitive and our growth will depend on our ability to compete effectively.

The sector in which we operate is highly competitive and we face significant competition from banks and other NBFCs. Many of our competitors are larger institutions, which may have much larger customer and funding sources, larger branch networks and more capital than we do. Some of our competitors may be more flexible and better-positioned to take advantage of market opportunities. In particular, private banks in India and many of our competitors outside of India may have operational advantages in implementing new technologies and rationalizing branches. These competitive pressures affect the industry in which we operate as a whole, and our future success will depend in large part on our ability to respond in an effective and timely manner to these competitive pressures.

Unlike commercial banks, we do not have access to funding from savings and current deposits of customers. Instead, we are reliant on higher cost syndicated loans and debentures for our funding requirements, which may reduce our margins compared to competitors. Our ability to compete effectively with commercial banks will depend, to some extent, on our ability to raise low -cost sources of funding in the future. If we are unable to compete effectively with other participants in the loan

against security/property industry, our business, future financial performance and the trading price of the NCDs may be adversely affected.

8. Contingent Liability

The Company's contingent liabilities could adversely affect its financial condition. As on September 30, 2018, the Company had contingent liabilities of Rs.5.18 crore on account of financial and other guarantees and other contingent liabilities.

9. We rely to some extent on Centrum Wealth Management Limited team and Centrum Broking Limited team, for our clientele, distribution network, connect and marketing to HNI and other investors connected to Centrum Wealth Management and Centrum Broking Limited that we enjoy in the industry and our brand name and any factor affecting the business and reputation, performance and strength of distribution capability of Centrum Wealth Management team or Centrum Broking team may have a concurrent adverse effect on our business and results of operations.

We source our clients inter alia from Centrum Wealth Management team and also significantly benefit from the goodwill that Centrum Wealth Management team enjoys in the market. We believe that this goodwill ensures a steady inflow of business. In the event Centrum Wealth Management team is unable to maintain the quality of its services or its goodwill deteriorates for any reason whatsoever, our business and results of operations may be adversely affected. We operate in a competitive environment, and we believe that our brand recognition is a significant competitive advantage to us. Any failure to retain our Company name may deprive us of the associated brand equity that we have developed which may have a material adverse effect on our business and operations.

10. If we are unable to manage our rapid growth effectively, our business and financial results could be adversely affected.

A principal component of our strategy is to continue to grow by expanding the size and geographical scope of our businesses. This growth strategy will place significant demands on our management, financial and other resources. It will require us to continuously develop and improve our operational, financial and internal controls. Continuous expansion increases the challenges involved in financial management, recruitment, training and retaining high quality human resources, preserving our culture, values and entrepreneurial environment, and developing and improving our internal administrative infrastructure. Failure to train our employees properly may result in an increase in employee attrition rates, require additional hiring, erode the quality of customer service, divert management resources, increase our exposure to high-risk credit and impose significant costs on us. If we grow our loan book too rapidly or fail to make proper assessments of credit risks associated with new borrowers, a higher percentage of our loans may become non-performing, which would have a negative impact on the quality of our assets and our financial condition. Any inability on our part to manage such growth could disrupt our business prospects, impact our financial condition and adversely affect our results of operations.

11. Our growth will depend on our continued ability to access funds at competitive rates which are dependent on a number of factors including our ability to maintain our credit ratings.

As we are a “systemically important non-deposit accepting” NBFC and do not have access to deposits, our liquidity and ongoing profitability are primarily dependent upon our timely access to, and the costs associated with raising capital. Our business is significantly dependent on funding from the debt capital markets and commercial borrowings. The demand for such funds is competitive and our ability to obtain funds at competitive rates will depend on various factors including our ability to maintain positive credit ratings. Ratings reflect a rating agency’s opinion of our financial strength, operating performance, strategic position, and ability to meet our obligations. In relation to our long-term debt instruments, we currently have long term ratings of “CARE A- Stable” from Care Ratings Limited. Any downgrade of our credit ratings would increase borrowing costs and constrain our access to capital and debt markets and, as a result, would negatively affect our net interest margin and our business. In addition, downgrades of our credit ratings could increase the possibility of additional terms and conditions being added to any additional financing or refinancing arrangements in the future. Any such adverse development could adversely affect our business, financial condition and results of operations.

Our business depends and will continue to depend on our ability to access diversified funding sources. Changes in economic and financial conditions or continuing lack of liquidity in the market could make it difficult for us to access funds at competitive rates. As an NBFC, we also face certain restrictions on our ability to raise money from international markets which may further constrain our ability to raise funds at attractive rates. While our borrowing costs have been competitive in the past due to our ability to raise debt products, credit rating and our asset portfolio, in the event we are unable to access funds at an effective cost that is comparable to or lower than our competitors, we may not be able to offer competitive interest rates for our loans. This may adversely impact our business and results of operations.

12. We face asset-liability mismatches which could affect our liquidity and consequently may adversely affect our operations and profitability.

We may face potential liquidity risks due to varying periods over which our assets and liabilities mature. As is typical for NBFCs, a portion of our funding requirements is met through short-term funding sources such as bank loans, working capital demand loans, cash credit, short term loans and commercial papers. Our inability to obtain additional credit facilities or renew our existing credit facilities, in a timely and cost-effective manner or at all, may lead to mismatches between our assets and liabilities, which in turn may adversely affect our operations and financial performance.

13. We extend loans against shares, and loan against properties or a combination of both to our clients, and any default by a client coupled with a downturn in the stock markets could result in substantial losses for us.

We extend “loans against shares”, or margin funding loans, which are secured by liquid, marketable securities at appropriate or pre-determined margin levels. Recently as per RBI Master Direction NBFC-SI-ND Directions, 2016-RBI/DNBR/2016-17/45 Master Direction DNBR.PD.CC.No.086/03.10.001 dated September 01, 2016 (Updated as on May 31, 2018) has restricted ‘Loan against Shares’ business undertaken by NBFCs. Some of the requirements of such circular are: (a) LTV ratio should not exceed 50%, and only Group 1 securities can be accepted as collateral for loans of value more than Rs.5 lakh subject to review by RBI. In the event of a volatile stock market or adverse movements in stock prices, the collateral securing the loans may decrease significantly in value, resulting in LTV to fall below the prescribed limit of 50% and consequential losses which we may not be able to support. Customers may default on their obligations to us as a result of various factors including bankruptcy, lack of liquidity, lack of business and operational failure. There is little financial information available about the creditworthiness of our customers. It is therefore difficult to carry out precise credit risk analysis on our clients. Although we use a technology-based risk management system and follow strict internal risk management guidelines on portfolio monitoring, which include limits on the amount of margin, the quality of collateral provided by the client and pre-determined margin call thresholds, no assurance can be given that if the financial markets witnessed a significant single-day or general downturn, our financial condition and results of operations would not be adversely affected.

14. We do not own the premises where our branch office(s) is/are located and in the event our rights over the properties is not renewed or is revoked or is renewed on terms less favourable to us, our business activities may be disrupted.

At present we do not own the premises for our branch office(s). In the event the owner of the premises revokes the consent granted to us or fails to renew the tenancy, we may suffer disruption in our operations for certain periods of time.

15. We require several licenses and approvals for our business and in the event we are unable to procure or renew them in time or at all, our business may be adversely affected.

We require several licenses, approvals and registration in order to undertake our business activities. These registrations include registrations with the RBI as a systemically important non-deposit taking NBFC. We are also required to maintain licenses under various state Shops and Establishment Acts for some of our offices. Failure by us to comply with the terms and conditions to which such permits or approvals are subject, and/or to renew, maintain or obtain the required permits or

approvals may result in the interruption of our operations and may have a material adverse effect on our business, financial condition and results of operations.

16. A decline in our capital adequacy ratio could restrict our future business growth

Pursuant to the revised regulatory framework for NBFCs issued by RBI, vide its RBI Master Direction NBFC-SI-ND Directions, 2016- RBI/DNBR/2016-17/45 Master Direction DNBR.PD.CC.No.086/03.10.001 dated September 01, 2016 (Updated as on May 31, 2018), all systemically important non-deposit taking NBFCs have to maintain a minimum capital ratio, consisting of Tier I and Tier II capital, which shall not be less than 15% of its aggregate risk weighted assets on balance sheet and risk adjusted value of off-balance sheet items and Tier I capital of 10% by March, 2018. On an unaudited basis, our capital adequacy ratio computed on the basis of applicable RBI requirements was 30.25 % as of September 30, 2018, with Tier I capital being 27.68% and Tier II Capital being 2.56% If we continue to grow our loan portfolio and asset base, we will be required to raise additional Tier I and Tier II capital in order to continue to meet applicable capital adequacy ratios with respect to our business. There can be no assurance that we will be able to raise adequate additional capital in the future on terms favourable to us or at all, and this may adversely affect the growth of our business.

17. We may have to comply with stricter regulations and guidelines issued by regulatory authorities in India.

We are regulated principally by and have reporting obligations to the RBI. We are also subject to the corporate, taxation and other laws in effect in India. Moreover, new regulations may be passed that restrict our ability to do business. For example, regulatory restrictions on securitisation may be extended to bilateral assignment transactions, resulting in loss of arbitrage options.

We cannot assure you that we will not be subject to any adverse regulatory action in the future. Further, these regulations are subject to frequent amendments and depend upon government policy. The costs of compliance may be high, which may affect our profitability. If we are unable to comply with any such regulatory requirements, our business and results of operations may be materially and adversely affected.

18. We are subject to certain restrictive covenants in our loan/ funding documents, which may restrict our operations and ability to grow and may adversely affect our business.

There are restrictive covenants in the agreements we have entered into with our lenders. These restrictive covenants require us to maintain certain financial ratios and seek the prior permission of these banks/financial institutions for various activities, including, amongst others, selling, leasing, transferring or otherwise disposing of any part of our business or revenues, effecting any scheme of amalgamation or reconstitution, implementing a new scheme of expansion, taking up an allied line of business or making any amendments to Memorandum and Articles of Association etc. Such restrictive covenants in our loan documents may restrict our operations or ability to expand and may adversely affect our business.

19. Our success depends in large part upon our management team and key personnel and our ability to attract, train and retain such persons. Our inability to attract and retain talented professionals, or the resignation or loss of key management personnel, may have an adverse impact on our business and future financial performance.

Our ability to sustain our rate of growth depends significantly upon our ability to manage key issues such as selecting and retaining key managerial personnel, developing managerial experience to address emerging challenges and ensuring a high standard of client service. In order to be successful, we must attract, train, motivate and retain highly skilled employees, especially branch managers and product executives. If we cannot hire additional qualified personnel or retain them, our ability to expand our business will be impaired and our revenue could decline. We will need to recruit new employees, who will have to be trained and integrated into our operations. We will also have to train existing employees to adhere properly to internal controls and risk management procedures. Failure to train and motivate our employees properly may result in an

increase in employee attrition rates, require additional hiring, erode the quality of customer service, divert management resources, increase our exposure to high-risk credit and impose significant costs on us. Hiring and retaining qualified and skilled managers are critical to our future, as our business model depends on our credit-appraisal and asset valuation mechanism, which are personnel-driven operations. Moreover, competition for experienced employees can be intense. While we have an incentive structure and an Employee Incentive Plan/ ESOP designed to encourage employee retention, our inability to attract and retain talented professionals, or the resignation or loss of key management personnel, may have an adverse impact on our business and future financial performance.

20. We may not be able to successfully sustain our growth plans.

In recent years, our growth has been fairly substantial. Our growth plan includes growing our secured lending, expanding our customer base and presence. There can be no assurance that we will be able to sustain our growth plan successfully or that we will be able to expand further or diversify our product portfolio. If we grow our loan book too rapidly or fail to make proper assessments of credit risks associated with new borrowers, a higher percentage of our loans may become non-performing, which would have a negative impact on the quality of our assets and our financial condition.

We also face a number of operational risks in executing our growth strategy. Our branch network has expanded as part of our growth strategy. Our rapid growth exposes us to a wide range of increased risks, including business and operational risks, such as the possibility of growth of NPAs, fraud risks and regulatory and legal risks.

Our ability to sustain our rate of growth also significantly depends upon our ability to recruit trained and efficient personnel and retain key managerial personnel, maintain effective risk management policies, continuing to offer products which are relevant to our target base of clients, developing managerial experience to address emerging challenges and ensuring a high standard of client service. As we grow we will need to recruit new employees, who will have to be trained and integrated into our operations. We will also have to train existing employees to adhere properly to internal controls and risk management procedures. Failure to integrate our employees properly may result in an increase in employee attrition rates, erode the quality of customer service, divert management resources, increase our exposure to high-risk credit and impose significant costs on us.

21. Our insurance coverage may not adequately protect us against losses.

We maintain certain insurance coverage that we believe is adequate for our operations/ purposes. Our insurance policies, however, may not provide adequate coverage in certain circumstances and are subject to certain deductible s, exclusions and limits on coverage. We cannot, however, assure you that the terms of our insurance policies will be adequate to cover any damage or loss suffered by us or that such coverage will continue to be available on reasonable terms or will be available in sufficient amounts to cover one or more large claims, or that the insurer will not disclaim coverage as to any future claim.

A successful assertion of one or more large claims against us that exceeds our available insurance coverage or changes in our insurance policies, including premium increases or the imposition of a larger deductible or co - insurance requirement, could adversely affect our business, financial condition and results of operations.

22. Any change in control of our Promoter or our Company may correspondingly adversely affect our operations and profitability.

As on September 30, 2018, the Promoter holds 100% equity capital of the Company. Any change in control of the Promoter / Promoter Group may have an adverse effect on the operations of the Company including influencing the policies of the Company.

23. Our ability to assess, monitor and manage risks inherent in our business differs from the standards of some of our counterparts.

We are exposed to a variety of risks, including liquidity risk, interest rate risk, credit risk, operational risk and legal risk. The effectiveness of our risk management is limited by the quality and timeliness of available data. Our hedging strategies and other risk management techniques may not be fully effective in mitigating our risks in all market environments or against all types of risk, including risks that are unidentified or unanticipated. Some methods of managing risks are based upon observed historical market behaviour. As a result, these methods may not predict future risk exposures, which could be greater than the historical measures indicated. Other risk management methods depend upon an evaluation of information regarding markets, customers or other matters. This information may not in all cases be accurate, complete, up-to-date or properly evaluated. Management of operational, legal or regulatory risk requires among other things, policies and procedures properly to record and verify a number of transactions and events. Although we have established these policies and procedures, they may not be fully effective.

Our future success will depend, in part, on our ability to respond to new technological advances and emerging banking and housing finance industry standards and practices on a cost-effective and timely manner. The development and implementation of such technology entails significant technical and business risks. There can be no assurance that we will be able to successfully implement new technologies or adapt its transaction processing systems to customer requirements or emerging market standards.

24. Our Company is exposed to many operational risks which could materially impact our business and results of operations.

Our Company is exposed to many types of operational risks. Operational risk can result from a variety of factors, including failure to obtain proper internal authorizations, improperly documented transactions, failure of operational and information security procedures, computer systems, software or equipment, fraud, inadequate training and employee errors. We attempt to mitigate operational risk by maintaining a comprehensive system of internal controls, establishing systems and procedures to monitor transactions, maintaining key back-up procedures, undertaking regular contingency planning and providing employees with continuous training. Any failure to mitigate such risks could adversely affect our business and results of operations.

25. High levels of customer defaults could adversely affect our business, financial condition and results of operations.

We are subject to customer default risks including default or delay in repayment of principal or interest on our loans. Customers may default on their obligations to us as a result of various factors including bankruptcy, lack of liquidity, lack of business and operational failure. If borrowers fail to repay loans in a timely manner or at all, our financial condition and results of operations will be adversely impacted.

26. Significant fraud, system failure or calamities could adversely impact our business.

We seek to protect our computer systems and network infrastructure from physical break-ins as well as fraud and system failures. Computer break-ins and power and communication disruptions could affect the security of information stored in and transmitted through our computer systems and network infrastructure. We employ security systems, including firewalls and password encryption, designed to minimize the risk of security breaches. Although we intend to continue to implement security technology and establish operational procedures to prevent fraud, break-ins, damage and failures, there can be no assurance that these security measures will be adequate. A significant failure of security measures or operational procedures could have a material adverse effect on our business and our future financial performance. Although we take adequate measures to safeguard against system-related and other frauds, there can be no assurance that it would be able to prevent frauds.

We are exposed to many types of operational risks, including the risk of fraud or other misconduct by employees and unauthorized transactions by employees. Although we have been careful in recruiting all our employees, we have in the past

been held liable for the fraudulent acts committed by our employees adversely impacting our business. Our reputation could be adversely affected by significant frauds committed by employees, customers or outsiders.

27. We depend on the accuracy and completeness of information about customers and counterparties which may adversely affect our reputation and business.

In deciding whether to extend credit or enter into other transactions with customers and counterparties, we may rely on information furnished to us by or on behalf of customers and counterparties, including financial statements and other financial information. We may also rely on certain representations as to the accuracy and completeness of that information and, with respect to financial statements, on reports of independent auditors. For example, in deciding whether to extend credit, we may assume that a customer's audited financial statements conform to generally accepted accounting principles and present fairly, in all material respects, the financial condition, results of operations and cash flows of the customer. Our financial condition and results of operations could be negatively affected by relying on financial statements that do not comply with generally accepted accounting principles or other information that is materially misleading.

Moreover, we have implemented KYC norms and other measures, to prevent money laundering. In the event of ineffectiveness of these norms and systems, our reputation, business and results of operations may be adversely affected.

28. Inaccurate appraisal of credit may adversely impact our business.

We may be affected by failure of employees to comply with internal procedures and inaccurate appraisal of credit or financial worth of our clients. Inaccurate appraisal of credit may allow a loan sanction which may eventually result in a bad debt on our books of accounts. In the event we are unable to check the risks arising out of such lapses, our business and results of operations may be adversely affected.

29. We have entered into some related party transactions and may continue to enter into related party transactions, which may involve conflict of interest.

Our Company enters into transactions with the related parties in the ordinary course of business pursuant to the applicable provisions of the Companies Act, 2013. Such transactions may give rise to current or potential conflicts of interest with respect to dealings between us and such related parties.

30. Our Group Companies may be subject to certain legal proceedings and we cannot assure you that we will be successful in all of these actions. In the event we are unsuccessful in litigating any or all of the disputes, our business and results of operations may be adversely affected.

Our group companies may be subject to a number of legal proceedings. We may incur a substantial cost in defending these proceedings before a court of law. Moreover, we are unable to assure you that we shall be successful in any or all of these actions. In the event we suffer any adverse order, our reputation may suffer and may have an adverse impact on our business and results of operations.

External Risk Factors:

31. Our results of operations have been, and may continue to be, adversely affected by Indian and international financial market and economic conditions.

Our business is highly dependent on Indian and international markets and economic conditions. Such conditions in India include fluctuations in interest rates; changes in consumer spending; the level of consumer confidence; housing prices; corporate or other scandals that reduce confidence in the financial markets, among others. International markets and economic conditions include the liquidity of global financial markets, the level and volatility of debt and equity prices

and interest rates, investor sentiment, inflation, the availability and cost of capital and credit, and the degree to which international economies are expanding or experiencing recessionary pressures. The independent and/or collective fluctuation of these conditions can directly and indirectly affect demand for our lending finance and other financial products, or increase the cost to provide such products.

Global financial markets were and continue to be extremely volatile and were materially and adversely affected by a significant lack of liquidity, decreased confidence in the financial sector, disruptions in the credit markets, reduced business activity, rising unemployment, declining home prices and erosion of consumer confidence.

These factors have contributed to and may continue to adversely affect our business, financial condition and results of operations.

32. Financial difficulties and other problems in certain financial institutions in India could cause our business to suffer and adversely affect our results of operations.

We are exposed to the risks of the Indian financial system, which in turn may be affected by financial difficulties and other problems faced by certain Indian financial institutions. Certain Indian financial institutions have experienced difficulties during recent years. There has been a trend towards consolidation with weaker banks and NBFCs being merged with stronger entities. The problems faced by individual Indian financial institutions and any instability in or difficulties faced by the Indian financial system generally could create adverse market perception about Indian financial institutions, banks and NBFCs. This in turn could adversely affect our business, our future financial performance, our shareholders' funds and the market price of our NCDs.

33. Terrorist attacks, civil unrest and other acts of violence or war involving India and other countries could adversely affect the financial markets and our business.

Terrorist attacks and other acts of violence or war may negatively affect our business and may also adversely affect the worldwide financial markets. These acts may also result in a loss of business confidence. In addition, any deterioration in relations between India and its neighboring countries might result in investor concern about stability in the region, which could adversely affect our business.

India has also witnessed civil disturbances in recent years and it is possible that future civil unrest as well as other adverse social, economic and political events in India could have a negative impact on us. Such incidents could also create a greater perception that investment in Indian companies involves a higher degree of risk and could have an adverse impact on our business and the market price of our NCDs.

34. Natural calamities could have a negative impact on the Indian economy, particularly the agriculture sector, and cause our business to suffer.

India has experienced natural calamities such as earthquakes, a tsunami, floods and drought in the past few years. The extent and severity of these natural disasters determines their impact on the Indian economy. The erratic progress of the monsoon in 2012 affected sowing operations for certain crops. Further, prolonged spells of below normal rainfall or other natural calamities could have a negative impact on the Indian economy thereby, adversely affecting our business.

35. Any downgrading of India's debt rating by an international rating agency could have a negative impact on our business.

Any adverse revisions to India's credit ratings for domestic and international debt by international rating agencies may adversely impact our ability to raise additional financing, the interest rates and other commercial terms at which such additional financing is available. This could have a material adverse effect on our business and financial performance, our ability to raise financing for onward lending and the price of our NCDs.

36. Instability of economic policies and the political situation in India could adversely affect the fortunes of the industry.

There is no assurance that the liberalization policies of the government will continue in the future. Protests against privatization could slow down the pace of liberalization and deregulation. The Government of India plays an important role by regulating the policies and regulations that govern the private sector. The current economic policies of the government may change at a later date. The pace of economic liberalization could change and specific laws and policies affecting the industry and other policies affecting investments in our Company's business could change as well. A significant change in India's economic liberalization and deregulation policies could disrupt business and economic conditions in India and thereby affect our Company's business.

Unstable domestic as well as international political environment could impact the economic performance in the short term as well as the long term. The Government of India has pursued the economic liberalization policies including relaxing restrictions on the private sector over the past several years. The present Government has also announced policies and taken initiatives that support continued economic liberalization.

The Government has traditionally exercised and continues to exercise a significant influence over many aspects of the Indian economy. Our Company's business may be affected not only by changes in interest rates, changes in Government policy, taxation, social and civil unrest but also by other political, economic or other developments in or affecting India.

37. Companies operating in India are subject to a variety of central and state government taxes and surcharges.

Tax and other levies imposed/to be imposed by the central and state governments in India that affect our tax liability include: (i) central and state taxes and other levies; (ii) income tax; (iii) value added tax; (iv) turnover tax; (v) service tax; (vi) stamp duty; (vii) GST and (viii) other special taxes and surcharges which are introduced on a temporary or permanent basis from time to time. Moreover, the central and state tax scheme in India is extensive and subject to change from time to time. For example, a Direct tax code is proposed to be introduced in the Indian Parliament.

The statutory corporate income tax in India, which includes a surcharge on the tax and an education cess on the tax and the surcharge could change. The central or state government may in the future increase the corporate income tax it imposes. Any such future increases or amendments may affect the overall tax efficiency of companies operating in India and may result in significant additional taxes becoming payable. Additional tax exposure could adversely affect our business and results of operations.

38. Financial instability in other countries could disrupt our business.

The Indian market and the Indian economy are influenced by economic and market conditions in other countries. Although economic conditions are different in each country, investors' reactions to developments in one country can have adverse effects on the economy as a whole, in other countries, including India. A loss of investor confidence in the financial systems of other emerging markets may cause volatility in Indian financial markets and indirectly, in the Indian economy in general. Any worldwide financial instability could also have a negative impact on the Indian economy, including the movement of exchange rates and interest rates in India.

In the event that the current difficult conditions in the global credit markets continue or if the recovery is slower than expected or if there any significant financial disruption, this could have an adverse effect on our cost of funding, loan portfolio, business, prospects, results of operations and financial condition.

39. There is no assurance that the NCDs issued pursuant to this Issue will be listed on Stock Exchanges in a timely manner, or at all.

In accordance with Indian law and practice, permissions for listing and trading of the NCDs issued pursuant to this Issue will not be granted until after the NCDs have been issued and allotted. Approval for listing and trading will require all relevant documents to be submitted and carrying out of necessary procedures with the Exchanges. There could be a failure or delay in listing the NCDs on the Stock Exchange for reasons unforeseen.

If permission to deal in and for an official quotation of the NCDs is not granted by the Stock Exchanges, our Company will forthwith repay, without interest, all monies received from the Applicants in accordance with prevailing law in this context, and pursuant to the Prospectus.

40. Foreign Investors, including FPIs subscribing to the NCDs are subject to risks in connection with (i) exchange control regulations, and, (ii) fluctuations in foreign exchange rates.

The NCDs will be denominated in Indian rupees and the payment of interest and Redemption Amount shall be made in Indian rupees. Various statutory and regulatory requirements and restrictions apply in connection with the NCDs held by FPIs (Exchange Control Regulations). The amounts payable to FPIs holding the NCDs, on redemption of the NCDs and/or the interest paid/payable in connection with such NCDs would accordingly be subject to prevailing Exchange Control Regulations. Any change in the Exchange Control Regulations may adversely affect the ability of such FPIs to convert such amounts into other currencies, in a timely manner or at all.

Further, fluctuations in the exchange rates between the Indian rupee and other currencies could adversely affect the amounts realized by FPIs on redemption or payment of interest on the NCDs by us.

41. The offering of NCDs to FPIs is subject to restrictions imposed by jurisdictions where such investors are resident in and of laws to which they are otherwise subject to.

FPIs who intend to participate in the Issue must comply with the laws, rules and regulations of the jurisdiction they are resident in and laws, rules and regulations to which they are otherwise subject to in connection with the purchase and sale of NCDs. No offer or sale of NCDs, pursuant to this Prospectus or otherwise, is being made in the United States or any other jurisdiction where it is unlawful to do so.

The NCDs have not been recommended by any U.S. federal or state securities commission or regulatory authority. Furthermore, the foregoing authorities have not confirmed the accuracy or determined the adequacy of this Prospectus. Any representation to the contrary is a criminal offence in the United States and may be a criminal offence in other jurisdictions. The NCDs have not been and will not be registered under the U.S. Securities Act of 1933, as amended (the "U.S. Securities Act") or any state securities laws in the United States and may not be offered or sold within the United States, or to, or for the account or benefit of, U.S. Persons (as defined in Regulation S of the U.S. Securities Act), except pursuant to an exemption from, or in a transaction not subject to, the registration requirements of the U.S. Securities Act and applicable state securities laws in the United States. No offers or sales of the NCDs are being made in the United States. Further, any person making or intending to make an offer of the NCDs within the European Economic Area ("EEA") should only do so in circumstances in which no obligation arises for the Issuer to produce a Prospectus in such jurisdiction for such offer. Such persons shall refer to the specific Disclaimer as displayed in Company's website in this regard.

Product related risk factors:

(a) The composition of the securities underlying the Reference Index to which a Debenture may be linked may change over time.

The composition of the constituents of the Reference Index to which the Debentures are linked may change over time. The Reference Index sponsor may, in its sole discretion, add, delete or substitute the securities underlying the index or make other methodological changes required by certain corporate events relating to the securities underlying the Reference Index that could change the value of the index. There may be additions to the securities in Reference Index to which the

Registered Debenture Holders may not want exposure, or deletions of securities to which they would want exposure. The Registered Debenture Holders should not place undue reliance on the creditworthiness, business plans or prospects or other factors relating to any particular issuer of constituents of Reference Index as of the date hereof.

(b) Disclaimer in relation to Valuation.

The Issuer has appointed a Valuation Agent. Any valuations as may be provided by the Valuation Agent, on the website of the Issuer and the Valuation Agent or otherwise, do not represent the actual price of the Debentures that may be received upon sale or redemption of Debentures. They merely represent the Valuation Agent's computation of the valuation which may in turn be based on several assumptions.

The valuation will reflect the independent views of the Valuation Agent. It is expressly stated that the valuation will not be the view of the Issuer or its affiliates. The Issuer will not review the valuation and will not be responsible for the accuracy of the valuations. The valuations that will be provided by the Valuation Agent and made available on the website of the Issuer and the Valuation Agent, at a frequency of not less than once a calendar week, and the said valuation will not represent the actual price that may be received upon sale or redemption of the Debentures. It will merely represent the Valuation Agent's computation of the valuation which may in turn be based on several assumptions. The valuations that will be provided by the Valuation Agent may include the use of proprietary models (that are different from the proprietary models used by the Issuer and/or the Valuation agent) and consequently, valuations provided by other parties (including the Issuer and/or the Valuation agent) may be significantly different.

Structure Risks

PROSPECTIVE INVESTORS ARE ADVISED TO CAREFULLY READ THESE KEY RISKS ASSOCIATED WITH THE DEBENTURES. THESE RISKS ARE NOT, AND ARE NOT INTENDED TO BE, A COMPLETE LIST OF ALL RISKS AND CONSIDERATIONS RELEVANT TO THE DEBENTURES OR YOUR DECISION TO PURCHASE THE DEBENTURES.

The Debentures being structured debentures are sophisticated instruments which involve a significant degree of risk and are intended for sale only to those Investors capable of understanding the risks involved in such instruments. Please note that both the return on the Debentures and the return of the principal amount in full are at risk if the Debentures are not held till, or for any reason have to be sold or redeemed, before the final Redemption Date. The Debentures are a principal protected product only upon maturity.

The Debentures are structured and are complex and an investment in such a structured product may involve a higher risk of loss of a part of the initial investment as compared to investment in other securities unless held till final Redemption Date. The Registered Debenture Holder shall receive at least the face value of the Debenture only if the Investor holds and is able to hold the Debentures till the final Redemption Date. Prior to investing in the Debentures, a prospective Investor should ensure that such prospective Investor understands the nature of all the risks associated with the investment in order to determine whether the investment is suitable for such prospective Investor in light of such prospective Investor's experience, objectives, financial position and other relevant circumstances. Prospective Investors should independently consult with their legal, regulatory, tax, financial and/or accounting advisors to the extent the prospective Investor considers necessary in order to make their own investment decisions.

An investment in Debentures where the payment of premium (if any), and/or coupon and/or other consideration (if any) payable or deliverable thereon is determined by reference to one or more equity or debt securities, indices, baskets, formulas or other assets or basis of reference will entail significant risks not associated with a conventional fixed rate or floating rate debt security. Such risks include, without limitation, changes in the level or value of the relevant underlying equity or debt securities or basket or index or indices of equity or debt securities or other underlying asset or basis of reference and the holder of the Debentures

may receive a lower (or no) amount of premium, coupon or other consideration than the holder expected. The Company has no control over a number of matters that are important in determining the existence, magnitude and longevity of such risks and their results, including, but not limited to, economic, financial and political events. In addition, if an index or formula used to determine any amounts payable or deliverable in respect of the Debentures contains a multiplier or leverage factor, the effect of any change in such index or formula will be magnified. In recent times, the values of certain indices, baskets and formulas have been volatile and volatility in those and other indices, baskets and formulas may occur in the future.

Model Risk

Investment in the Debentures is subject to model risk.

The Debentures are created on the basis of complex mathematical models involving multiple derivative exposures which may or may not be hedged and the actual behaviour of the securities selected for hedging may significantly differ from the returns predicted by the mathematical models.

Prepayment or Early Redemption or Premature Exit

The Investor may lose money or may not be able to sell their debentures, if the Company decides to prepay or early redeem or decides to exit prematurely.

Credit Risk

While, the repayment of sums due at maturity is provided by the Issuer, Investors should be aware that receipt of any coupon payment and principal amount at maturity on the Debentures is subject to the credit risk of the Issuer. Investors assume the risk that the Company will not be able to satisfy their obligations under the Debentures and Investor may or may not recover all or part of the Principal Amount in case of default by the Issuer. Any stated credit rating of the Company reflects the independent opinion of the referenced rating agency as to the creditworthiness of the rated entity but is not a guarantee of credit quality of the Company. Any downgrading of the credit ratings of the Company or its parent or affiliates, by any rating agency could result in a reduction in the value of the Debentures. In the event that bankruptcy proceedings or composition, scheme of arrangement or similar proceedings to avert bankruptcy are instituted by or against the Company, the payment of sums due on the Debentures may be substantially reduced or delayed.

The Debenture holders should consult their own tax, legal, accounting experts to determine the impact of any change in valuation, returns etc of these debentures in case of any prepayment or early redemption or premature exit by the Company.

Risks relating to Debentures due to linkages to the reference asset

An investment in any series of Debentures that has payments of principal, coupon or both, indexed to the value of any equity share, index or any other rate, asset or index, or a basket including one or more of the foregoing and /or to the number of observation of such value falling within or outside a pre-stipulated range (each of the foregoing, a “**Reference Value**”) will entail significant risks not associated with a conventional fixed rate or floating rate debt security. Such risks include, without limitation, changes in the applicable Reference Value and how such changes will impact the amount of any principal or coupon payments linked to the applicable Reference Value. The Company has no control over a number of matters that are important in determining the existence, magnitude and longevity of such risks and their results, including economic, financial and political events. Past performance of any Reference Value to which any principal or coupon payments may be linked is not necessarily indicative of future performance. Investors should be aware that a Reference Value may go down as well as up and/or be volatile and the resulting impact such changes will have on the amount of any principal or coupon payments will depend on the applicable index formula. The Registered Debenture Holder shall receive at least the face value of the Debenture only if the Investor holds and is able to hold the Debentures and the Debentures are not sold or redeemed or bought back till the Final Maturity Date.

If so specified, the early redemption amount, if any, may in certain circumstances be determined by the Valuation Agent based upon the market value of the Debentures less any costs associated with unwinding any hedge positions relating to the particular series of Debentures. In the event the terms and conditions do not provide for a minimum redemption amount even in the event of an early redemption, then on such occurrence a holder may receive less than 100.00% of the principal amount. In case of principal/capital protected market linked debentures, the principal amount is subject to the credit risk of the Issuer whereby the Registered Debenture Holder may or may not recover all or part of the funds in case of default by the Issuer. However, if the Debentures are held till the final maturity date, subject to credit risk of the Issuer, the Registered Debenture Holder of the Debenture will receive at least the principal amount.

The Debentures are likely to be less liquid than conventional fixed or floating rate debt instruments. No representation will be made as to the existence of a market for a series of Debentures. While the Company intends under ordinary market conditions to indicate and/or procure indication of prices for any such Debentures there can be no assurance as to the prices that would be indicated or that the Company will offer and/or cause to purchase any Debentures. The price given, if any, will be affected by many factors including, but not limited to, the remaining term and outstanding principal amount of the particular series of Debentures, the level of the Reference Value, fluctuations in interest rates and/or in exchange rates, volatility in the Reference Value used to calculate the amount of any coupon or principal payments, and credit spreads. Consequently, prospective Investors must be prepared to hold any series of Debentures for an indefinite period of time or until the redemption or maturity of the Debentures. Trading levels of any Debentures will be influenced by, among other things, the relative level and performance of the applicable Reference Value and the factors described above.

Early Redemption for Extraordinary Reason, Illegality and Force Majeure, if for reasons beyond the control of the Issuer, the performance of the Issuer's obligations under the Debentures is prevented by reason of force majeure including but not limited to an act of state or situations beyond the reasonable control of the Issuer, occurring after such obligation is entered into, or has become illegal or impossible in whole or in part or in the exercising of its rights, the Issuer may at its discretion and without obligation to do so, redeem and/or arrange for the purchase of all but not some of the Debentures, by giving notice of not less than 5 (five) Business Days to the Registered Debenture Holders which notice shall be irrevocable and shall specify the date upon which the Debentures shall be redeemed (such date on which the Debentures become immediately due and payable, the "Early Redemption Date").

Provided however if the Issuer believes or is advised that it is necessary to only redeem and/or arrange for the purchase of Debentures held by only certain class of Registered Debenture Holders to overcome or mitigate any such force majeure, then the Issuer may without obligation to do so, redeem and/or arrange for the purchase of only such number of Debentures actually held by such class of Registered Debenture Holders at the relevant time. If the Debentures are bought by the Issuer, the Issuer will, if and to the extent permitted by applicable law, pay to each Registered Debenture Holder in respect of each Debenture held by such holder an amount equal to the Early Redemption Amount of a Debenture notwithstanding the illegality or impracticability, as determined by the Calculation Agent in its sole and absolute discretion.

Early Redemption Amount means fair market value as determined by the Calculation Agent minus associated costs.

No Claim against reference asset

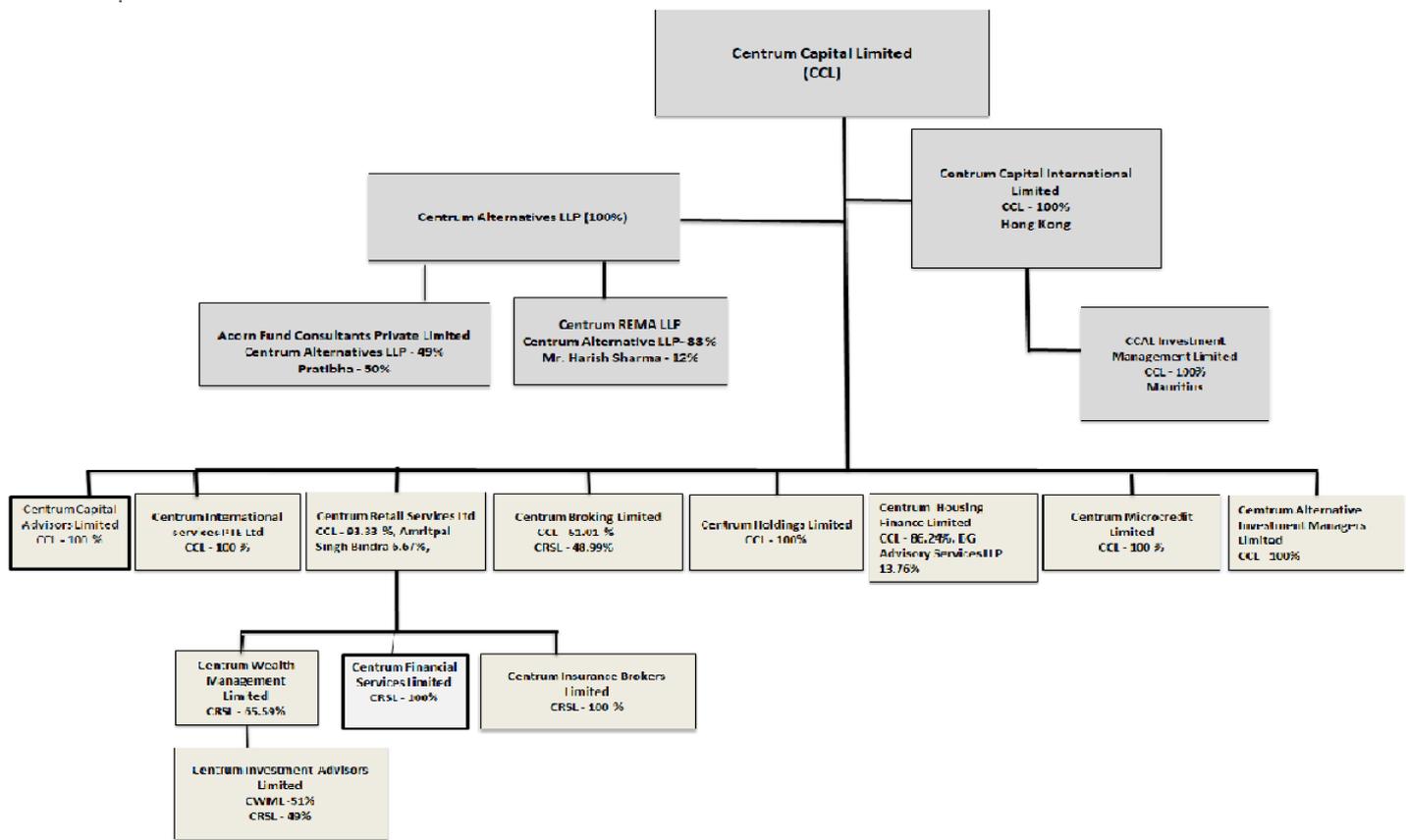
Registered Debenture Holders do not have any interest in or rights to the underlying assets, indices or securities to which Debentures relate.

SECTION IV - ISSUER INFORMATION

1. General Information about the Issuer

| | |
|---|--|
| Issuer Name | Centrum Financial Services Limited |
| Registered office & Corporate office | Registered Office: 2 nd Floor, Bombay Mutual Building, Dr. D. N. Road, Fort, Mumbai – 400001 Corporate Office: Centrum House, C.S.T. Road, Vidyanagari Marg Kalina, Santacruz East, Mumbai – 400098 Tel.: +91 22-42159000 Email: cs@centrum.co.in Website: www.centrum.co.in |
| Date of incorporation | January 27, 1993 |
| Company Secretary & Compliance Officer for the Issue | Ms. Archana Goyal Address: Centrum House, C.S.T. Road, Vidyanagari Marg Kalina, Santacruz East, Mumbai – 400098 Tel.: +91 22 42159000 Email: cs@centrum.co.in |
| Trustee of the Issue | Beacon Trusteeship Limited Address: 4C, Siddhivinayak Chambers, Gandhi Nagar, Opp: MIG Club, Bandra (E), Mumbai 400 051 Telephone: +91 22 26558759 Email: vaishali@beacontrustee.co.in Website: www.beacontrustee.co.in |
| Registrar of the Issue | NSDL Database Management Limited Address: 4th Floor, Trade World A Wing, Kamala Mills Compound, Senapati Bapat Marg, Lower Parel, Mumbai – 400 013 Tel: +91 22 49142700 Fax: +91 22 49142503 E-mail: Nileshb@nsdl.co.in Website: www.nsdl.co.in |
| Credit Rating Agency of the Issue | CARE Rating Limited Address: 4th Floor, Godrej Coliseum, Somaiya Hospital Road, off: Eastern Express Highway, Sion (E), Mumbai - 400022 Tel: +91 22 67543456 Fax: +91 22 67543457 Website: www.careratings.com |
| Auditors of the Issuer | Name: Haribhakti & Co. LLP Address: 701, Leela Business Park, Andheri Kurla Road, Andheri East, Mumbai - 400059 |
| Arrangers of the Issue | Centrum Broking Limited Address: 2 nd Floor, Bombay Mutual Building, Dr. D. N. Road, Fort, Mumbai – 400001 |

2. Our Corporate Structure



3. A brief history of our Company since its incorporation giving details of its activities including any reorganization, reconstruction or amalgamation, changes in its capital structure, (authorized, issued and subscribed) and borrowings, if any.

a. Corporate profile

The Company is promoted by Centrum Retail Services Limited which is a subsidiary company of Centrum Capital Limited. The Company was originally incorporated in the year 1993 and continued its business activities till 2004. Centrum Group decided to take it over in 2008 for venturing into fund based activities. It is now a 100% subsidiary of Centrum Retail Services Ltd. The Company is registered with the Reserve Bank of India under Section 45-IA of the Reserve Bank of India Act, 1934, by a Certificate of Registration No. N-13.01925 dated August 14, 2009 and is now a Systematically Important Non-Banking (Non Deposit Accepting) Financial Company (NBFC-ND-SI). Centrum Financial Services Limited (“CFSL”), with its team of rapidly growing professionals, each with diverse and in-depth banking experience, provides a strong credit evaluation and compliance mechanism through a complete digitized process. We actively collaborate with Centrum Group’s well-established investment banking, real estate, debt capital markets and wealth management businesses for cross-selling, sourcing and down-selling of credit products.

b. Change in registered office of our Company

None

c. Main objects of our Company

The main objects of our Company as contained in our Memorandum of Association is: *To carry on the business of finance company including lease finance, hire purchase finance, factoring and all types of financing and to provide finance by loans, advances, deposits, giving credits and guarantees otherwise to any persons, firms, companies, co-operative societies, trusts, non-trading corporations and other organizations and to carry out finance operations of all kinds for managing, purchasing, selling, and hiring of all kinds of properties and to perform financial services such as financial consultants, advisors, portfolio managers and fund appraisers.*

4. CAPITAL STRUCTURE**a. Details of share capital**

The share capital of our Company as at September 30, 2019 is set forth below:

| Share Capital | In Rs. |
|---|-----------------------|
| Authorised Share Capital | |
| 15,00,00,000 Equity Shares of Rs. 10 each | 1,50,00,00,000 |
| Total Authorised Share Capital | 1,50,00,00,000 |
| Issued, Subscribed and Paid-up share capital | |
| 9,89,56,942 Equity Shares of Rs. 10 each | 98,95,69,420 |
| Total Issued, Subscribed and Paid-up share capital | 98,95,69,420 |

| Capital Structure | In Rs. |
|--|---------------------------------|
| Paid up capital: | |
| (i) After the offer | 98,95,69,420 |
| (ii) After conversion of convertible instruments | Will depend on Conversion price |
| (iii) Share premium account | 186,39,95,419 |

b. Changes in the authorized capital of our Company as on September 30, 2019:

| Date of Approval | Authorised Share Capital (in Rs.) | Particulars |
|------------------|-----------------------------------|---|
| 23/09/2015 | 31,50,00,000/- | Authorized capital increased to Rs. 31,50,00,000/- divided into 3,14,99,900 (Three Crores Fourteen Lacs NinetyNine Thousand Nine Hundred) Equity Shares of Rs.10/- (Rupees Ten only) each and 10,000 (Ten Thousand) 9% Cumulative Convertible preference shares of Rs. 0.10 (Ten Paisa only) each |
| 08/10/2015 | 38,00,00,000 | Authorized capital increased divided into 379,99,900 equity shares of Rs. 10 each and 10000 9% cumulative convertible preference shares of Rs.0.10 paise |
| 06/11/2017 | 38,00,00,000 | Authorized capital reclassified into 38,00,00,00 equity shares of Rs. 10 each |
| 06/11/2017 | 100,00,00,000 | Increase in authorized capital to Rs. 1,00,00,00,000/- (Rupees One Hundred Crore Only) divided into 10,00,00,000 (Ten Crore Only) Equity Shares of Rs.10/- (Rupees Ten only) each |
| - | 102,12,00,000 | Increase in authorized capital pursuant to amalgamation of Shree Srinivas |

| Date of Approval | Authorised Share Capital (in Rs.) | Particulars |
|------------------|-----------------------------------|--|
| | | Realtors Private Limited and Agrata Mercantile Private. Limited into the Company in F.Y. 2017-18 |
| 10/8/2018 | 1,50,00,00,000 | Increase in Authorised Capital |

c. **Equity Share Capital History of our Company as on September 30, 2019:**

| Date of Allotment | No. of Equity Shares | Face Value (in Rs.) | Issue Price (in Rs.) | Consideration (Cash, other than cash etc.) | Nature of Allotment | Cumulative No. of Equity Shares | Cumulative Equity Share Capital (in Rs.) | Cumulative Equity Share Premium (in Rs.) |
|-------------------|----------------------|---------------------|----------------------|--|---------------------|---------------------------------|--|--|
| 03.10.2015 | 1,49,62,500 | 10 | 28.51 | 42,65,80,875 | Rights issue | 1,49,62,500 | 197,125,000 | 18.51 |
| 05.10.2015 | 11347222 | 10 | 28.51 | 32,35,09,299.2 | Rights issue | 2,63,09,722 | 310,597,220. | 18.51 |
| 12.10.2015 | 5823698 | 10 | 28.51 | 16,60,33,629 | Rights issue | 3,21,33,420 | 368,834,200 | 18.51 |
| 29.03.2018 | 1,99,78,522 | 10 | 20.02 | 59,97,55,230 | Rights issue | 5,21,11,942 | 568,619,420 | 20.02 |
| 20.06.2018 | 50,00,000 | 10 | 20 | 15,00,00,000 | Conversion of CCD | 5,71,11,942 | 618,619,420 | 20 |
| 26.09.2018 | 70,95,000 | 10 | 28.06 | 215,00,000 | Conversion of CCD | 6,89,56,942 | 689,569,420 | 18.06 |
| 2.11.2018 | 3,00,00,000 | 10 | 30.00 | 90,00,00,000 | Rights issue | 9,89,56,942 | 989,569,420 | 20.00 |

5. **Details of any acquisition, amalgamation, reorganization or reconstruction in the last 1 year.**

- a. **Acquisition:** The Company had executed a business transfer agreement with L&T Finance Limited on September 4, 2018, to acquire latter's supply chain finance business, on an as is where is and a going concern basis subject to the terms and conditions contained therein. The transfer of supply chain finance business remains subject to conclusion of conditions precedents customary to the transaction of this nature. The said acquisition was concluded on December 31, 2018.
- b. **Reorganisation:** The details are as follows:

| Type of event | Date of Announcement | Date of completion | Details |
|----------------|----------------------|--------------------|---|
| Reorganisation | 10/05/2019 | 28/06/2019 | The 100% shareholding of the Company is transferred to Centrum Retail Services Limited from Centrum Capital Limited . |

6. Shareholding Pattern

Shareholding pattern of Equity Shares of our Company as on September 30, 2019:

| Sr. No. | Name of the Shareholder | Total number of Equity Shares | Number of shares held in dematerialized form | Total shareholding as a % of total number of Equity Shares | Shares pledged or otherwise encumbered | % of Shares pledged with respect to shares owned. |
|---------|--|-------------------------------|--|--|--|---|
| 1 | M/s. Centrum Retail Services Limited | 9,89,56,936 | 9,89,56,936 | 99.9999% | - | - |
| 2 | Mr. Alpesh Shah, Nominee of Centrum Retail Services Limited | 1 | - | - | - | - |
| 3 | Mr. Shailendra Apte, Nominee of Centrum Retail Services Limited | 1 | - | - | - | - |
| 4 | Mr. Ajay Sharma, Nominee of Centrum Retail Services Limited | 1 | - | - | - | - |
| 5 | Mr. V. Sriram, Nominee of Centrum Retail Services Limited | 1 | - | - | - | - |
| 6 | Mr. Ashok Poojari, Nominee of Centrum Retail Services Limited | 1 | - | - | - | - |
| 7 | Mr. Archana Goyal, Nominee of Centrum Retail Services Limited | 1 | - | - | - | - |
| | Total | 9,89,56,942 | 9,89,56,936 | 100% | - | - |

7. Top 10 holders of Equity Shares of our Company as on September 30, 2019:

| Sr. No. | Name of the Shareholder | Total number of Equity Shares | Number of shares held in dematerialized form | Total shareholding as a % of total number of Equity Shares | Shares pledged or otherwise encumbered | % of Shares pledged with respect to shares owned. |
|---------|---|-------------------------------|--|--|--|---|
| 1 | M/s. Centrum Retail Services Limited | 9,89,56,936 | 9,89,56,936 | 99.9999% | - | - |
| 2 | Mr. Alpesh Shah, Nominee of Centrum Retail Services Limited | 1 | - | - | - | - |
| 3 | Mr. Shailendra Apte, Nominee of Centrum Retail Services Limited | 1 | - | - | - | - |
| 4 | Mr. Ajay Sharma, Nominee of Centrum Retail Services Limited | 1 | - | - | - | - |
| 5 | Mr. V. Sriram, Nominee of Centrum Retail Services Limited | 1 | - | - | - | - |
| 6 | Mr. Ashok Poojari, Nominee of Centrum Retail Services Limited | 1 | - | - | - | - |
| 7 | Mr. Archana Goyal, Nominee of Centrum Retail Services Limited | 1 | - | - | - | - |
| | Total | 9,89,56,942 | 9,89,56,936 | 100% | - | - |

8. Directors of the Company

The following table sets out the details regarding the Board of Directors as on the date of this Disclosure Document.

| Name, Designation, Nationality, DIN and Address | Age (years) | Address | Date of Appointment | Other Directorships |
|--|-------------|---|-------------------------------------|--------------------------------|
| Name: Ranjan Ghosh Designation: MD & CEO DIN: 07592235 Nationality: Indian Occupation: Services | 55 | Address: C-1701/2 Plot 63/7-4, Ashok Tower, Dr. S.S.Rao Road, Opp Mahatma Gandhi Hospital, Parel Mumbai-400012 | Appointed as Director on 17/08/2016 | 1. Centrum Microcredit Limited |

| Name, Designation, Nationality, DIN and Address | Age (years) | Address | Date of Appointment | Other Directorships |
|--|-------------|--|-------------------------------------|---|
| Name: Shailendra Apte Designation: Director DIN: 00017814 Nationality: Indian Occupation: Service | 48 | Address: 10, Dhavalgiri CHS, Plot 31, Sec 2, Vashi Navi Mumbai-400703 | Appointed as Director on 29/09/2015 | 1. Centrum Microcredit Limited 2. Centrum Insurance Brokers Limited 3. Acorn Fund Consultants Private Limited 4. Pyxis Finvest Limited 5. Geometric Mercantile Company Private Limited 6. Softchip Technologies Limited 7. Shaan Agro And Realty India Private Limited 8. Centrum Infrastructure And Realty Limited 9. Essel-Centrum Holdings Limited |
| Name: GS Sundararajan Designation: Independent Director DIN: 00361030 Nationality: Indian Occupation: Service | 58 | Address: Flat 1002, The Summit, No.6, 1st Avenue, Shastrri Nagar, Chennai- 600020 | Appointed as Director on 12/10/2017 | 1. Paytm Payments Bank Limited 2. Hinduja Housing Finance Limited 3. Hinduja Leyland Finance Limited 4. Shriram Seva Sankalp Foundation 5. Utkarsh Coreinvest Limited |
| Name: Rishad Byramjee Designation: Director DIN: 00164123 Nationality: Indian Occupation: Service | 37 | Address: Shahnazeen, 6 th floor, Babulnath Road, Near Babulnath Temple, Babulnath, Mumbai-400007 | Appointed as Director on 24/12/2002 | 1. Lion Estates Private Limited 2. Aquarius Estates Private Limited 3. Nightingale Estates Private Limited 4. Casby Logistics and Solutions Private Limited 5. Casby Global Air Private Limited 6. Sea Freight Pvt Ltd 7. Machado And Sons Agents And Stevedores Private Limited 8. Dinshaw and Sons Private Limited 9. M Dinshaw and Company Private Limited 10. Kavita Stockbrokers Private Limited 11. Sika Properties Private Limited 12. Jakari Developers Private Limited 13. Kaikobad Byramjee and Sons (Agency) Private Limited |

| Name, Designation, Nationality, DIN and Address | Age (years) | Address | Date of Appointment | Other Directorships |
|---|-------------|--|-------------------------------------|--|
| | | | | 14. Casby Logistics Private Limited 15. Centrum Microcredit Limited 16. Centrum Capital Limited 17. Essel-Centrum Holdings Limited |
| Name: Dipali Sheth Designation: Independent Director DIN: 07556685 Nationality: Indian Occupation: Service | 53 | Address: Lodha Bellissimo, A Wing, Apt 2002, N.M. Joshi Marg, Apollo Mills Compound, Mahalaxmi, Mumbai-400011 | Appointed as Director on 16/05/2018 | None |
| Name: Rajasekhara Reddy Designation: Additional Director DIN: 02339668 Nationality: Indian Occupation: Service | 68 | Address: 12 & 13, 5th Main, Siddivinayaka Layout, Kodigehalli, Virupakshapura, Bangalore ,Karnataka 560097 | Appointed as Director on 04/09/2018 | 1. Vikram Hospital (Bengaluru) Private Limited 2. GVPR Engineers Limited 3. Centrum Capital Limited 4. Hetero Labs Limited 5. Andhra Pradesh Urban Infrastructure Asset Management Limited 6. Bliss City Home Private Limited 7. Centrum Broking Limited 8. Centrum Wealth Management Limited |

Note: None of the above directors appear in the RBI defaulter list and/or ECGC default list.

9. Brief profile/particulars of Directors & Key Managerial Personnel of the Company

a. Mr. Rishad Byramjee:

Mr. Byramjee has been actively involved with Casby Logistics Pvt. Ltd. He has also been actively associated with other companies of the Casby group such as Ferrari Express India Pvt. Ltd., Cassinath Truckers Pvt. Ltd., K.B. & Son (Agency) Pvt. Ltd. He also spearheads all new logistics ventures for the organization.

b. Mr. Shailendra Apte:

Mr. Apte is a post graduate in management studies and has around 22 years of experience in financial services sector. He started his career as part of the Corporate Finance Team in a leading financial services company. He had set up South India operations of the Company and has handled all products in the debt division of the Company. At Centrum, he has been a key member of the lease syndication team specializing in lease pricing.

c. Mr. Ranjan Ghosh:

Mr. Ranjan Ghosh has close to 25 years of rich experience in the Banking & Financial Service Industry. He brings a wide array of professional and industry contacts, a deep understanding of Risk Management and Financial Markets and international best practices in Governance, Human Resources, etc. He has held several Senior Management roles in Standard

Chartered in India and Singapore. He was also associated with HSBC and CRISIL. Ranjan has done his Masters of Business Administration from The University of Northern Iowa - USA and Bachelor of Electrical Engineering from Jadavpur University, Kolkata.

d. Mr. G S Sundararajan

Mr. Sundararajan holds a Bachelor of Engineering degree from Coimbatore and a Post Graduate Diploma in Management from the Indian Institute of Management (IIM), Ahmedabad. G.S. Sundararajan is presently serving on Boards of several reputed companies in the Banking and Financial Service Industry. He is also actively involved in the field of Social Entrepreneurship in an advisory capacity. G S Sundararajan was till recently the Group Director, Shriram Group. He joined Shriram Group as the Managing Director of Shriram Capital Ltd, the Holding Company of Shriram Group's financial services and Insurance businesses across India and overseas.

In his capacity as Group Director, Mr. Sundararajan was a director on the Board of these subsidiaries to provide oversight in critical areas of strategic growth opportunities for each of these companies. Earlier to this, he was the Managing Director and Head of Citibank's SME and Asset Based Finance business in India. He had an exceptional stint at Citibank where he built the SME and ABF business of the bank across the country.

e. Ms. Dipali Sheth

Ms. Dipali Sheth was the Country Head of HR in RBS and was overseeing HR function across all businesses and Geographies in India. She is a seasoned HR professional with previous experience in Standard Chartered Bank where she joined in Learning and Development, moved onto Head Resourcing and Talent, Head HR Wholesale Bank and included experience in the Standard Chartered acquisition of Grindlays. She then left after twelve years of rich and diverse roles as Head HR South Asia to join ABN Amro/RBS. Prior to working in Standard Chartered Bank, she has worked in Procter and Gamble India Ltd, where she was the first woman leader to be hired in sales in Procter & Gamble India.

f. Mr. R. S Reddy

He has over 35 years of experience in the Banking sector with 28 years in front-line assignments, a challenge by design & preferred by personal choice. He has worked on several committees of RBI and Indian Banks Association. He is presently on the boards of several companies as also advises many companies on finance and management.

g. Ms. Archana Goyal

Ms. Archana Goyal is a Qualified Company Secretary with more than 15 years of rich and qualitative experience. She has Comprehensive knowledge of compliances under various Corporate and SEBI Laws.

She is associated with Centrum Group since more than five years and has handled important projects in companies, including Preferential Issue, Rights Issue, PE investments, Private Issue of Debentures, issue of DVRs, Issue of Warrants, Buy-back of Shares, Listing of Shares & Debentures on Stock Exchanges, Drafting and Managing ESOP Scheme, Change of RTA, Postal Ballot, Dividend payment process, handling due diligences, IPO preparedness, etc. Her expertise also includes drafting, vetting, negotiating and finalising legal documents, providing legal support and advice on IPR matters

10. Details of change in directors since last three years:-

| Name of Director, Designation and DIN | Date of Appointment / Resignation | Director of the Company since (in case of resignation) | Remarks |
|--|--|---|--|
| Mr. Ranjan Ghosh Designation: Managing Director & CEO DIN: 07592235 | Appointment: August 17, 2016 | NA | - |
| Mr. Parag Shah Designation: Director DIN: 00727233 | Resignation: September 19, 2016 | December 18, 2015 | - |
| Mrs. Swati Sahukar Designation: Director DIN: 06801137 | Resignation: September 19, 2016 | December 18, 2015 | - |
| Mr. Rajesh Nanavaty Designation: Director DIN: 00005076 | Resignation: October 12, 2017 | October 05, 2016 | - |
| Mr. Subhash Kutte Designation: Director DIN: 00233322 | Resignation: December 14, 2017 | October 05, 2016 | - |
| Mr. Rajnish Bahl Designation: Director DIN: 01699047 | Resignation: October 5, 2016 | December 13, 2010 | - |
| Mr. P. R. Kalyanaraman Designation: Director DIN: 01993027 | Resignation: December 16, 2016 | December 07, 2011 | - |
| Mr. Harish Engineer Designation: Director DIN: 01843009 | Appointment: August 19, 2017 | March 1, 2019 | - |
| Mr. G S Sundararajan Designation: Director DIN: 00361030 | Appointment: October 12, 2017 | NA | - |
| Ms. Dipali Sheth Designation: Director DIN: 07556685 | Appointment: May 16, 2018 | NA | - |
| Mr. R S Reddy Designation: Additional Director DIN: 02339668 | Appointment: September 4, 2018 | NA | - |
| Mr. Shailendra Apte Designation: Director DIN: 00017814 | Appointment as Whole Time Director: December 21, 2015 | NA | Change in Designation to Non- Executive Director w.e.f. May 16, 2018 |

11. Auditors of Company

| Name | Address | Auditor since |
|----------------------|---|-----------------|
| Haribhakti & Co. LLP | 701, Leela Business Park, Andheri Kurla Road, Andheri East, Mumbai - 400059 | August 06, 2019 |

a. Details of change in auditor since last three years:

| Name of Auditor | Address | Date of Appointment | Auditor of the Company since (in case of resignation) | Reason |
|----------------------------|--|---------------------|---|-----------------|
| F.K. Mody & Co. | 702, Pelican CHS, Nanda Patkar Road, Near Telephone Exchange, Vile Parle (East), Mumbai – 400 057 | December 30, 2014 | FY 2008-2009 | Audit Rotation |
| N.M. Bansal & Co. | N. M. Bansal & Co 401,A-Wing , Winsway Complex, Old Police Lane, Opp Rly Station, Andheri (E),Mumbai 400 069. | September 29, 2016 | FY 2016-17 | Moving to Big 5 |
| Walker Chandiook & Co. LLP | Walker Chandiook & Co LLP 16th Floor, Tower II, Indiabulls Finance Centre, S B Marg, Elphinstone (W). Mumbai-400013 | August 29, 2017 | FY 2017-18 | Resignation |
| Haribhakti & Co. LLP | 701, Leela Business Park, Andheri Kurla Road, Andheri East, Mumbai – 400059 | August 06, 2019 | F.Y 19-20 | N.A. |

- b. Haribhakti & Co. LLP , have been Appointed as the Statutory Auditors of the Company to fill the casual vacancy caused due to resignation of Walker Chandiook & Co. LLP with effect from FY 2019-20.

12. Brief Summary of the business/ activities of the Issuer and its line of business:**Overview of business:**

Centrum Financial Services Limited with its team of rapidly growing professionals, each with diverse and in-depth banking experience, provides a strong credit evaluation and compliance mechanism through a complete digitized process. We actively collaborate with Centrum group's well-established investment banking, real estate, debt capital markets and wealth management businesses for cross-selling, sourcing and down-selling of credit products. Our Company is in the following line of business:

a. Commercial Finance

With the focus area being SMEs, mid-market companies, small companies and smaller affiliates of larger companies, our Companies commercial finance and structured credit consist of the full range of products. For the purpose of working capital or moderate-sized expansions, we provide loans of up to Rs. 250 million, primarily on the basis of business credentials and

cash flow prospects. We have also built up a book of business loans and smaller-value loans, primarily collateralized by property and other securities, and targeted at tier 1 & 2 cities initially.

Additionally, we will help fledgling NBFCs with loans in socially responsible and undeserved areas such as microfinance, affordable housing and specialized lending for the purpose of on-lending to their end-clientele.

b. Financial Intermediaries

In the 'Financial Intermediaries' segment, the main objective is to support financial institutions (NBFCs) that are serving the unbanked/less banked segments of the population. Our Company is working with microfinance institutions, NBFCs lending to MSMEs, agri-value chain, education, rural connectivity etc. to enhance their ability to extend credit to the masses after doing appropriate due-diligence on the entity's operating methodology, financials, promoter and management background, governance practices, IT system etc.

Our Company engages with these institutions to offer products and services ranging from funding as term loan, structured credit, and also towards arranging debt, equity, insurance and related products through Centrum group companies.

c. Supply Chain Financing Solutions

(i) Dealers Finance

This Invoice Discounting financing facility is available for channel partners of Corporates. It enables the conversion of their receivables into cash which in turn improves liquidity resulting into a healthy and continuous cash flow for the businesses. Industrywide benefits of the Dealers financing solution are:

- Facilitates increased sales through higher purchasing power for channel partners
- Instant conversion of receivables into cash
- Assures availability of working capital finance to channel partners at a competitive cost
- Simple Documentation, Fast Turn Around Times and simple procedures
- Faster payments leading to cash discounts from the company.

(ii) Receivables Discounting Finance

This Receivables Discounting facility helps Corporates encash their Receivables before time, to help the Business grow rapidly and avoid Cash Flow issues. There are tested benefits of the Receivables financing solution including:

- Instant conversion of a high percentage of your receivables into cash
- Simple Documentation, Faster Turnaround times and easy process
- Provides you Funding to grow your business at a competitive cost.
- CFSL collects the receivables and routes balance payments back to you.

d. Real Estate Solutions

Our Company's Real Estate business vertical provides construction finance, take-out financing, promoter financing and acquisition financing for real estate projects being developed across India. Within the sector, the focus is on mid-income to affordable housing projects being developed in Tier 1 and 2 cities like Mumbai, Delhi NCR, Bangalore, Hyderabad, Pune, Chennai, Kolkata and Ahmedabad.

The capital is provided through combination of Term Loans, Working Capital Loans or Non-Convertible Debentures. The Company typically prefers to invest in cash-flow generating ongoing projects, which are RERA registered and have all approvals in place.

Salient Features:

- Credit facilities of a meaningful quantum, assessed as per CFSL parameters

- Purpose – Construction Finance, take-over of existing credit facilities as well as general corporate purposes
- Tenure up to 5 years, including interest moratorium
- Security in the form of exclusive charge on the project land and structure thereon (both present and future).
- Hypothecation of present and future receivables
- Escrow mechanism and cash-flow control.

13. Summary of our key operational and financial parameters for the last three completed financial years on a standalone basis, are as follows:

(Rs. In INR)

| For Financial Entities | FY19 | FY18 | FY 17 |
|---|-----------------|----------------|----------------|
| | (Audited) | (Audited) | (Audited) |
| Net worth | 2,97,75,77,674 | 1,70,92,76,414 | 1,10,56,46,102 |
| Total Debt | 9,90,58,38,822 | 3,42,41,82,820 | 2,84,90,90,185 |
| of which – | | | |
| - Non Current Maturities of Long Term Borrowing | 4,09,68,00,740 | 2,07,81,10,522 | 1,58,11,00,000 |
| - Short Term Borrowings | 2,72,42,99,049 | 26,09,36,384 | 61,04,55,252 |
| - Current Maturities of long Term Borrowings | 3,08,47,39,033 | 1,08,51,35,914 | 65,75,34,933 |
| Net Fixed Assets | 18,35,97,689 | 3,72,32,124 | 54,14,602 |
| Non-Current Assets | 4,29,58,908 | 31,29,14,356 | 33,99,54,533 |
| Cash and Cash Equivalents | 1,02,34,13,276 | 72,69,61,101 | 13,02,30,318 |
| Current Investments | 34,73,99,996 | 13,56,03,051 | 17,82,47,400 |
| Current Assets | 21,41,52,642 | 27,38,29,558 | 20,70,16,755 |
| Current Liabilities | 6,55,20,30,134 | 1,48,77,51,272 | 1,54,39,96,375 |
| Assets Under Management | 11,33,49,92,233 | 3,42,85,11,885 | 4,29,31,79,412 |
| Off Balance Sheet Assets | | - | - |
| Interest Income | 85,30,10,387 | 44,36,16,254 | 35,80,17,537 |
| Interest Expense | 65,35,10,977 | 40,53,62,331 | 24,47,48,057 |
| Provisioning & Write-offs | 5,09,62,943 | 3,40,94,607 | 2,29,45,821 |
| Profit before tax | 19,78,818 | 2,81,91,507 | 8,49,26,030 |
| Provision for tax | -27,79,273 | 2,43,16,425 | 3,01,31,912 |
| Profit after tax (PAT) | 47,58,091 | 38,75,082 | 5,47,94,118 |
| Gross NPA (%) | 1.40% | 0 | - |
| Net NPA (%) | 1.26% | 0 | |
| Tier I Capital Adequacy Ratio (%) | 21.44% | 37.04% | 0 |
| Tier II Capital Adequacy Ratio (%) | 1.57% | 0.31% | 0 |

| | | | |
|--|------|-------|------|
| Gross Debt: Equity Ratio of the Company:- | 3.34 | 2.00 | 3.00 |
| After the issue of proposed debt securities | 3.34 | 2.51 | - |
| Total Debt after new issue (Rs. In Millions) | | 4,813 | - |
| Dividend Declared (standalone basis) | - | - | - |
| Interest coverage ratio | NA | NA | NA |

Note: There are no consolidated financial statements prepared for the Financial Year 2016-17 during which the Company had a subsidiary and step down subsidiary as there was no requirement to prepare consolidated results. Further, in the Financial Year 2017-18 both the subsidiaries and step down subsidiary companies got amalgamated with the Company with effect from April 1, 2017, hence no consolidated financial statements are required.

14. **Any change in accounting policies during the last three years and their effect on the profits and the reserves of the Issuer**

a. **Ancillary borrowing cost**

During the current year, the Company has changed its policy for accounting of ancillary borrowing costs from recording it in the year in which these were incurred to amortising such costs over the tenure of the underlying borrowings. Had the Company applied the accounting policy as in the previous year, the profit for the year would have been lower by Rs.11,843,750.

b. **Amalgamation**

The Company has amalgamated with two entities namely Shree Srinivas Realtors Private Limited ('SSRPL') and Agrata Mercantile Private Limited ('AMPL') w.e.f. 01 April 2017. The amalgamation was in the nature of purchase accounting for which has been done following the net assets method as per Accounting Standard ("AS") 14 issued by the Institute of Chartered Accountants of India ("ICAI"). The assets and liabilities have been taken over at their fair values which has resulted in Goodwill on amalgamation amounting to Rs. 155,21,982 which has been amortised over a period of 11 years as considered reasonable by the management.

15. **Details of the Promoter:**

Details of Promoter Holding in the Company as on September 30, 2019 :

| Name of Promoter | Total Number of Equity Shares | Number of shares in Demat form | Total shareholding as % of total no of equity shares | Number of Shares Pledged | % of Shares pledged with respect to shares owned |
|---------------------------------|-------------------------------|--------------------------------|--|--------------------------|--|
| Centrum Retail Services Limited | 9,89,56,936 | 9,89,56,936 | 100% | Nil | NA |

SECTION V – INDEBTEDNESS

1. Details of borrowings of the Company as on September 30, 2019:

a. Details of Secured Loan Facilities as on September 30, 2019:

| Lenders Name | Type of facility | Amount Sanctioned | Principal Amount Outstanding | Repayment Date/Schedule | Security |
|---|----------------------|-------------------|------------------------------|--|--|
| Tata Capital Financial Services Ltd - Term Loan | Loans Against Shares | 25,00,00,000 | 1,87,50,000 | Quarterly | Receivables & CG |
| Aditya Birla Finance Limited - Term Loan | Term Loan | 25,00,00,000 | 25,00,00,000 | 5 Installments monthly from Oct 19 onwards | Receivables & CG |
| L & T Financial Services Ltd | Term Loan | 2,00,00,00,000 | 1,66,66,66,667 | Monthly Installment from Jul-19 onwards | Receivables & CG |
| Kotak Mahindra Investment Limited | Term Loan | 1,75,00,00,000 | 4,34,81,581 | | Receivables & CG |
| Yes Bank | Term Loan | 2,00,00,00,000 | 19,04,54,546 | Monthly | Receivables & CG |
| Yes Bank | Term Loan | 1,00,00,00,000 | 31,25,00,000 | Monthly | Receivables & CG |
| RBL Bank Ltd | Term Loan | 20,00,00,000 | 20,00,00,000 | 28-Dec-19 | Receivables & CG |
| AU Small Finance Bank Ltd | Term Loan | 25,00,00,000 | 15,62,50,000 | Quarterly | Receivables |
| AU Small Finance Bank Ltd | Bank Overdraft | 9,00,00,000 | 8,96,48,784 | On Call | FD |
| Union Bank of India Ltd | Bank Overdraft | 15,00,00,000 | 14,45,04,343 | On Call | Mortgage 7th Floor and CCL Corporate Guarantee |
| HDFC Bank Ltd | Vehicle Loan | 22,00,000 | 10,33,011 | Monthly | Vehicle |
| Commercial Paper Issued | Commercial Paper | 1,00,00,00,000 | 25,00,00,000 | On Maturity | Receivables |
| Market Linked Debentures | MLD | 2,12,60,00,000 | 4,74,93,19,670 | On Maturity | Receivables |

b. Details of Unsecured Loan Facilities as on September 30, 2019:

| Lenders Name | Type of facility | Amount Sanctioned | Principal Amount Outstanding | Repayment Date/Schedule |
|-----------------------------------|------------------|-------------------|------------------------------|-------------------------|
| Meenakshi Exports | ICD | 1,00,00,000 | 1,00,00,000 | |
| Prime Focus Limited | ICD | 6,60,00,000 | 12,99,049 | |
| Global Calcium Private Limited | ICD | 2,50,00,000 | 2,50,00,000 | |
| Arsenal Infosolutions Private Ltd | ICD | 2,00,00,000 | 2,00,00,000 | |
| Sardesai Finance Pvt Ltd | ICD | 25,00,000 | 25,00,000 | |

| | | | | |
|---|-----------------------------------|--------------|--------------|--|
| Sardesai Irrigation Pvt Ltd | ICD | 75,00,000 | 75,00,000 | |
| Siva Extrusions | ICD | 30,00,000 | 30,00,000 | |
| Centrum Retail Services Limited - Debenture | Compulsory Convertible Debentures | 50,00,00,000 | 15,09,14,300 | |

c. Details of Secured Non-Convertible Debentures as of September 30, 2019:

| Debenture Series | Tenor / Period of Maturity (Days) | Coupon | Amount | Date of Allotment | Redemption Date/ Schedule | Credit Rating | Secured / Unsecured |
|------------------|-----------------------------------|---------------|--------------|-------------------|---------------------------|---------------|---------------------|
| MLD01 | 1220 | Market Linked | 19,40,00,000 | 01-Feb-16 | 05-Jun-19 | NA | Secured |
| MLD02 | 1224 | Market Linked | 4,50,00,000 | 11-Feb-16 | 19-Jun-19 | NA | Secured |
| MLD03 | 1226 | Market Linked | 3,30,00,000 | 22-Feb-16 | 02-Jul-19 | NA | Secured |
| MLD04 | 1227 | Market Linked | 2,40,00,000 | 17-Mar-16 | 27-Jul-19 | NA | Secured |
| MLD06 | 1226 | Market Linked | 3,35,00,000 | 05-Apr-16 | 14-Aug-19 | NA | Secured |
| MLD07 | 1225 | Market Linked | 7,90,00,000 | 03-May-16 | 10-Sep-19 | NA | Secured |
| MLD08 | 1225 | Market Linked | 4,80,00,000 | 20-May-16 | 27-Sep-19 | NA | Secured |
| MLD09/Type 1 | 1225 | Market Linked | 1,15,00,000 | 06-Jun-16 | 14-Oct-19 | NA | Secured |
| MLD09/Type 2 | 1225 | Market Linked | 1,75,00,000 | 06-Jun-16 | 14-Oct-19 | NA | Secured |
| MLD10/Type 1 | 1225 | Market Linked | 1,25,00,000 | 15-Jun-16 | 23-Oct-19 | NA | Secured |
| MLD10/Type 2 | 1225 | Market Linked | 2,75,00,000 | 15-Jun-16 | 23-Oct-19 | NA | Secured |
| MLD11/Type 1 | 1228 | Market Linked | 1,65,00,000 | 24-Jun-16 | 04-Nov-19 | NA | Secured |
| MLD11/Type 2 | 1228 | Market Linked | 8,60,00,000 | 24-Jun-16 | 04-Nov-19 | NA | Secured |
| MLD12/Type 2 | 1225 | Market Linked | 3,30,00,000 | 04-Jul-16 | 11-Nov-19 | NA | Secured |
| MLD14/Type 3 | 1225 | Market Linked | 2,05,00,000 | 19-Jul-16 | 26-Nov-19 | NA | Secured |
| MLD15/Type 2 | 1225 | Market Linked | 75,00,000 | 29-Jul-16 | 06-Dec-19 | NA | Secured |
| MLD17/Type 3 | 1225 | Market Linked | 2,41,00,000 | 22-Aug-16 | 30-Dec-19 | NA | Secured |
| MLD18 | 1225 | Market Linked | 1,00,00,000 | 26-Aug-16 | 03-Jan-20 | NA | Secured |
| MLD19/Type 3 | 1225 | Market Linked | 1,30,00,000 | 02-Sep-16 | 10-Jan-20 | NA | Secured |
| MLD20 | 1223 | Market Linked | 3,00,00,000 | 16-Sep-16 | 22-Jan-20 | NA | Secured |
| MLD21/Type 3 | 1225 | Market Linked | 4,00,00,000 | 28-Sep-16 | 05-Feb-20 | NA | Secured |
| MLD22/Type 1 | 1225 | Market Linked | 1,00,00,000 | 01-Oct-16 | 08-Feb-20 | NA | Secured |

| | | | | | | | |
|--------------|------|---------------|--------------|-----------|-----------|----|---------|
| MLD25/Type 3 | 1232 | Market Linked | 4,00,00,000 | 26-Oct-16 | 11-Mar-20 | NA | Secured |
| MLD27/Type 1 | 1225 | Market Linked | 2,50,00,000 | 10-Nov-16 | 19-Mar-20 | NA | Secured |
| MLD27/Type 2 | 1230 | Market Linked | 1,00,00,000 | 10-Nov-16 | 24-Mar-20 | NA | Secured |
| MLD29/Type 1 | 1225 | Market Linked | 4,50,00,000 | 01-Dec-16 | 09-Apr-20 | NA | Secured |
| MLD29/Type 3 | 1225 | Market Linked | 6,00,00,000 | 01-Dec-16 | 09-Apr-20 | NA | Secured |
| MLD29/Type 4 | 1229 | Market Linked | 3,00,00,000 | 01-Dec-16 | 13-Apr-20 | NA | Secured |
| MLD30/Type 2 | 1230 | Market Linked | 1,00,00,000 | 02-Dec-16 | 15-Apr-20 | NA | Secured |
| MLD31/Type 3 | 1225 | Market Linked | 1,00,00,000 | 08-Dec-16 | 16-Apr-20 | NA | Secured |
| MLD33/Type 3 | 1225 | Market Linked | 4,00,00,000 | 20-Dec-16 | 28-Apr-20 | NA | Secured |
| MLD33/Type 4 | 1230 | Market Linked | 1,25,00,000 | 20-Dec-16 | 03-May-20 | NA | Secured |
| MLD34/Type 1 | 1225 | Market Linked | 4,50,00,000 | 27-Dec-16 | 05-May-20 | NA | Secured |
| MLD34/Type 2 | 1225 | Market Linked | 1,50,00,000 | 27-Dec-16 | 05-May-20 | NA | Secured |
| MLD34/Type 3 | 1230 | Market Linked | 3,00,00,000 | 27-Dec-16 | 10-May-20 | NA | Secured |
| MLD35/Type 1 | 1231 | Market Linked | 2,50,00,000 | 30-Dec-16 | 14-May-20 | NA | Secured |
| MLD35/Type 3 | 1225 | Market Linked | 1,50,00,000 | 30-Dec-16 | 08-May-20 | NA | Secured |
| MLD35/Type 4 | 1225 | Market Linked | 1,00,00,000 | 30-Dec-16 | 08-May-20 | NA | Secured |
| MLD35/Type 5 | 1225 | Market Linked | 3,00,00,000 | 30-Dec-16 | 08-May-20 | NA | Secured |
| MLD36/Type 1 | 1228 | Market Linked | 1,00,00,000 | 02-Jan-17 | 14-May-20 | NA | Secured |
| MLD36/Type 2 | 1260 | Market Linked | 1,50,00,000 | 02-Jan-17 | 15-Jun-20 | NA | Secured |
| MLD37 | 760 | Market Linked | 23,50,00,000 | 08-Oct-18 | 06-Nov-20 | NA | Secured |
| MLD38 | 762 | Market Linked | 5,05,00,000 | 23-Oct-18 | 23-Nov-20 | NA | Secured |
| MLD39 | 1287 | Market Linked | 19,55,00,000 | 02-Nov-18 | 12-May-22 | NA | Secured |
| MLD 38A | 732 | Market Linked | 4,55,00,000 | 22-Nov-18 | 23-Nov-20 | NA | Secured |
| MLD40 | 1287 | Market Linked | 13,15,00,000 | 05-Dec-18 | 14-Jun-22 | NA | Secured |
| MLD39A | 1247 | Market Linked | 2,55,00,000 | 12-Dec-18 | 12-May-22 | NA | Secured |
| MLD 38B | 705 | Market Linked | 4,76,00,000 | 19-Dec-18 | 23-Nov-20 | NA | Secured |
| MLD 38C | 696 | Market Linked | 8,70,00,000 | 28-Dec-18 | 23-Nov-20 | NA | Secured |
| MLD 38D | 685 | Market Linked | 2,00,00,000 | 08-Jan-19 | 23-Nov-20 | NA | Secured |
| MLD 38E | 678 | Market Linked | 1,38,00,000 | 15-Jan-19 | 23-Nov-20 | NA | Secured |

| | | | | | | | |
|---------|------|---------------|--------------|-----------|-----------|----|---------|
| MLD 41 | 1287 | Market Linked | 18,93,00,000 | 25-Jan-19 | 04-Aug-22 | NA | Secured |
| MLD 41A | 1281 | Market Linked | 23,38,00,000 | 31-Jan-19 | 04-Aug-22 | NA | Secured |
| MLD 41B | 1275 | Market Linked | 5,35,00,000 | 06-Feb-19 | 04-Aug-22 | NA | Secured |
| MLD 38F | 650 | Market Linked | 2,30,00,000 | 12-Feb-19 | 23-Nov-20 | NA | Secured |
| MLD 42 | 481 | Market Linked | 22,82,00,000 | 22-Feb-19 | 17-Jun-20 | NA | Secured |
| MLD 41C | 1253 | Market Linked | 14,70,00,000 | 28-Feb-19 | 04-Aug-22 | NA | Secured |
| MLD 42A | 463 | Market Linked | 5,61,00,000 | 12-Mar-19 | 17-Jun-20 | NA | Secured |
| MLD 41D | 1238 | Market Linked | 2,05,00,000 | 15-Mar-19 | 04-Aug-22 | NA | Secured |
| MLD 42B | 456 | Market Linked | 7,95,00,000 | 19-Mar-19 | 17-Jun-20 | NA | Secured |
| MLD 41E | 1227 | Market Linked | 11,17,00,000 | 26-Mar-19 | 04-Aug-22 | NA | Secured |
| MLD 42C | 446 | Market Linked | 1,00,00,000 | 29-Mar-19 | 17-Jun-20 | NA | Secured |
| MLD 42D | 395 | Market Linked | 395,00,000 | 05-Apr-19 | 17-Jun-20 | NA | Secured |
| MLD 41F | 546 | Market Linked | 546,00,000 | 12-Apr-19 | 04-Aug-22 | NA | Secured |
| MLD 42E | 200 | Market Linked | 200,00,000 | 16-Apr-19 | 17-Jun-20 | NA | Secured |
| MLD 43 | 1594 | Market Linked | 1594,00,000 | 24-Apr-19 | 01-Nov-22 | NA | Secured |
| MLD 42F | 565 | Market Linked | 565,00,000 | 26-Apr-19 | 17-Jun-20 | NA | Secured |
| MLD 41G | 250 | Market Linked | 250,00,000 | 30-Apr-19 | 04-Aug-22 | NA | Secured |
| MLD 41H | 200 | Market Linked | 200,00,000 | 02-May-19 | 04-Aug-22 | NA | Secured |
| MLD 42G | 200 | Market Linked | 200,00,000 | 08-May-19 | 17-Jun-20 | NA | Secured |
| MLD 42H | 450 | Market Linked | 450,00,000 | 17-May-19 | 17-Jun-20 | NA | Secured |
| MLD 41I | 847 | Market Linked | 847,00,000 | 24-May-19 | 04-Aug-22 | NA | Secured |
| MLD 42I | 171 | Market Linked | 171,00,000 | 27-May-19 | 17-Jun-20 | NA | Secured |
| MLD 43A | 568 | Market Linked | 568,00,000 | 30-May-19 | 01-Nov-22 | NA | Secured |
| MLD 41J | 600 | Market Linked | 600,00,000 | 07-Jun-19 | 04-Aug-22 | NA | Secured |
| MLD 41K | 255 | Market Linked | 255,00,000 | 12-Jun-19 | 04-Aug-22 | NA | Secured |
| MLD 44 | 270 | Market Linked | 270,00,000 | 14-Jun-19 | 15-Dec-20 | NA | Secured |
| MLD 45 | 755 | Market Linked | 755,00,000 | 21-Jun-19 | 28-Oct-21 | NA | Secured |
| MLD 43B | 205 | Market Linked | 205,00,000 | 26-Jun-19 | 01-Nov-22 | NA | Secured |

| | | | | | | | |
|---------|-----------|---------------|------------|-----------|-----------|----|---------|
| MLD 41L | 602 | Market Linked | 602,00,000 | 27-Jun-19 | 04-Aug-22 | NA | Secured |
| MLD 44A | 480 | Market Linked | 480,00,000 | 04-Jul-19 | 15-Dec-20 | NA | Secured |
| MLD 41M | 200 | Market Linked | 200,00,000 | 12-Jul-19 | 04-Aug-22 | NA | Secured |
| MLD 43C | 177 | Market Linked | 177,00,000 | 17-Jul-19 | 01-Nov-22 | NA | Secured |
| MLD 44B | Cancelled | | | | | | |
| MLD 44C | 650 | Market Linked | 650,00,000 | 19-Jul-19 | 15-Dec-20 | NA | Secured |
| MLD 44D | 500 | Market Linked | 500,00,000 | 23-Jul-19 | 15-Dec-20 | NA | Secured |
| MLD 41N | 396 | Market Linked | 396,00,000 | 25-Jul-19 | 04-Aug-22 | NA | Secured |
| MLD 44E | 460 | Market Linked | 460,00,000 | 29-Jul-19 | 15-Dec-20 | NA | Secured |
| MLD 44F | 252 | Market Linked | 252,00,000 | 30-Jul-19 | 15-Dec-20 | NA | Secured |
| MLD 41O | 664 | Market Linked | 664,00,000 | 31-Jul-19 | 04-Aug-22 | NA | Secured |
| MLD 44G | 200 | Market Linked | 200,00,000 | 01-Aug-19 | 15-Dec-20 | NA | Secured |
| MLD 41P | 300 | Market Linked | 300,00,000 | 02-Aug-19 | 04-Aug-22 | NA | Secured |
| MLD 44H | 464 | Market Linked | 464,00,000 | 08-Aug-19 | 15-Dec-20 | NA | Secured |
| MLD 43D | 275 | Market Linked | 275,00,000 | 16-Aug-19 | 01-Nov-22 | NA | Secured |
| MLD 44I | 438 | Market Linked | 438,00,000 | 20-Aug-19 | 15-Dec-20 | NA | Secured |
| MLD 41Q | 657 | Market Linked | 657,00,000 | 22-Aug-19 | 04-Aug-22 | NA | Secured |
| MLD 44J | 575 | Market Linked | 575,00,000 | 27-Aug-19 | 15-Dec-20 | NA | Secured |
| MLD 41R | 538 | Market Linked | 538,00,000 | 29-Aug-19 | 04-Aug-22 | NA | Secured |
| MLD 44K | 248 | Market Linked | 248,00,000 | 06-Sep-19 | 15-Dec-20 | NA | Secured |
| MLD 44L | 300 | Market Linked | 300,00,000 | 09-Sep-19 | 15-Dec-20 | NA | Secured |
| MLD 41S | 593 | Market Linked | 593,00,000 | 12-Sep-19 | 04-Aug-22 | NA | Secured |
| MLD 44M | 400 | Market Linked | 400,00,000 | 13-Sep-19 | 15-Dec-20 | NA | Secured |
| MLD 44N | 155 | Market Linked | 155,00,000 | 18-Sep-19 | 15-Dec-20 | NA | Secured |
| MLD 44O | 196 | Market Linked | 196,00,000 | 20-Sep-19 | 15-Dec-20 | NA | Secured |

Note: 1. These Market Linked Debentures are secured against first pari passu charge over present and future receivables and identified immovable property with minimum security cover of 100 percent of the issued amount.

2. The Company has issued Secured Redeemable Non-Convertible Market Linked Debentures of Rs. 2,01,13,33,570 during Financial year ended on March 31, 2019 and Rs. 3,81,29,95,270 for half year ended September 2019

d. Details of Unsecured NCDs as of September 30, 2019

Nil

e. List of Top 10 Debenture holders as on September 30, 2019

| Sr No. | Name of Debenture Holders | Amount (Rs. In Lakhs) |
|--------|------------------------------------|-----------------------|
| 1 | APURVA GOSWAMY | 156000000.00 |
| 2 | VIREET INVESTMENTS PRIVATE LIMITED | 110000000.00 |
| 3 | NAREN CHANDRAKANT BHATT | 73000000.00 |
| 4 | JAI BEVERAGES PRIVATE LIMITED | 50000000.00 |
| 5 | ALEFIYA SHABBIR KHORAKIWALA | 50000000.00 |
| 6 | UDAY PARTAP SINGH KAIRON . | 45000000.00 |
| 7 | K P SINGH | 39900000.00 |
| 8 | SHEKHAR H KIRANI | 35000000.00 |
| 9 | DEVENDRA MOTILAL KOTHARI | 35000000.00 |
| 10 | LAKSHMI NAIR | 35000000.00 |

f. Details of Commercial Paper Outstanding as on September 30, 2019:

| No. of units | Allotment date | Maturity Date | Face Value | Amount Outstanding at face value |
|--------------|----------------|---------------|------------|----------------------------------|
| 80 | 20-08-2019 | 19-02-2019 | 5,00,000 | 400,00,000 |
| 186 | 23-08-2019 | 19-02-2019 | 5,00,000 | 930,00,000 |
| 34 | 30-08-2019 | 19-02-2019 | 5,00,000 | 170,00,000 |
| 122 | 13-09-2019 | 13-03-2020 | 5,00,000 | 610,00,000 |
| 78 | 19-09-2019 | 13-03-2020 | 5,00,000 | 390,00,000 |

g. Details of Rest of the borrowing (including any hybrid debt like FCCB, Optionally Convertible Debentures, and Preference Shares).

Nil

h. The amount of corporate guarantee issued by the Company along with name of the counterparty (like name of the subsidiary, JV entity, group company, etc) on behalf of whom it has been issued

Nil

i. Details of all default/s and/or delay in payments of interest and principal of any kind of term loans, debt securities and other financial indebtedness including corporate guarantee issued by the Company, in the past 5 years.

Nil

j. Details of any outstanding borrowings taken/ debt securities issued where taken / issued (i) for consideration other than cash, whether in whole or part, (ii) at a premium or discount, or (iii) in pursuance of an option

The Company confirms that, currently, it does not have any outstanding borrowing taken or currently it has not issued debt securities for consideration other than cash, whether in whole or in part; at a premium or discount; or in pursuance of an option.

k. Details of default, if any, including therein the amount involved, duration of default and present status in repayment of:

- i. **Statutory Dues:** No Outstanding Dues except;
Outstanding Tax Dues As at September 30, 2019 is Rs. 2,92,54,918/-
 - ii. **Debentures and interest thereon**
Nil
 - iii. **Deposits and interest thereon**
Nil
 - iv. **Loan from any bank or financial institution and interest thereon**
Nil
- l. **Any material event/ development or change having implications on the financials/credit quality (e.g. any material regulatory proceedings against the Issuer/promoters, tax litigations resulting in material liabilities, corporate restructuring event, etc.) at the time of issue which may affect the issue or the investor's decision to invest / continue to invest in the debt securities.**

Nil

- m. **If the security is backed by a guarantee or letter of comfort or any other document / letter with similar intent, a copy of the same shall be disclosed. In case such document does not contain detailed payment structure (procedure of invocation of guarantee and receipt of payment by the investor along with timelines), the same shall be disclosed in the offer document**

Nil

SECTION VI - FINANCIAL STATEMENTS

1. Statement of Unaudited Standalone Financial Results for the Half Year Ended September 30, 2019

a) Profit and Loss account for half year ended September 30, 2019

(Rs. in Lakhs)

| Sr. No. | Particulars | For the half year ended September 30, 2019 (Unaudited) | For the half year ended September 30, 2018 (Unaudited) |
|------------|---|---|---|
| (1) | Revenue from operations | | |
| (a) | Interest income | 7,498.77 | 3,583.41 |
| (b) | Rental income | 12.17 | 74.76 |
| (c) | Fees and commission income | 36.30 | 3.37 |
| (d) | Net gain on fair value changes | 366.87 | (3.33) |
| (e) | Other operating revenue | 12.15 | 6.25 |
| | Total revenue from operations (a)+(b)+(c)+(d) + (e) | 7,926.26 | 3,664.46 |
| (2) | Other income | 0.71 | 1.70 |
| (3) | Total income (3) = (1) + (2) | 7,926.97 | 3,666.16 |
| (4) | Expenses | | |
| (a) | Finance costs | 5,190.46 | 2,579.82 |
| (b) | Impairment / (reversal of impairment) on financial instruments | (61.50) | 2,281.40 |
| (c) | Employee benefits expenses | 1,644.10 | 960.08 |
| (d) | Depreciation, amortisation and impairment | 71.77 | 59.66 |
| (e) | Others expenses | 921.35 | 409.14 |
| | Total expenses (a)+(b)+(c)+(d) +(e) | 7,766.18 | 6,290.10 |
| (5) | Profit/(loss) before exceptional items and tax (3) - (4) | 160.79 | (2,623.94) |
| (6) | Exceptional Items | | |
| (7) | Profit/(loss) before tax (5) - (6) | 160.79 | (2,623.94) |
| (8) | Tax expense: | | |
| (a) | - Current tax | - | - |
| (b) | - Deferred tax | 144.46 | (504.57) |
| | Total tax expense (a)+(b) | 144.46 | (504.57) |

| | | | |
|------|--|----------|------------|
| (9) | Profit/(loss) for the period (7) - (8) | 16.33 | (2,119.37) |
| (10) | Other comprehensive income | | |
| (a) | Items that will not be reclassified to profit or loss | | |
| | - Remeasurement of post-employment benefit obligations | (7.57) | (3.81) |
| | - Income tax relating to these items | 2.11 | 1.06 |
| | Other comprehensive income for the period (a)+(b) | (5.46) | (2.75) |
| (11) | Total comprehensive income for the period (9) + (10) | 10.88 | (2,122.12) |
| (12) | Paid-up equity share capital (face value Rs 10/- per share) | 9,895.69 | 6,895.69 |
| (13) | Earnings per equity share (Not annualised) | | |
| | - Basic (Rs.) | 0.01 | (3.08) |
| | - Diluted (Rs.) | 0.01 | (3.08) |

b) Statement of Assets and Liabilities half year ended September 30, 2019

| Particulars | As at September 30, 2019 | |
|---|--------------------------|--------------------|
| | (Unaudited) | |
| | (Rs in Lakhs) | |
| ASSETS | | |
| Financial Assets | | |
| Cash and cash equivalents | | 10,200.09 |
| Bank balance other than cash and cash equivalents above | | 4,045.67 |
| Derivative financial instruments | | 1,239.58 |
| Loans | | 91,548.33 |
| Investments | | 3,421.60 |
| Other financial assets | | 188.48 |
| | | 1,10,643.75 |
| Non-financial assets | | |
| Current tax assets (net) | | 1,472.49 |
| Deferred tax assets (net) | | 471.33 |
| Investment Property | | 3,426.15 |
| Property, plant and equipment | | 106.20 |
| Right to Use - Asset | | 37.53 |
| Intangible assets under development | | 52.88 |

| | |
|---|--------------------|
| Goodwill | 1,440.10 |
| Other intangible assets | 145.81 |
| Other non-financial assets | 281.71 |
| | 7,434.20 |
| | |
| Total Assets | 1,18,077.95 |
| LIABILITIES AND EQUITY | |
| LIABILITIES | |
| Financial liabilities | |
| Derivative Financial Instruments | 4,185.95 |
| Trade Payables | 61.78 |
| Debt securities | 43,170.55 |
| Borrowings (other than Debt securities) | 33,740.66 |
| Other financial liabilities | 7,290.14 |
| | 88,449.08 |
| Non-financial Liabilities | |
| Provisions | 109.30 |
| Other non-financial liabilities | 501.53 |
| | 610.83 |
| EQUITY | |
| Equity share capital | 9,895.69 |
| Other equity | 19,122.35 |
| Total equity | 29,018.04 |
| | |
| Total Liabilities & Equity | 1,18,077.95 |
| | |

2. Statement of Reformatted Unconsolidated Financials for last three years

(In Rs.)

a) Statement of Reformatted Unconsolidated Assets and Liabilities for last three years

| Particulars | As at March 31 st , 2019 | As at March 31 st , 2018 | As at March 31 st , 2017 |
|--|--|--|--|
| I EQUITY AND LIABILITIES | | | |
| (1) Shareholders' funds | | | |
| (a) Share Capital | 98,95,69,420 | 56,86,19,420 | 36,88,34,200 |
| (b) Reserve and Surplus | 1,98,80,08,254 | 1,14,06,56,994 | 73,68,11,902 |
| | 2,97,75,77,674 | 1,70,92,76,414 | 1,10,56,46,102 |
| (2) Share application money pending allotment | | | |
| (3) Non-Current Liabilities | | | |
| (a) Long-term borrowings | 4,09,68,00,740 | 2,07,81,10,522 | 1,58,11,00,000 |
| (b) Deferred tax liabilities (Net) | - | - | 1,22,086 |
| (c) Other Long-term liabilities | 18,01,94,905 | 29,38,18,135 | 9,58,14,669 |
| (d) Long-term provisions | 5,28,35,197 | 60,56,082 | 84,99,192 |
| | 4,32,98,30,842 | 2,37,79,84,739 | 1,68,55,35,947 |
| (4) Current liabilities | | | |
| (a) Short-term borrowings | 2,72,42,99,049 | 26,09,36,384 | 61,04,55,252 |
| (b) Trade payables | 1,18,72,471 | 2,22,19,225 | 37,05,919 |
| (c) Other current liabilities | | | |
| -Borrowings | 3,08,47,39,033 | 1,14,83,91,722 | 88,65,50,725 |
| -Others | 70,17,85,583 | 1,93,27,008 | 32,44,957 |
| (d) Short-term provisions | 2,93,33,998 | 3,68,76,933 | 4,00,39,522 |
| | 6,55,20,30,134 | 1,48,77,51,272 | 1,54,39,96,375 |
| TOTAL – EQUITY AND LIABILITIES | 13,85,94,38,650 | 5,57,50,12,425 | 4,33,51,78,424 |
| II ASSETS | | | |
| (1) Non-current assets | | | |
| (a) Fixed assets | | | |
| (i) Tangible assets | 1,14,55,187 | 75,19,481 | 49,29,314 |
| (ii) Intangible assets | 17,21,42,502 | 1,49,97,643 | 4,85,288 |
| (iii) Capital work-in-progress | | | |
| (iv) Intangible assets under development | | | - |

| | | | |
|---------------------------------|------------------------|-----------------------|-----------------------|
| | - | 1,47,15,000 | |
| | 18,35,97,689 | 3,72,32,124 | 54,14,602 |
| (b) Non-current investments | 39,54,46,627 | 59,75,61,424 | 27,91,33,604 |
| (c) Deferred tax assets(Net) | 2,65,54,228 | 1,28,26,560 | - |
| (d) Long-term loans & advances | | | |
| -Loans | 3,01,47,03,789 | 1,23,42,09,264 | 2,67,24,590 |
| -Others | 10,47,57,223 | 7,75,93,020 | 3,11,97,032 |
| (e) Other non-current assets | 4,29,58,908 | 31,29,14,356 | 33,99,54,533 |
| | 3,58,44,20,774 | 2,23,51,04,624 | 67,70,09,759 |
| (2) Current assets | | | |
| (a) Current investments | 34,73,99,996 | 13,56,03,051 | 17,82,47,400 |
| (b) Inventories | - | - | - |
| (c) Trade receivables | - | - | - |
| (d) Cash and Bank balances | 1,02,34,13,276 | 72,69,61,101 | 13,02,30,318 |
| (e) Short-term loans & advances | | | |
| -Loans | 1,94,43,38,246 | 2,16,62,81,967 | 3,13,72,59,590 |
| -Others | 6,37,59,50,199 | - | - |
| (f) Other current assets | 40,03,18,470 | 27,38,29,558 | 20,70,16,755 |
| | 10,09,14,20,186 | 3,30,26,75,677 | 3,65,27,54,063 |
| TOTAL ASSETS | 13,85,94,38,650 | 5,57,50,12,425 | 4,33,51,78,424 |

(In Rs.)

b) Statement of Reformatted Unconsolidated Profit & Losses for last three years

| Particulars | 2018-2019 | 2017-2018 | 2016-2017 |
|--------------------------------------|-----------------------|---------------------|---------------------|
| Revenue | | | |
| Revenue from operations | 93,89,20,573 | 51,13,40,014 | 36,32,07,637 |
| Other Income | 8,04,68,884 | 19,32,60,871 | 2,28,27,473 |
| Total Revenue | 1,01,93,89,457 | 70,46,00,885 | 38,60,35,110 |
| Expenses | | | |
| Employee benefit expenses | 21,16,14,742 | 9,57,53,004 | 1,76,47,072 |
| Finance cost | 65,35,10,977 | 45,64,82,120 | 24,55,45,496 |
| Depreciation & amortization expenses | 1,30,83,351 | 84,54,293 | 3,84,846 |
| Other expenses | 8,82,38,626 | 8,16,25,354 | 1,45,85,845 |
| Provision and write offs | 5,09,62,943 | 3,40,94,607 | 2,29,45,821 |
| Total Expenses | 1,01,74,10,639 | 67,64,09,378 | 30,11,09,080 |
| Profit/(Loss) before tax | 19,78,817 | 2,81,91,507 | 8,49,26,030 |
| Tax expenses : | | | |
| Current tax expense for current year | 1,09,48,395 | 2,52,65,070 | 2,50,24,652 |
| Deferred tax | -1,37,27,668 | -1,29,48,646 | 51,07,260 |
| Fringe benefit tax | - | - | - |

| | | | |
|---|-------------------|--------------------|--------------------|
| Current tax expense relating to prior years | - | 1,20,00,000 | - |
| Total tax expense | -27,79,273 | 2,43,16,424 | 3,01,31,912 |
| Profit (loss) for the period | 47,58,091 | 38,75,082 | 5,47,94,118 |

c) Statement of Reformatted Unconsolidated Cash Flows for last three years

(In Rs.)

| Particulars | 2018-2019 | 2017-2018 | 2016-2017 |
|---|-----------------------|---------------------|-----------------------|
| Net profit before taxation, and extraordinary item | 19,78,818 | 2,81,91,507 | 8,49,26,030 |
| Adjustments for: | | | |
| Depreciation | | | |
| Provision for Old Debtors | | | |
| Provision for Standard Loans | | | |
| Profit on Sale of Investments | | | |
| Dividend Income | | | |
| | | | |
| Operating profit before working capital changes | 2,25,15,576 | 55,85,015 | 10,54,39,224 |
| (Increase)/ Decrease in Current/Non-Current Assets | | | |
| Increase/ (Decrease) in Current/Non-Current Liabilities | | | |
| | | | |
| Cash generated from operations | 5,31,27,63,967 | 12,63,33,262 | 49,97,39,017 |
| Tax (Paid) / Refund | | | |
| Net cash from operating activities [A] | 5,36,50,92,731 | 10,20,16,837 | 52,98,70,929 |
| Purchase/(Sale) of fixed assets, including intangible assets, Capital work-in-progress and Capital advances | | | |
| Purchase/Sale of current and Non-Current investments | | | |
| | | | |
| Net cash from investing activities [B] | 6,50,44,676 | 24,66,42,940 | 46,81,03,530 |
| Dividend Income | | | |
| Share issue expenses | | | |
| Proceeds of issue of share Capital/Premium | | | |
| Proceeds from long term borrowings# | | | |
| Proceeds from short term borrowings# | | | |
| Repayment of short term borrowings# | | | |
| | | | |
| Net cash used in financing activities [C] | 5,72,65,89,582 | 74,13,56,884 | 1,11,08,25,253 |
| Net increase in cash and cash equivalents [A+B+C] | 29,64,52,175 | 59,67,30,782 | 11,28,50,794 |
| Opening Cash and cash equivalents | 72,69,61,101 | 13,02,30,318 | 1,73,79,524 |
| Closing Cash and cash equivalents | 1,02,34,13,276 | 72,69,61,100 | 13,02,30,318 |
| Add; Earmarked Fixed Deposits | | | |
| Cash and Cash Equivalents as per Balance Sheet | 1,02,34,13,276 | 72,69,61,101 | 13,02,30,318 |

Represents net amount due to transaction volume

SECTION VII - OTHER INFORMATION AND ISSUE PROCEDURE

The Debentures being offered as part of the Issue are subject to the provisions of the Act, the Memorandum and Articles of Association of the Issuer, the terms of this Shelf Disclosure Document read with the relevant Supplemental Disclosure Document(s), the Application Form and other terms and conditions as may be incorporated in the Transaction Documents.

7.1 Mode of Transfer/Transmission of Debentures

The Debentures shall be transferable freely; however, it is clarified that no Investor shall be entitled to transfer the Debentures to a person who is not entitled to subscribe to the Debentures. The Debenture(s) shall be transferred and/or transmitted in accordance with the applicable provisions of the Act and the Applicable Law. The Debentures held in dematerialized form shall be transferred subject to and in accordance with the rules/procedures as prescribed by NSDL/CDSL and the relevant DPs of the transferor or transferee and the Applicable Laws and rules notified in respect thereof. The transferee(s) should ensure that the transfer formalities are completed prior to the Record Date. In the absence of the same, amounts due will be paid/redemption will be made to the person, whose name appears in the register of debenture holders maintained by the R&T Agent as on the Record Date, under all circumstances. In cases where the transfer formalities have not been completed by the transferor, claims, if any, by the transferees would need to be settled with the transferor(s) and not with the Issuer. The normal procedure followed for transfer of securities held in dematerialized form shall be followed for transfer of these Debentures held in dematerialised form. The seller should give delivery instructions containing details of the buyer's DP account to his DP.

Transfer of the Debentures to and from His/ NRIs/ OCBs, in case they seek to hold the Debentures and are eligible to do so, will be governed by the then prevailing guidelines issued by RBI.

7.2 Debentures held in Dematerialised Form

The Debentures shall, be held in dematerialised form and no action is required on the part of the Debenture Holder(s) for redemption purposes and the redemption proceeds will be paid by cheque/fund transfer/RTGS to those Debenture Holder(s) whose names appear on the list of beneficiaries maintained by the R&T Agent. The names would be as per the R&T Agent's records on the relevant Record Date fixed for the purpose of redemption. All such Debentures will be simultaneously redeemed through appropriate debit corporate action.

The list of beneficiaries as of the relevant Record Date setting out the relevant beneficiaries' name and account number, address, bank details and DP's identification number will be given by the R&T Agent to the Issuer. If permitted, the Issuer may transfer payments required to be made in any relation by NEFT/RTGS to the bank account of the Debenture Holder(s) for redemption payments.

7.3 Debenture Trustee for the Debenture Holder(s)

The Issuer has appointed Beacon Trusteeship Limited to act as trustee for the Debenture Holder(s). The Issuer and the Debenture Trustee intend to enter into the Debenture Trustee Agreement and the Debenture Trust Deed *inter alia*, specifying the powers, authorities and obligations of the Debenture Trustee and the Issuer. The debenture trustee(s) has given its consent to the Issuer for its appointment under regulation 4 (4) of SEBI (Issue and Listing of Debt Securities) Regulations, 2008 and in all the subsequent periodical communications sent to the holders of debt securities, the consent so received from the Debenture Trustee is attached as Annexure C to this Shelf Disclosure Document. The Debenture Holder(s) shall, without further act or deed, be deemed to have irrevocably given their consent to the Debenture Trustee or any of its agents or authorized officials to do all such acts, deeds, matters and things in respect of or relating to the Debentures as the Debenture Trustee may in its absolute discretion deem necessary or require to be done in the interest of the Debenture Holder(s). Any payment made by the Issuer to the Debenture Trustee on behalf of the Debenture Holder(s) shall discharge the Issuer *pro tanto* to the Debenture Holder(s). The Debenture Trustee will protect the interest of the Debenture Holder(s) in regard to the repayment of principal and yield thereon and the Debenture Trustee will take necessary action, subject to and in accordance with the Debenture Trustee Agreement and the

Debenture Trust Deed, at the cost of the Issuer. No Debenture Holder shall be entitled to proceed directly against the Issuer unless the Debenture Trustee, having become so bound to proceed, consistently fails to do so. The Debenture Trustee Agreement and the Debenture Trust Deed shall more specifically set out the rights and remedies of the Debenture Holder(s) and the manner of enforcement thereof.

7.4 Sharing of Information

The Issuer may, at its option, but subject to Applicable Law, use on its own, as well as exchange, share or part with any financial or other information about the Debenture Holder(s) available with the Issuer, with its subsidiaries and affiliates and other banks, financial institutions, credit bureaus, agencies, statutory bodies, as may be required and neither the Issuer nor its subsidiaries and affiliates nor their agents shall be liable for use of the aforesaid information.

7.5 Deemed Date of Allotment

All the benefits under the Debentures subscribed to by the Debenture Holders, will accrue to the Investor from the Deemed Date of Allotment provided for in the relevant Supplemental Disclosure Document issued in respect of the relevant Tranche/Series.

7.6 Debenture Holder not a Shareholder

The Debenture Holder(s) shall not be entitled to any right and privileges of shareholders other than those available to them under the Act. The Debentures shall not confer upon the Debenture Holders the right to receive notice(s) or to attend and to vote at any general meeting(s) of the shareholders of the Issuer.

7.7 Tax Deduction at Source (TDS)

Tax as applicable under the Income Tax Act, 1961, or any other statutory modification or re-enactment thereof will be deducted at source for which a certificate will be issued by the Company. As per the provisions of the Income Tax Act, 1961, no tax is deductible at source from the amount of interest payable on any listed dematerialised security, held by a person resident in India. Since the NCDs shall be issued in dematerialised mode and shall be listed on the WDM segment of BSE, no tax will be deductible at source on the payment/credit of interest/implicit yield on NCDs held by any person resident in India. In the event of rematerialisation of the NCDs, or NCDs held by person resident outside India or a change in Applicable Law governing the taxation of the NCDs, the following provisions shall apply:

- (a) In the event the NCDs are rematerialized and the Company is required to make a tax deduction, the Company shall make the payment required in connection with that tax deduction within the time allowed and in the minimum amount required by Applicable Law;
- (b) The Company shall within 30 (thirty) days after the due date of payment of any tax or other amount which it is required to pay, deliver to the Debenture Trustee evidence of such deduction, withholding or payment and of the remittance thereof to the relevant taxing or other authority.

Interest on application money shall be subject to TDS at the rates prevailing from time to time under the provisions of the Income Tax Act, 1961 or any other statutory modification or re-enactment thereof for which a certificate will be issued by the Company.

For seeking TDS exemption / lower rate of TDS, relevant certificate / document must be lodged by the Debenture Holder(s) at the Corporate Office of the Company at least 15 (Fifteen) days before the interest payment becoming due. Tax exemption certificate / declaration of non-deduction of tax at source on interest on application money should be submitted along with the Application Form.

For detailed tax implications of the investment in NCDs, Investors should get in touch with their tax consultant.

7.8 Object of the Issue and utilization of proceeds

The object of the Issue is to augment the long-term resources of the Company and to increase the average maturity period of its borrowings in compliance with the Applicable Laws.

The proceeds of the Issue would be utilised by the Company, *inter-alia*, for disbursements of loans to borrowers, refinancing existing borrowings, augmenting the working capital requirements of the Company, and for the general corporate purposes of the Company in compliance with the Applicable Laws.

7.9 Right of the Company to Purchase, Consolidate, Re-sell and Re-issue NCDs

(a) Purchase and Resale of NCDs:

The Company may, subject to Applicable Law at any time and from time to time, at its sole and absolute discretion purchase some or all of the NCDs held by the Debenture Holders at any time prior to the specified date(s) of redemption / put / call as specified in the relevant Supplemental DD. Such buy-back of NCDs may be at par or at discount / premium to the face value at the sole discretion of the Company. The NCDs so purchased may, at the option of the Company, be cancelled, consolidated, held or resold in accordance with the provisions of the Applicable Law.

(b) Reissue of Debentures

The Company shall have a right to repurchase the said Debentures or any of the Series of the Debentures and cancel or re-issue them from time to time in accordance with the provisions of the Act and Applicable Law. Upon such re-issue the person entitled to the Debentures shall have and shall be deemed always to have had, the same rights and priorities as if the Debentures had never been redeemed.

Where the Company has repurchased / redeemed any such NCDs, subject to the provisions the Companies Act, 2013 and other applicable legal provisions, the Company shall have and shall be deemed always to have had the right to keep such NCDs alive for the purpose of reissue and in exercising such right, the Company shall have and shall be deemed always to have had the power to reissue such NCDs either by reissuing the same NCDs or by issuing other NCDs in their place in either case, at such a price and on such terms and conditions (including any variations, dropping of or additions to any terms and conditions originally stipulated) as the Company may deem fit.

7.10 Modification of Rights

The Debenture Trustee and the Issuer will agree to make any modifications in this Shelf Disclosure Document or any Supplemental DD(s) which in the opinion of the Debenture Trustee is of a formal, minor or technical nature or is to correct a manifest error.

7.11 Variation of Debenture Holder(s) rights

The rights, privileges and conditions attached to the Debentures and this Shelf Disclosure Document and the relevant Supplemental DD(s) may be varied, modified or abrogated in accordance with the Articles of Association of the Company and the Act and with the consent of the Super Majority Debenture Holder(s). The rights, privileges and conditions attached to the Debentures of a particular Series/Tranche, may be varied, modified or abrogated in accordance with the Article of Association of the Company and the Act and with the consent of the Majority Debenture Holders of that Series/Tranche of Debentures. Provided that nothing in such resolution shall be operative against the Company where such resolution modifies or varies the terms and conditions governing the Debenture(s) if the same are not acceptable to the Company.

Provided that the Debenture Trustee and the Issuer may agree to make any modifications in this Shelf Disclosure Document or any Supplemental DD which in the opinion of the Debenture Trustee is of a formal, minor or technical nature or is to correct a manifest error.

7.12 Notices

The Company agrees to send notice of all meetings of the Debenture Holders specifically stating that the provisions for appointment of proxy as mentioned in Section 105 of the Companies Act, 2013 shall be applicable for such meeting. The notices, communications and writings to the Debenture Holder(s) required to be given by the Company shall be, deemed to have been given if sent by registered post or through recognized overnight courier service or by hand delivery to the sole / first allottee or sole/first registered Debenture Holder as the case may be at its address, registered with the Company.

All notices, communications and writings to be given by the Debenture Holder(s) shall be sent by registered post or through recognized courier service or by hand delivery to the Company at its Registered Office or to such persons at such address as may be notified by the Company from time to time and shall be deemed to have been received on actual receipt of the same.

7.13 Splitting and Consolidation:

Splitting and consolidation of the NCD5 is not applicable in the dematerialised mode form since the saleable lot is 1 (one) Debenture.

7.14 Transfers

The NCD may be transferred to any person duly qualified to acquire such NCDs under the Applicable Laws.

7.15 Letters of Allotment

The letter of allotment, indicating allotment of the Debentures, will be credited in dematerialised form within 2 (Two) Business Days from the Deemed Date of Allotment.

7.16 Succession

In the event of demise of a Debenture Holder, the Company will recognize the executor or administrator of the demised Debenture Holder or the holder of succession certificate or other legal representative of the demised Debenture Holder as the registered holder of such NCDs, if such a person obtains probate or letter of administration or is the holder of succession certificate or other legal representation, as the case may be, from a court in India having jurisdiction over the matter and delivers a copy of the same to the Company.

The Company may, in its absolute discretion, where it thinks fit, dispense with the production of the probate or letter of administration or succession certificate or other legal representation, in order to recognise such holder as being entitled to the NCD5 standing in the name of the demised Debenture Holder on production of sufficient documentary proof or indemnity. In case a person other than individual holds the NCDs, the rights in the NCDs shall vest with the successor acquiring interest therein, including liquidator or any such person appointed as per the Applicable Law.

7.17 Effect of Holidays

Should the date of payment of any Coupon which is due in respect of any Tranche/Series of Debentures fall on a day other than a 'Business Day' the immediately succeeding Business Day shall be considered as the effective date(s) for that payment.

In the event that the date of payment of the redemption amounts in respect of any Tranche of Debentures falls on a day other than a 'Business Day', the immediately preceding Business Day shall be considered as the effective date for that payment.

All interest and redemption calculations shall be made up to 1 (one) Business Day prior to the date of actual payment.

7.18 Debentures to Rank *Pari-Passu*

The Debenture(s) of this Issue shall rank first *pari-passu* inter-se without preference or priority of one over the other or others.

SECTION VIII– KEY REGULATIONS AND POLICIES

The following description is a summary of certain laws applicable in India to the business of our Company. The summary of laws, regulations and policies set forth below is not exhaustive and is only intended to provide general overview.

Our Company is engaged in the business of providing loans against collaterals. We are governed by the laws governing service sector enterprises and commercial establishments. We are a non-deposit taking (which does not accept public deposits), systemically important, NBFC. As such, our business activities are regulated by RBI regulations applicable to non-public deposit accepting systemically important NBFCs ("**ND-SI NBFC**").

Taxation statutes such as the Income Tax Act, 1961, the Finance Act, 1994, the Shops and Establishments Act, 1958, labour regulations such as the Employees' State Insurance Act, 1948 and the Employees' Provident Fund and Miscellaneous Act, 1952, and other miscellaneous regulations and statutes apply to us as they do to any other Indian company. The statements below are based on the current provisions of Indian law, and the judicial and administrative interpretations thereof, which are subject to change or modification by subsequent legislative, regulatory, administrative or judicial decisions.

Regulations governing NBFCs

As per the RBI Act, a financial institution has been defined as a company which includes a non-banking institution carrying on as its business or part of its business the financing activities, whether by way of making loans or advances or otherwise, of any activity, other than its own and it is engaged in the activities of loans and advances, acquisition of shares / stock / bonds / debentures / securities issued by the Government of India or other local authorities or other marketable securities of like nature, leasing, hire-purchase, insurance business, chit business but does not include any institution whose principal business is that of carrying out any agricultural or industrial activities or the sale / purchase / construction of immovable property.

As per prescribed law any company that carries on the business of a non-banking financial institution as its 'principal business' is to be treated as an NBFC. The term 'principal business' has not been defined in any statute, however, RBI has clarified through a press release (Ref. No. 1998-99/ 1269) issued in 1999, that in order to identify a particular company as an NBFC, it will consider both the assets and the income pattern as evidenced from the last audited balance sheet of the company to decide a company's principal business. The company will be treated as an NBFC if its financial assets are more than 50 per cent of its total assets (netted off by intangible assets) and income from financial assets should be more than 50 per cent of the gross income. Both these tests are required to be satisfied in order to determine the principal business of a company.

Every NBFC is required to submit to the RBI a certificate, from its statutory auditor within one month from the date of finalization of the balance sheet and in any case not later than December 30 of that year, stating that it is engaged in the business of non-banking financial institution requiring it to hold a certificate of registration.

NBFCs are primarily governed by the RBI Act, the Prudential Norms for Systemically Important Non-Deposit Taking Norms for Non-Banking Financial Company, 2017 read with RBI Norms for Raising Money through Private Placement of Non-Convertible Debentures (NCDs) issued vide circular bearing reference DNBR (PD) CC No.021/03.10.001/2014-15 dated February 20, 2015.

In addition to these regulations, NBFCs are also governed by various circulars, notifications, guidelines and directions issued by the RBI from time to time.

Securities Contract Regulation Act, 1956

The Securities Contract (Regulation) Act, 1956 as amended till date (“SCRA”) seeks to prevent undesirable transactions in securities by regulating the business of dealing in securities and other related matters. The SCRA provides for grant of recognition for stock exchanges by the Central Government. Every recognized stock exchange is required to have in place a set of rules relating to its constitution and bye-laws for the regulation and control of contracts. The said act deals with recognition, derecognition, regulation / control on the stock exchanges, empowers the stock exchanges for making its own bye laws, rules and the provisions pertaining to listing of securities, delisting of securities and dealing in securities. The said enactment also provides for appellate mechanism.

The bye-laws inter-alia provide for:

- (i) the opening and closing of markets and the regulation of the hours of trade;
- (ii) the fixing, altering or postponing of days for settlements;
- (iii) the determination and declaration of market rates, including the opening, closing highest and lowest rates for securities;
- (iv) the terms, conditions and incidents of contracts, including the prescription of margin requirements, if any, and conditions relating thereto, and the forms of contracts in writing;
- (v) the regulation of the entering into, making, performance, recession and termination of contracts, including contracts between members or between a member and his constituent.

Other disclosures are made in accordance with Section 42 of the Companies Act, 2013 and rule 14(1) of Companies (Prospectus and of Securities) Rules, 2014. (Provided in Form PAS – 4 annexed as Annexure J)

SECTION IX - MATERIAL CONTRACTS AND DOCUMENTS FOR INSPECTION

Material contract/agreements

The following contracts (not being contracts entered into in the ordinary course of business carried on by our Company) or documents pertaining to the Issue which are or may be deemed material have been entered or to be entered into by our Company. These contracts or documents which are or may be deemed material are available for inspection at the registered office of our Company from 10.00 am to 4.00 pm on working days from the date of opening of the Issue until the Issue closing date.

Material Contracts:

1. Agreement with NSDL Database Management Limited appointing it as registrar;
2. Agreement with Beacon Trusteeship Limited appointing it as debenture trustee;

Other Documents:

1. Memorandum and Articles of Association of the Issuer;
2. Audited Annual Reports of the Company for the last three years;
3. Certificate of incorporation dated January 19, 2009;
4. Resolution under section 180(1)(c) of the Companies Act, 2013 regarding borrowing powers up to Rs.2000 crore and resolution under section 180(1)(a) of the Companies Act, 2013 for creation of charge. The same have been attached as Annexure E to this Disclosure Document;
5. Resolution of the Board and Finance Committee of the Company for raising money under the Issue. The same has been attached as Annexure F and Annexure G respectively to this Disclosure Document;
6. Rating letter and rationale dated October 1, 2019 attached as Annexure B to this Shelf Disclosure Document;
7. Consent dated May 14, 2019 of Beacon Trusteeship Limited to act as Trustee to the Issue of Debentures, attached as Annexure C to this Shelf Disclosure Document;
8. Consent dated May 14, 2019 of NSDL Database Management Limited to act as Registrar to the Issue of Debentures, attached as Annexure D to this Shelf Disclosure Document;
9. Arranger mandate letter;
10. An undertaking that the Issuer will, till the redemption of the Debentures, submit the details of the latest audited/ limited review half yearly results (wherever available) and financial information (profit and loss statement, balance sheet and cash flow statement) and auditor qualifications, if any, to the Debenture Trustee within the timelines as mentioned in the simplified listing agreement, issued by SEBI vide circular dated May 11, 2009 as amended from time to time, for furnishing/ publishing it half yearly result;
11. The details of present Issue of Secured NCD will be covered under the Debenture Trust Deed;
12. An undertaking that permission/consent from the prior creditor for a *pari passu* charge being created where applicable in favour of debenture trustee has been obtained.

DECLARATION

The Issuer declares that as of the date of this Shelf Disclosure Document all the relevant provisions in the regulations / guidelines issued by SEBI and other Applicable Laws have been complied with and no statement made in this Shelf Disclosure Document is contrary to the provisions of the regulations / guidelines issued by SEBI and other Applicable Laws, as the case may be. The information contained in this Shelf Disclosure Document is applicable to the private placed debt securities and subject to the information available with the Issuer. The extent of disclosures made in the Shelf Disclosure Document is consistent with disclosures permitted by regulatory authorities to the issue of securities made by companies in the past.

For, **Centrum Financial Services Limited**

A handwritten signature in black ink, appearing to be 'Ranjan Ghosh', written over a horizontal line.

Name: Ranjan Ghosh

Designation: Managing Director & CEO

Date: 19/11/2019

ANNEXURE A – APPLICATION FORM

DRAFT ILLUSTRATIVE FORMAT OF THE APPLICATION FORM

Date: [●]
 Application Form: [●]
 By: [●]

To,
 The Compliance Officer
 Centrum Financial Services Limited
 2nd Floor, Bombay Mutual Building
 Dr. D.N. Road, Fort, Mumbai: 400001
 Maharashtra

Dear Sir,

Having read and understood the contents of the Shelf Disclosure Documents, Supplemental Disclosure Document and the Private Placement Offer Letter dated **November 19, 2019** and the term sheet included therein, we apply for allotment of the Debentures to us. The amount payable on application as shown below is remitted herewith. On allotment, please place our name(s) on the Register of Debenture holder(s). We bind ourselves to the terms and conditions as contained in the Shelf Disclosure Document, Supplemental Disclosure Document and the Private Placement Offer Letter.

(Please read carefully the instructions for filling this Application Form mentioned below)

| | |
|---|-----------------------|
| SERIES CFSL / MLD / [●] (TYPE___) DEBENTURES APPLIED FOR: | |
| Investor Category Code: (tick as applicable) | |
| Investor Category I () | |
| (Minimum Application of 25 (twenty-five) Debenture(s) and in multiples of 1 (One) thereafter) | |
| Number of Debentures _____ | In words _____ |
| Amount Rs. _____ | In words Rupees _____ |
| Investor Category II () | |
| (Minimum Application of 100 (hundred) Debenture(s) and in multiples of 1 (One) thereafter) | |
| Number of Debentures _____ | In words _____ |
| Amount Rs. _____ | In words Rupees _____ |

| |
|---|
| DETAILS OF PAYMENT: |
| Cheque / Demand Draft No. _____ Drawn on _____ |
| Funds transferred to Centrum Financial Services Limited Debenture Issue Account <i>HDFC Bank, A/c No 00600350143687.</i> |
| Dated _____ |
| Total Amount Enclosed (In Figures) _____ |
| (In words) _____ |

| Name of the Authorised Signatory (ies) | Designation | Signature |
|--|-------------|-----------|
| | | |
| | | |
| | | |

Unless otherwise requested, the Debentures/NCDs will be issued in dematerialised form. Applicant(s) are required to fill up the following particulars for such issuance:

| |
|--|
| REQUEST FOR DEBENTURES IN DEMATERIALIZED FORM : [●] |
| TOTAL NUMBER OF DEBENTURES: [●] |

I/We the undersigned, want to hold the Debentures of the Company in the dematerialised form. Details of my/our Beneficiary Account are given below:

| | |
|------------------------------------|-----|
| DEPOSITORY PARTICIPANT NAME | [●] |
| DP-ID | [●] |
| BENEFICIARY ACCOUNT NUMBER | [●] |
| NAME OF THE APPLICANT(S) | [●] |

I/We understand that: (i) in case of allotment of Debentures to me/us, my/our Beneficiary Account as mentioned above would get credited to the extent of allotted Debentures, (ii) the Applicant must ensure that the sequence of names as mentioned in the Application Form matches the sequence of name held with our Depository Participant, (iii) if the names of the Applicant(s) in this application are not identical and also not in the same order as the Beneficiary Account details with the above mentioned Depository Participant or if the Debentures cannot be credited to my/our Beneficiary Account for any reason whatsoever, the Company shall be entitled at its sole option to reject the application.

I/We understand that in case of allotment of Debentures to me/us, the Applicant must ensure that the sequence of names as mentioned in the Application Form matches the sequence of name in the debenture certificate.

The details mentioned above would be used for all correspondence with the applicants including mailing of Allotment Letters and printing of bank particulars on the refund/interest order (if any). By signing the Application Form, the applicant would have deemed to have authorized the depositories to provide, upon request, to the Registrar to the Issue these relevant details. Applicant may note that delivery of Refund Orders/Allotment of Debentures in the Demat Account/Allotment Letters may get delayed if the details provided by the applicant are incorrect. Please note that any such delay shall be at the applicant’s sole risk and neither Company nor the Registrars shall be liable to compensate the applicant for any losses caused to the applicant due to any such delay or liable to pay any interest for such delay.

I/We hereby confirm that I/we have reviewed, read and understood the terms and conditions contained in the Shelf Disclosure Document and the Private Placement Offer Letter and found the same acceptable for investment. I/We hereby confirm that we have been explained the nature of these NCDs and I/We understand the nature of the risks inherent in an investment in these NCDs.

I / We understand that the Issuer may communicate to or intimate me / us only by e-mail or facsimile message and I / we undertake to accept the same as a valid communication or intimation as if such communication or intimation had been otherwise hand delivered or delivered by registered post or courier. I / We undertake that upon sale or transfer to subsequent investor or transferee (“**Transferee**”), I / We shall convey all the terms and conditions contained herein (including the fact that these

Debentures cannot be sold to a Non-Resident Indian and/or an Overseas Corporate Body or Foreign Portfolio Investor) to such Transferee. I / We undertake that we shall not sell or transfer the Debentures to a Non-Resident Indian and/or an Overseas Corporate Body and/or Foreign Portfolio Investor. In the event of any Transferee (including any intermediate or final holder of the Debentures) suing the Issuer (or any person acting on its or their behalf) we shall indemnify the Issuer (and all such persons acting on its or their behalf) and also hold the Issuer and each of such person harmless in respect of any claim by any Transferee.

Sole/First Applicant's

Second Applicant's

Third Applicant's

Signature

Signature

Signature

(Tear

here

ACKNOWLEDGEMENT SLIP:

Application No.: [●]

Date: [●]

| | |
|--------------------------------|-----|
| NCD Series | [●] |
| No. of Debentures (in figures) | [●] |
| No. of Debentures (in words) | [●] |
| Amount (Rs. in figures) | [●] |
| Amount (Rs. in words) | [●] |
| NEFT / RTGS | [●] |

For all further correspondence, please contact the Compliance Officer.

INSTRUCTIONS

- Application must be completed entirely in English, using BLOCK LETTERS.
- A signature can be made either in English or in any other Indian language.
- Application forms duly completed in all respects, must be lodged at the Company's Registered Office.
- All transfers/RTGS must be made payable to "[●]". Details for RTGS payments are mentioned herein below:

Beneficiary Name: [●]
 Bank Name: [●]
 Account No. : [●]
 IFSC Code: [●]

- Cheques, cash, money orders, postal orders and stock invest will NOT be accepted.
- As a matter of precaution against possible fraudulent encashment of interest warrants due to loss/misplacement, one is requested to mention the full particulars of the bank account, as specified in the application form.
- Interest warrants will then be made out in favour of the bank for credit to one's account. In case the full particulars are not given, cheques will be issued in the name of the applicant at their own risk.
- One should mention their Permanent Account Number or the GIR number allotted under Income-Tax Act, 1961 and the Income-Tax Circle/Ward/District In case where neither the PAN nor GIR number has been allotted, the fact of non-allotment should be mentioned in the application form in the space provided.
- The application would be accepted as per the terms of the issue outlined in the Shelf Disclosure Document / Disclosure Document / Private Placement Offer Letter.
- The payment(s) towards subscription of the securities shall be made from the bank account(s) of the applicants.

ANNEXURE B - CREDIT RATING LETTER AND RATIONALE



CARE/HO/RL/2019-20/3050
 Mr. Ranjan Ghosh
 MD and CEO
 Centrum Financial Services Limited,
 Centrum House, C.S.T. Road,
 Vidyanagari Marg, Kalina,
 Santacruz (E), Mumbai – 400 098

October 01, 2019

Confidential

Dear Sir,

Credit rating for Principal Protected Market Linked Debenture

On the basis of recent developments including operational and financial performance of your company for FY19 and Q1FY20, our Rating Committee has reviewed the following rating:

| Instrument | Rated Amount (Rs. crore) | O/s amount as on Sept 30,2019 (Rs. crore) | Unutilised amount (Rs. crore) | Rating ¹ | Rating Action |
|--|--|---|--|---|--|
| Principle Protected Market Linked Debenture. | 450 (Rupees Four Hundred and fifty crore only) | 391.22 (Rupees Three Hundred and ninety one crores and twenty two lakhs only) | 58.78 (Rupees Fifty eight crores and seventy eight lakhs only) | CARE PP-MLD A-; Negative (PP-MLD Single A Minus; Outlook: Negative) | Reaffirmed and Outlook revised from 'Stable' to 'Negative' |

- Please arrange to get the rating revalidated, in case the proposed issue is not made within a period of six months.
- In case there is any change in the size or terms of the proposed issue, please get the rating revalidated.
- Please inform us the below-mentioned details of issue immediately, but not later than 7 days from the date of placing the instrument:

| Instrument type | ISIN | Issue Size (Rs cr) | Coupon Rate | Coupon Payment Dates | Terms of Redemption | Redemption date | Name and contact details of Debenture | Details of top 10 investors |
|-----------------|------|--------------------|-------------|----------------------|---------------------|-----------------|---------------------------------------|-----------------------------|
|-----------------|------|--------------------|-------------|----------------------|---------------------|-----------------|---------------------------------------|-----------------------------|

¹Complete definitions of the ratings assigned are available at www.careratings.com and in other CARE publications.

| | | | | | | | | |
|--|--|--|--|--|--|--|--|---------|
| | | | | | | | | Trustee |
|--|--|--|--|--|--|--|--|---------|

6. Kindly arrange to submit to us a copy of each of the documents pertaining to the NCD issue, including the offer document and the trust deed.
7. The rationale for the rating will be communicated to you separately.
8. CARE reserves the right to undertake a surveillance/review of the rating from time to time, based on circumstances warranting such review, subject to at least one such review/surveillance every year.
9. CARE reserves the right to revise/reaffirm/withdraw the rating assigned as also revise the outlook, as a result of periodic review/surveillance, based on any event or information which in the opinion of CARE warrants such an action. In the event of failure on the part of the entity to furnish such information, material or clarifications as may be required by CARE so as to enable it to carry out continuous monitoring of the rating of the debt instrument, CARE shall carry out the review on the basis of best available information throughout the life time of such instrument. In such cases the credit rating symbol shall be accompanied by "ISSUER NOT COOPERATING". CARE shall also be entitled to publicize/disseminate all the afore-mentioned rating actions in any manner considered appropriate by it, without reference to you.
10. Users of this rating may kindly refer our website www.careratings.com for latest update on the outstanding rating.
11. CARE ratings are not recommendations to buy, sell or hold any securities.

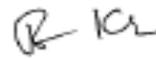
If you need any clarification, you are welcome to approach us in this regard. We are indeed, grateful to you for entrusting this assignment to CARE.

Thanking you,

Yours faithfully,



[Shailee Sanghvi]
Deputy Manager
shailee.sanghvi@careratings.com



[Ravi Kumar]
Associate Director
ravi.kumar@careratings.com

Page 2 of 3

CARE Ratings Limited
(Formerly known as Credit Analysis & Research Limited)

4th Floor, Godrej Coliseum, Somaya Hospital Road, Off Eastern Express Highway, Sion (E), Mumbai - 400 022.
Tel: +91-22- 6754 3456 • Fax: +91-22- 022 6754 3457 • www.careratings.com • CIN-L67190MH1993PLC071691

Encl.: As above

Disclaimer

CARE's ratings are opinions on credit quality and are not recommendations to sanction, renew, disburse or recall the concerned bank facilities or to buy, sell or hold any security. CARE has based its ratings/outlooks on information obtained from sources believed by it to be accurate and reliable. CARE does not, however, guarantee the accuracy, adequacy or completeness of any information and is not responsible for any errors or omissions or for the results obtained from the use of such information. Most entities whose bank facilities/instruments are rated by CARE have paid a credit rating fee, based on the amount and type of bank facilities/instruments.

In case of partnership/proprietary concerns, the rating/outlook assigned by CARE is based on the capital deployed by the partners/proprietor and the financial strength of the firm at present. The rating/outlook may undergo change in case of withdrawal of capital or the unsecured loans brought in by the partners/proprietor in addition to the financial performance and other relevant factors.

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CARE Ratings Limited
(Formerly known as Credit Analysis & Research Limited)

4th Floor, Godrej Coliseum, Somaya Hospital Road, Off Eastern Express Highway, Sion (E), Mumbai - 400 022.
Tel: +91-22- 6754 3456 • Fax: +91-22- 022-6754 3457 • www.careratings.com • CIN-167190MH1993PLC021691

ANNEXURE C – CONSENT LETTER OF DEBENTURE TRUSTEE



Ref: 5696/CL/MUM/19-20/DEB/30
Date: May 14, 2019
Centrum Financial Services Limited
Centrum House, C.S.T. Road,
Vidyanagari Marg,
Kalina, Santacruz (East),
Mumbai-400 098.

Kind Attn: - Ms. Archana Goyal

Dear Madam,

Re : Consent to act as Debenture Trustee for Secured Redeemable Market Linked Non-Convertible Debentures aggregating to Rs. 200 Crs

This is with reference to our conversation regarding appointment of Beacon Trusteeship Limited as Debenture Trustee for Secured, Redeemable Non-convertible Market Linked Debentures aggregating to Rs. 200 Crores/-.

In this regards it would indeed be our pleasure to be associated with your esteemed organization as Debenture Trustee. In this connection, we confirm our acceptance to act as Debenture Trustee for the same.

We are also agreeable for inclusion of our name as trustees in the Company's offer document/disclosure document/ listing application/any other document to be filed with the Stock Exchange(s) or any other authority as required.

Looking forward to a long and fruitful association with your esteemed organization.

Yours faithfully,
For Beacon Trusteeship Limited

A handwritten signature in blue ink, appearing to be "Archana Goyal", with a blue circular stamp or seal partially visible behind it.

Authorised Signatory

BEACON TRUSTEESHIP LTD

Corporate Office : 4C & D , Siddhivinayak Chambers, Gandhi Nagar, Opp MIG Cricket Club, Bandra East (E), Mumbai 400051
Regd Office: F/201, Jai Balaji CHS Ltd, Plot no. 23, Sector 6, Nerul, Thane, Maharashtra -400706. | CIN: U74999MH2015PLC271288 | Phone : 022-26558759 | Email : contact @beacontrustee.co.in | Website : www.beacontrustee.co.in

ANNEXURE D – CONSENT LETTER OF THE REGISTRAR TO THE ISSUE

NSDL Database Management Limited



May 14, 2019

Mr. Dipesh Goyal
Company Secretary

Centrum Financial Services Limited.
Centrum House, CST Road
Vidyanagari Marg, Kalina
Santacruz (East)
Mumbai - 400098

Dear Sir,

This has reference to your email dated May 14, 2019 regarding consent letter for debenture issue. We are happy to act as Register & Transfer Agents for proposed Secured, Listed, Rated, Redeemable, Non-Convertible, Principal Protected Market Linked Debentures.

We hereby give our consent to include our name in the Disclosure Document for the Secured, Listed, Rated, Redeemable, Non-Convertible, Principal Protected Market Linked Non-Convertible Debentures

Our SEBI registration is INR000004181.

Yours faithfully

For NSDL Database Management Ltd.

Nilesh Bhandare
Manager



ANNEXURE E – RESOLUTION UNDER SECTION 180(1)(C) PASSED AT THE ANNUAL GENERAL MEETING

CENTRUM

CERTIFIED TRUE COPY OF THE RESOLUTION PASSED AT THE ANNUAL GENERAL MEETING OF CENTRUM FINANCIAL SERVICES LIMITED HELD ON FRIDAY, AUGUST 10, 2018 AT 10.00 AM AT CENTRUM HOUSE, C.S.T ROAD, VIDYANAGARI MARG, KALINA, SANTACRUZ (EAST), MUMBAI – 400098.

SPECIAL RESOLUTION

1. APPROVAL UNDER SECTION 180(1)(c) OF THE COMPANIES ACT, 2013 TO BORROW FROM TIME TO TIME ANY SUM OR SUMS OF MONEY UPTO THE LIMIT OF 2000 CRORES.

"RESOLVED THAT in supersession to the earlier resolution passed by the members of the Company and pursuant to the provisions of Section 180(1)(c) of the Companies Act, 2013 and other provisions, if any, of Companies Act 2013, RBI regulations, subject to statutory amendments thereto from time to time, the consent of the members of the Company, be and is hereby given, to borrow for and on behalf of the Company from time to time as they may consider fit, any sum or sums of money in any manner, and without prejudice to the generality thereof, by way of loans, advances, credits, commercial paper, non-convertible debentures, compulsorily convertible debentures in the form of either fund based or non-fund based facility or otherwise in Indian Rupees or any other foreign currency from any bank or banks or any financial institutions, Central Government or State Government, body corporate, firm, other person or persons, and whether the same be unsecured or secured and if secured, whether by way of mortgage, charge, hypothecation, pledge, assignments, securitization or transfer into any trust or special purpose vehicle or otherwise in any way whatsoever, on over or in respect of all or any of the Company's assets and effects and properties including uncalled capital, stock in trade (including raw materials, stores, spares and components in stock or in transit) notwithstanding that the money to be borrowed together with the money, if any, already borrowed by the Company (apart from temporary loans and credits obtained from the Company's bankers in the ordinary course of business) may exceed the aggregate of the paid up capital of the Company and its free reserves, i.e. reserves not set apart for any specific purpose, provided however that, the total amount so borrowed by the Board of Directors and outstanding at any time shall not exceed Rs. 2,000 Crores (Rupees Two Thousand Crores) or equivalent amount in foreign currency, exclusive of interest and other charges;

RESOLVED FURTHER THAT any of the Directors of the Company be and are hereby severally authorized to execute such agreements, papers, deeds and other instruments or writings containing such conditions, covenants as it may think fit to give effect to this resolution

RESOLVED FURTHER THAT any of the Directors of the Company be and are hereby severally authorized to delegate all or any of the aforesaid powers to any committee of Directors/officers or any other principal officer of the Company on such conditions as the Board may deem fit and to take all such steps that may be required to give effect to this resolution;



Centrum Financial Services Limited, (CIN No. U65910MH1993PLC192085)

Corporate Office : Centrum House, CST Road, Vidyanagari Marg, Kalina, Santacruz (East), Mumbai - 400 098. Tel : +91 22 4215 9000

Registered Office : 2nd Floor, Bombay Mutual Building, Dr. D. N. Road, Fort, Mumbai - 400 001

Tel : +91 22 2266 2434 / Email : info@centrum.co.in | Website : www.centrum.co.in

CENTRUM

RESOLVED FURTHER THAT any one of the Directors of the Company and/or the Company Secretary be and are hereby severally authorized to forward a certified true copy of the resolution to the concerned persons/Authorities for action thereon."

CERTIFIED TO BE TRUE
FOR CENTRUM FINANCIAL SERVICES LIMITED


ARCHANA GOYAL
COMPANY SECRETARY



Centrum Financial Services Limited, (CIN No. U65910MH1993PLC192085)

Corporate Office : Centrum House, CST Road, Vidyanagari Marg, Kalina, Santacruz (East), Mumbai - 400 098. Tel: +91 22 4215 9000

Registered Office : 2 nd Floor, Bombay Mutual Building, Dr. D. N. Road, Fort, Mumbai - 400 001
Tel: +91 22 2266 2434 / Email : info@centrum.co.in | Website : www.centrum.co.in

ANNEXURE F – BOARD RESOLUTION OF THE COMPANY

CENTRUM

CERTIFIED TRUE COPY OF THE RESOLUTION PASSED AT THE MEETING (Q1/2/2019-2020) OF THE BOARD OF DIRECTORS OF CENTRUM FINANCIAL SERVICES LIMITED HELD ON MONDAY, MAY 13, 2019, AT 11.00 A.M. AT CENTRUM HOUSE, C.S.T. ROAD, VIDYANAGARI MARG, KALINA, SANTACRUZ (EAST), MUMBAI – 400 098.

CONSIDERATION AND APPROVAL OF FURTHER ISSUE OF SECURITIES

"RESOLVED THAT pursuant to Section 42, 62, 71, 179 and other applicable provisions, if any, of the Companies Act, 2013 (the "Act") read with the Companies (Prospectus and Allotment of Securities) Rules, 2014 and the Companies (Share Capital and Debentures) Rules, 2014, any other applicable provisions under the Act, Securities and Exchange Board of India Act, 1992, Securities Contract Regulation Act, 1956, SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015 (including any statutory modification(s) thereto or re-enactment(s) thereof for the time being in force), as may be amended from time to time, SEBI (Issue and Listing of Debt Securities) Regulations, 2008 (including any statutory modification(s) thereto or re-enactment(s) thereof for the time being in force), as may be amended from time to time, the Depositories Act, 1996, Indian Stamp Act 1899, and/or the Rules, Regulations, Guidelines and Circulars issued thereunder and subject to the Reserve Bank of India regulations/ guidelines/circulars, the Memorandum and Articles of Association of the Company, the provisions of listing agreement entered into/ to be entered into with any stock exchange/s, and subject to any other regulations, consents, permissible approvals and sanctions, if any, as may be necessary and subject to such conditions, if any, as may be laid down by any other authority and in accordance with the approval of members of the Company at their Annual General Meeting held on August 10, 2018, approval of the Board be and is hereby given to create, offer, issue, allot, list, redeem, pay interest, etc., by issue of rated/ unrated/ listed/ unlisted securities, which may be secured/ unsecured, convertible/ non-convertible ("Securities") and as may be decided by the Board/ Finance Committee to such persons or entities, including companies, financial institutions, insurance companies, mutual funds, pension/ provident funds and individuals, as the case may be or such other entities as the Board/ Finance Committee may decide so, however that the aggregate amount of funds from any such offering(s), whether in one or more tranches, shall not exceed Rs. 500 Crore (Rupees Five Hundred Crores Only);

RESOLVED FURTHER THAT the Finance Committee of the Company be and is hereby authorised to decide the terms and conditions of the offer, the opening and closing of the offer, transfer or allotment of securities, listing/ delisting of securities, redemption, interest payment, other terms etc., and to take all the necessary steps and to do all such acts, deeds, matters and things as may be deemed necessary, desirable, proper or expedient for the purpose of giving effect to this resolution and for matters connected therewith or incidental thereto;

RESOLVED FURTHER THAT Mr. Dipesh Goyal, may be appointed as Compliance Officer for the issue/s under the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and other applicable regulations and shall undertake the responsibilities as listed in the regulation.



Centrum Financial Services Limited, (CIN No. U65910MH1993PLC192085)

Corporate Office : Centrum House, CST Road, Vidyanagari Marg, Kalina, Santacruz (East), Mumbai - 400 098. Tel : +91 22 4975 9000

Registered Office : 2 nd Floor, Bombay Mutual Building, Dr. D. N. Road, Fort, Mumbai - 400 001

Tel : +91 22 2266 2434 / Email : info@centrum.co.in | Website : www.centrum.co.in

CENTRUM

RESOLVED FURTHER THAT the Finance Committee be and is hereby authorized to open one or more bank accounts in the name of the Company in Indian currency or foreign currency (ies) with such bank or banks in India as may be required in connection with the aforesaid issue; subject to requisite approvals from Reserve Bank of India, if any, any one of the Directors, CFO or Company Secretary of the Company or any other officer as may be authorized by the Board / Finance Committee be and are hereby authorized to sign and execute the application forms and other documents required for opening the account, to operate the said account, and to give such instructions including closure thereof as may be required and deemed appropriate by these signatories, and that the said bank/s be and is/are hereby authorized to honor all cheques and other negotiable instruments drawn, accepted or endorsed and instructions given by the aforesaid signatories on behalf of the Company;

RESOLVED FURTHER THAT the Finance Committee be and is hereby authorized to do such acts, deeds and things as the Finance Committee in its absolute discretion deems necessary or desirable in connection with the offer of the Securities, including, without limitation, the following:

- i finalization of the terms of offer of the Securities
- ii finalization of the allotment of the Securities on the basis of the bids/applications received;
- iii approval of the preliminary and final offer document (including amending, varying or modifying the same, as may be considered desirable or expedient) as finalized in accordance with all applicable statutory and/or regulatory requirements.
- iv acceptance and appropriation of the proceeds of the issue of the Securities;
- v authorization of the maintenance of a register of holders of the Securities;
- vi authorization of any director or directors of the Company or other officer or officers of the Company, including by the grant of power of attorney, to do such acts, deeds and things as authorized person in its absolute discretion may deem necessary or desirable in connection with the issue and allotment of the Securities;
- vii seeking, if required, the consent of the Company's lenders, or any other entities from whom consent may be required.
- viii giving or authorizing the giving by concerned persons of such consents and authorities as may be required from time to time; and deciding the pricing and terms of the Securities, and all other related matters;

RESOLVED FURTHER THAT the Board / Finance Committee be and is hereby authorized to delegate all or any of its powers herein conferred to any one or more officers of the Company/ Group Company;

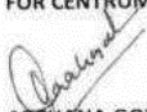


CENTRUM

RESOLVED FURTHER THAT the common seal of the Company, if required, to be affixed in India on any agreement, undertaking, deed or any other document, the same is to be affixed in the presence of anyone of the directors of the company or anyone of the authorized officers of the company in accordance with the Articles of the Association of the Company.

RESOLVED FURTHER THAT a copy of the resolution duly certified to be true by any one of the Directors or the Company Secretary, if any, be forwarded for submission to various Authorities."

**CERTIFIED TO BE TRUE
FOR CENTRUM FINANCIAL SERVICES LIMITED**


**ARCHANA GOYAL
COMPANY SECRETARY**



Centrum Financial Services Limited, (CIN No. U65910MH1993PLC192085)

Corporate Office : Centrum House, CST Road, Vidyanagari Marg, Kalina, Santacruz (East), Mumbai - 400 098. Tel : +91 22 4215 9000

Registered Office : 2 nd Floor, Bombay Mutual Building, Dr. D. N. Road, Fort, Mumbai - 400 001

Tel : +91 22 2266 2434 / Email : info@centrum.co.in | Website : www.centrum.co.in

ANNEXURE G – RESOLUTION OF THE FINANCE COMMITTEE OF THE ISSUER

CENTRUM

CERTIFIED TRUE COPY OF THE RESOLUTION PASSED AT THE MEETING OF THE FINANCE COMMITTEE OF CENTRUM FINANCIAL SERVICES LIMITED HELD ON TUESDAY, MAY 14, 2019 AT 2:00 PM AT CENTRUM HOUSE, C.S.T. ROAD, VIDYANAGARI MARG, KALINA, SANTACRUZ (EAST), MUMBAI – 400 098.

APPROVAL FOR OFFER AND ALLOCATION OF SECURED, LISTED, RATED, REDEEMABLE, NON-CONVERTIBLE, PRINCIPAL PROTECTED MARKET LINKED DEBENTURES UPTO AN AMOUNT UPTO RS. 200 CRORE, APPOINTMENT OF INTERMEDIARIES FOR THE ISSUE, CREATION OF CHARGE AND OTHER MATTERS IN RESPECT OF THE ISSUE

"RESOLVED THAT pursuant to Section 42, 71 and other applicable provisions, if any, of the Companies Act, 2013 (the "Act") read with the Companies (Prospectus and Allotment of Securities) Rules, 2014 and the Companies (Share Capital and Debentures) Rules, 2014, any other applicable provisions under the Act, Securities and Exchange Board of India Act, 1992, Securities Contract Regulation Act, 1956, SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015 (including any statutory modification(s) thereto or re-enactment(s) thereof for the time being in force), as may be amended from time to time, SEBI (Issue and Listing of Debt Securities) Regulations, 2008 (including any statutory modification(s) thereto or re-enactment(s) thereof for the time being in force), as may be amended from time to time, the Depositories Act, 1996, Indian Stamp Act 1899, and/or the Rules, Regulations, Guidelines and Circulars issued thereunder and subject to the Reserve Bank of India regulations/guidelines, the Memorandum and Articles of Association of the Company, the provisions of Uniform Listing Agreement entered into with the Bombay Stock Exchange Limited ("BSE"), and subject to such consents, permissible approvals and sanctions, if any, as may be necessary and subject to such conditions, if any, as may be laid down by any other authority and in accordance with the approval of members of the Company at their Annual General Meeting held on August 10, 2018 and powers given by the Board of Directors at their meeting held in May 13, 2019 ("Board"), the consent of the Committee be and is hereby given to the offer and allocate secured, listed, rated, redeemable, non-convertible, principal protected, market linked debentures for cash at par/premium/discount aggregating up to Rs. 200,00,00,000 (Rupees Two Hundred Crore only) to be issued in one or more tranches/series/types, on a private placement basis (the "offer") to such person or persons, including one or more companies and bodies corporate, statutory corporations, commercial banks, lending agencies, financial institutions, insurance companies, mutual funds, pension/provident funds and individuals on such terms and conditions as may be approved by the Committee from time to time;

RESOLVED FURTHER THAT Mr. Dipesh Goyal, may be appointed as Compliance Officer for the issue under the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and other applicable regulations and shall undertake the responsibilities as listed in the regulation.

RESOLVED FURTHER THAT any one of the Directors or Compliance Officer or Chief Financial Officer or the Company Secretary ("Authorized Persons") of the Company be and are hereby severally authorized to *inter-alia* do the following:

- to appoint Registrar and Transfer Agent (RTA) to the issue;
- to appoint Debenture Trustee to the issue;
- to appoint or modify any intermediaries as may be required;
- to seek admission of securities with CDSL/NSDL;
- to make an application to BSE for listing and trading of the said Debentures and execute, sign and file various documents, applications, papers, documents, undertakings and deeds as may be deemed necessary, and to make such alterations thereon;
- to create charge on the assets/properties of the Company as may be required;



Centrum Financial Services Limited, (CIN No. U65910MH1993PLC192085)

Corporate Office : Centrum House, CST Road, Vidyaganari Marg, Kalina, Santacruz (East), Mumbai - 400 098. Tel : +91 22 4215 9000

Registered Office : 2nd Floor, Bombay Mutual Building, Dr. D. N. Road, Fort, Mumbai - 400 001

Tel : +91 22 2266 2434 / Email : info@centrum.co.in | Website : www.centrum.co.in



- to obtain valuation report, if required;
- to fund amounts towards the debenture redemption reserve as and when required in accordance with the provisions of the Act and the rules therein;
- to file all necessary forms, returns, documents etc. with the relevant Registrar of Companies ("ROC"), stock exchange, the Securities and Exchange Board of India (the "SEBI"), the sub-registrar of assurances, and any other government/quasi-governmental authorities, bank(s) etc. as may be required;
- to sign and execute any documents, forms, papers etc. as may be required and to do all such acts, deeds, matters and things as may be necessary, required or incidental to give effect to above resolutions;
- to undertake all acts pertaining to providing any assets/ property as security.
- to modify terms, negotiate, and carry out all functions related to the issue;
- to finalize, execute, sign, stamp various agreements, deeds, documents, undertakings, declarations including necessary agreement with the RTA, tripartite agreement with NSDL and CDSL, debenture trust deed, any security document/s, agreement(s), undertaking(s) or any other documents and get those registered with any ROC, sub-registrar, governmental/quasi-governmental or non-governmental authorities as may be required anywhere in India;
- to represent the Company and appear before any statutory authority, including ROC, sub-registrar, governmental or non-governmental authorities, banks, trustee, financial institutions; etc. as may be required;
- to register the company on the SEBI Complaints Redress System (SCORES)
- to give certified copies of any documents, papers, resolutions including this resolution, forms etc. required to be submitted to any ROC, sub-registrar, governmental or non-governmental authorities, banks, trustee, financial institutions, etc.;
- to do all such acts, deeds and things as may be necessary, required or incidental to give effect to this resolution and to solve any doubts or questions which may arise pertaining thereto."

RESOLVED FURTHER THAT any one of the aforesaid Authorized Persons be and are hereby authorized to affix the common seal of the Company, if required; to any of the aforesaid documents who shall sign the same in token thereof and are further authorized to carry the common seal to any place in India for affixing the same on any document, if required;

RESOLVED FURTHER THAT that a copy of this resolution duly certified as a true copy by any one of the Directors or the Company Secretary or the Compliance Officer of the Company be submitted to the concerned authority/ entity and they be requested to rely upon the authority for the same."

CERTIFIED TO BE TRUE
FOR CENTRUM FINANCIAL SERVICES LIMITED


ARCHANA GOYAL
COMPANY SECRETARY



ANNEXURE H – FORMAT OF SUPPLEMENTAL DISCLOSURE DOCUMENT

Series [●]

**SUPPLEMENTAL DISCLOSURE DOCUMENT FOR
ISSUE OF NON-CONVERTIBLE DEBENTURES
ON A PRIVATE PLACEMENT BASIS**

DATE: [●]



**CENTRUM FINANCIAL SERVICES LIMITED
(CIN: U65910MH1993PLC192085)**

A Public Limited Company Incorporated on 27th January 1993 under the Companies Act, 1956, as amended and registered as a Non-Banking Financial Company within the meaning of the Reserve Bank of India Act, 1934 (2 of 1934)

Registered Office: 2nd Floor, Bombay Mutual Building, Dr. D.N. Road, Fort, Mumbai-400001

Corporate Office: Centrum House, CST Road, Vidyanagari Marg, Kalina, Santacruz East, Mumbai-400098

Tel: +91 22 42159000, **Fax:** [●], **Website:** www.centrum.co.in

Contact Person: Ms. Archana Goyal, Compliance Officer **Email:** cs@centrum.co.in

SUPPLEMENTAL DISCLOSURE DOCUMENT FOR PRIVATE PLACEMENT OF UPTO [●] SECURED, RATED, LISTED, REDEEMABLE, NON-CUMULATIVE, MARKET LINKED, NON-CONVERTIBLE DEBENTURES OF THE FACE VALUE RS. [●] (Rs. [●]) EACH (“DEBENTURES” or “NCDs”) FOR CASH, AGGREGATING UPTO RS. [●] (Rs. [●]) (THE “ISSUE”) UNDER THE SHELF DISCLOSURE DOCUMENT DATED NOVEMBER [●], (“SHELF DISCLOSURE DOCUMENT” OR “SHELF DD”) AS AMENDED / SUPPLEMENTED FROM TIME TO TIME FOR PRIVATE PLACEMENT OF SECURED, RATED, LISTED, REDEEMABLE, NON-CUMULATIVE MARKET-LINKED NON-CONVERTIBLE DEBENTURES AGGREGATING U PTO RS.[●], TO BE ISSUED IN ONE OR MORE SERIES

This supplemental disclosure document (“**Supplemental Disclosure Document/Supplemental DD**”) is issued in terms of and pursuant to the Shelf Disclosure Document dated [●]. All the terms, conditions, information and stipulations contained in the Shelf Disclosure Document are incorporated herein by reference as if the same were set out herein. Investors are advised to refer to the same to the extent applicable. This Supplemental Disclosure Document must be read in conjunction with the Shelf Disclosure Document and the Private Placement Offer Letter.

This Supplemental DD contains details of this Tranche / Series and any material changes in the information provided in the Shelf Disclosure Document, as set out herein. Accordingly set out below are the updated particulars / changes in the particulars set out in the Shelf Disclosure Document, which additional / updated

information / particulars shall be read in conjunction with other information / particulars appearing in the Shelf Disclosure Document. All other particulars appearing in the Shelf Disclosure Document shall remain unchanged.

All capitalised terms used but not defined herein shall have the meaning ascribed to them in the Shelf Disclosure Document.

This Supplemental DD is dated [●], 2019

[Summary Term Sheet annexed]

DRAFT ILLUSTRATIVE FORMAT OF THE SUMMARY TERM SHEET*

Series [●]

| | | |
|----|---------------------------------------|---|
| 1. | Security Name | Centrum Financial Services Limited Market Linked Non-Convertible Debentures Series [●] |
| 2. | Issuer / Company | Centrum Financial Services Limited |
| 3. | Type of Instrument / Kind of Security | Secured, Redeemable, Non-Cumulative, Listed, Rated, Non-Convertible, Principal Protected Market Linked Debentures |
| 4. | Nature of Instrument | Secured |
| 5. | Mode of Issue | Listed Private Placement |
| 6. | Listing | <p>The Series [●] NCDs are proposed to be listed on WDM segment of BSE. BSE has given its in-principle approval to list the Series [●] NCDs to be issued and allotted in terms of this Supplemental DD vide its letter dated [●].</p> <p>The Issuer proposes to submit the listing application relating to the Debentures issued under the Supplemental Disclosure Document to BSE within 15 (fifteen) days of the Deemed Date of Allotment.</p> <p>In case of delay in listing of the NCDs beyond 20 (twenty) days from the Deemed Date of Allotment, the Company will pay penal interest, of 1% (one percent) p.a. over the interest/coupon rate/implicit yield from the expiry of 30 (thirty) days from the Deemed Date of Allotment till the listing of such NCDs, to the Investor.</p> |
| 7. | Rating of the Instrument | CARE PP-MLD A- Stable outlook by Care Ratings Limited |
| 8. | Seniority | Senior |
| 9. | Minimum Application | Investor Category I - Minimum application shall be for 25 (Twenty-Five) Debenture(s) and in multiples of 1 (one) thereafter. |

| | | |
|-----|--|--|
| | and in multiples of thereafter | Investor Category II - Minimum application shall be for 100 (One Hundred) Debenture(s) and in multiples of 1 (one) thereafter. |
| 10. | Issue Size | The aggregate size of the Issue program is for Rs. [●], which Issue shall comprise of one or more Series of Debentures. |
| 11. | ISIN | [●] Further issuances can be done under the same ISIN |
| 12. | Series Size | INR [●] |
| 13. | Investor Category I | Subscription amount less than Rs. 1,00,00,000 (Rupees One Crore) after considering discount or premium, if any. |
| 14. | Investor Category II | Subscription amount equal to or greater than Rs. 1,00,00,000 (Rupees One Crore) after considering discount or premium, if any. |
| 15. | Option to retain oversubscription (amount) | Not Applicable |
| 16. | Objects of the Issue | The funds raised through the Issue will be utilized as per the section “ <i>Utilisation of Issue Proceeds</i> ” stipulated in the Shelf Disclosure Document. |
| 17. | Details of utilization of the issue proceeds | The proceeds of the Issue would be utilised by the Company, <i>inter-alia</i> , for the disbursements of loans to borrowers, refinancing existing borrowings, augmenting the working capital requirements of the Company, and for the general corporate purposes of the Company. |
| 18. | Interest on Application Money | Not Applicable |
| 19. | Default Interest Rate | 2% payable per annum from the date of the default. |
| 20. | Call Option (Redemption at the Option of the Company) | Not Applicable |
| 21. | Put Option (Redemption at the Option of Debenture Holders) | [●] |
| 22. | Early Redemption Option | As per the Disclosure Document mentioned in the relevant tranche |
| 23. | Issue Timing/ Proposed Time | |

| | | |
|-----|--|---|
| | Schedule 1. Issue Open Date 2. Issue Close Date 3. Pay-in Date 4. Deemed Date of Allotment | 1. [●] 2. [●] 3. [●] 4. [●] The Issue Close Date / Pay-in Date / Deemed Date of Allotment may be rescheduled at the sole discretion of the Issuer, to a date falling not later than 7 (seven) working days from the date mentioned herein. The actual Issue Close Date / Pay-in Date / Deemed Date of Allotment shall be communicated to each Investor in the Allotment Advice. |
| 24. | Issuance mode of the Instrument | Dematerialized form (Demat) through authorized DP (for private placement) |
| 25. | Trading mode of the Instrument | Dematerialized form (Demat) mode (for private placement) |
| 26. | Settlement mode of the Instrument | RTGS / NEFT / Fund Transfer to the bank details as per NSDL record (in case of dematerialised Debentures) |
| 27. | Depository (ies) | NSDL and CDSL |
| 28. | Business Day / Holiday Convention | All days except Sunday and any public holiday on which banks in Mumbai are open for business shall be considered as “ Business Days ”. If any of the date(s), including the Record Date, as defined in the Draft Disclosure Document fall on a Sunday or a public holiday or on a date on which no high value clearing/RTGS/banking facility is available for any reason whatsoever at a place where the Registered/Corporate Office is situated, the next working day shall be considered as the effective date. However, in case Redemption Date (for payment of Principal and Coupon, if any) falls on Sunday or a public holiday or on a date on which no high value clearing/RTGS/banking facility is available for any reason whatsoever at a place where the Registered/Corporate Office is situated, the previous working day shall be considered as the effective date. |
| 29. | Record Date | 15 (fifteen) days prior to the Coupon Payment/Final Redemption Date / Early Redemption Date. |
| 30. | Shut Period | 3 (three) days prior to the Record Date |
| 31. | Security | The Debentures shall be secured by way of: I. A first <i>pari passu</i> charge over the Issuer’s specific immovable property details of which will be set out in the Debenture Trust Deed; and |

| | | |
|-----|----------------------------------|--|
| | | <p>II. First <i>pari passu</i> floating charge on present and future book debts, investments and receivables of the Issuer (collectively, the securities mentioned in I and II hereinabove, are referred to as “Secured Assets”). For this purpose, receivables of the Issuer shall include receivables arising out of or in relation to Issuer’s investment in subsidiaries and other group companies but shall exclude the receivables of the Company arising from supply chain lending business portfolio being acquired by the Company and, post-acquisition, any receivables arising from the supply chain lending business being undertaken by the Company from time to time.</p> <p>With regards securities I and II mentioned above, the value shall be equivalent to 100% of the face value and coupon of Debentures in compliance with Rule 18 of Companies (Share Capital and Debentures) Rules, 2014.</p> <p><u>Time for security creation:</u> The security shall be created within the time period as stipulated under applicable laws.</p> <p><u>Ranking.</u> The first ranking charge to be created on the Secured Assets shall rank <i>pari passu</i> with the present and future lenders and debenture holders of the Company having first charge over the Secured Assets. The Company reserves the right to create further charge or encumbrances in which ever manner it deems fit, on the Secured Assets without seeking the consent of the Debenture Trustee or the Debenture Holders so long as the security cover of 1.00 times of the face value and coupon of Debentures is maintained. Further, the Company reserves the right to substitute the Secured Assets with the other assets or properties of the Issuer or its holding company or subsidiaries or associate companies, with the prior written consent of the Debenture Trustee, so long as the security cover of 1.00 times of the face value and coupon of Debentures in maintained.</p> <p>The Security provided in relation to this Issue shall be shared <i>pari passu</i> with other issuances and lenders of the Company at the discretion of the Company.</p> |
| 32. | Security Cover | The Company shall maintain a minimum asset cover of 100% at all times. |
| 33. | Variation of Terms of Debentures | Other than the security to be created to secure the Debentures, the Tenor (except in case of Prepayment or Early Redemption or Premature Exit as mentioned herein) and the manner of calculation of Coupon Amount, all the other rights, privileges and conditions attached to the Debentures may be varied, modified, altered and/or abrogated with the consent in writing of the Majority Debenture Holders of the Series of Debentures. The security to be created to secure the Debentures, the Tenor (except in case of Prepayment or Early Redemption or Premature Exit as mentioned herein) and the manner of |

| | | |
|-----|--|---|
| | | <p>calculation of Coupon Amount may be varied by the Company with the consent in writing of the Super Majority Debenture Holders.</p> <p>“Majority Debenture Holders” for the purposes of this Issue shall mean the Debenture Holders holding at least 51% of the outstanding amounts of Debentures.</p> <p>“Super Majority Debenture Holders” for the purposes of this Issue shall mean the Debenture Holders holding at least 75% of the outstanding amounts of Debentures.</p> |
| 34. | Transaction Documents | <ul style="list-style-type: none"> (i) Supplemental Disclosure Document (ii) Draft Disclosure Document (iii) Debenture Trust Deed (iv) Private Placement Offer Letter (v) Debenture Trustee Agreement (vi) Consent letter of the Debenture Trustee (vii) Consent of the Registrar & Transfer Agent (viii) Tripartite agreement between the Company, NSDL/CDSL and the Registrar and Transfer Agent; (ix) Application Form (x) Rating letter by Care Ratings Limited (xi) Board Resolution / Shareholder’s Resolution/ Resolution of the Fund Raising Committee |
| 35. | Conditions Precedent to Disbursement | [●] |
| 36. | Condition Subsequent to Disbursement | [●] |
| 37. | Events of Default | As provided in the Debenture Trust Deed |
| 38. | Delay in Listing | In case of delay in listing of the Debentures, the Company will pay penal interest as per the applicable regulations, if any. |
| 39. | Delay in security creation | In case of delay in execution of Debenture Trust Deed and other security creation documents, the Company will pay penal interest of atleast 2% p.a. till these conditions are complied with, at the option of the investor. |
| 40. | Role and Responsibilities of Debenture Trustee | To be detailed in the Debenture Trust Deed |
| 41. | Governing Law and | Indian Law, courts of Mumbai to have jurisdiction to settle disputes |

| | | |
|-----|---|---|
| | Jurisdiction | |
| 42. | Payment Details | [●] |
| 43. | Registrar and Transfer Agents | NSDL Database Management Limited |
| 44. | Trustees | Beacon Trusteeship Limited |
| 45. | Distribution Fee | [●] |
| 46. | Prepayment | Please refer to the paragraph “ Prepayment or Early Redemption or Premature Exit ” in the Shelf Disclosure Document. |
| 47. | Early Redemption | Please refer to the paragraph “ Prepayment or Early Redemption or Premature Exit ” in the Shelf Disclosure Document. |
| 48. | Premature Exit | Please refer to the paragraph “ Prepayment or Early Redemption or Premature Exit ” in the Shelf Disclosure Document. |
| 49. | Valuation Agency | CARE Ratings Limited |
| 50. | Valuation Agency Fees | [●] |
| 51. | Disclosures | Please refer to the Shelf Disclosure Document |
| 52. | Risk Factors associated with Market Linked Debentures | Please refer to the paragraph “ Risk Factors ” in the Shelf Disclosure Documents. |

1. Provisions relating to Coupon (if any) and redemption amount payable for Debentures

[●]

2. Illustration of Cash Flows

[●]

3. Scenario Analysis

[●]

***Kindly note that this is a draft illustrative format of the term sheet. The actual format may differ. Investors are required to consider series wise term sheet issued by the Investor as Final and binding.**

ANNEXURE I – DRAFT FORMAT OF THE FORM PAS-4

PART – A

PRIVATE PLACEMENT OFFER CUM APPLICATION LETTER

[Pursuant to Section 42 and Rule 14(3) of the Companies (Prospectus and Allotment of Securities) Rules, 2014]

THIS INFORMATION MEMORANDUM AS AN OFFER LETTER IN RESPECT OF DEBENTURES AGGREGATING TO RS. [●] (RUPEES [●] ONLY) NON-CONVERTIBLE DEBENTURES TO BE ISSUED BY THE COMPANY.

A. GENERAL INFORMATION:

Issuer / Company: Centrum Financial Services Limited

Registered Office: 2nd Floor, Bombay Mutual Bldg., Dr. D.N. Road, Fort, Mumbai-400001

Corporate Office: Centrum House, CST Road, Vidyanagari Marg, Kalina, Santacruz (East), Mumbai-400098

Telephone No.: 022 42159000

Website: www.centrum.co.in

Contact Person: Ms. Archana Goyal

Email: cs@centrum.co.in

Date of Incorporation: 27/01/1993

B. Business carried on by the Company and its subsidiaries – The Company is registered with Reserve Bank of India as a Systemically Important Non-Banking Finance Company- Not Deposit Accepting (NBFC-ND-SI).

The Company does not have any subsidiaries.

C. Brief particulars of the management of the Company:

Mr. Ranjan Ghosh

Mr. Ranjan Ghosh is the Managing Director & CEO of the Company. He has close to 25 years of rich experience in the Banking & Financial Service Industry. He brings a wide array of professional and industry contacts, a deep understanding of Risk Management and Financial Markets and international best practices in Governance, Human Resources, etc.

He has held several Senior Management roles in Standard Chartered in India and Singapore. He was also associated with HSBC and CRISIL.

Ranjan has done his Masters of Business Administration from The University of Northern Iowa - USA and Bachelor of Electrical Engineering from Jadavpur University, Kolkata.

Mr. Rishad Byramjee

Mr. Byramjee has been actively involved with Casby Logistics Pvt. Ltd. He has also been actively associated with other companies of the Casby group such as Ferrari Express India Pvt. Ltd., Cassinath Truckers Pvt. Ltd., K.B. & Son (Agency) Pvt. Ltd. He also spearheads all new logistics ventures for the organization

Mr. Shailendra Apte

Mr. Apte is a post graduate in management studies and has around 22 years of experience in financial services sector. He started his career as part of the Corporate Finance Team in a leading financial services company. He had set up South India operations of the Company and has handled all products in the debt division of the Company. At Centrum, he has been a key member of the lease syndication team specializing in lease pricing

Mr. G S Sundararajan

G S Sundararajan is presently serving on Boards of several reputed companies in the Banking and Financial Service Industry. He is also actively involved in the field of Social Entrepreneurship in an advisory capacity.

G S Sundararajan was till recently the Group Director, Shriram Group. He joined Shriram Group as the Managing Director of Shriram Capital Ltd, the Holding Company of Shriram Group's financial services and Insurance businesses across India and overseas.

In his capacity as Group Director, Mr. Sundararajan was a director on the Board of these subsidiaries to provide oversight in critical areas of strategic growth opportunities for each of these companies. Specifically, Mr. Sundararajan was responsible for the Retail and MSME business housed in Shriram City Union Finance and the life and non-life insurance businesses housed in the two Insurance ventures in collaboration with Sanlam, South Africa.

Earlier to this, he was the Managing Director and Head of Citibank's SME and Asset Based Finance business in India. He had an exceptional stint at Citibank where he built the SME and ABF business of the bank across the country.

Mr. Sundararajan holds a Bachelor of Engineering degree from Coimbatore and a Post Graduate Diploma in Management from the Indian Institute of Management (IIM), Ahmedabad.

Ms. Dipali Sheth

Ms. Dipali Sheth was the Country Head of HR in RBS and was overseeing HR function across all businesses and Geographies in India.

She is a seasoned HR professional with previous experience in Standard Chartered Bank where she joined in Learning and Development, moved onto Head Resourcing and Talent, Head HR Wholesale Bank and included experience in the Standard Chartered acquisition of Grindlays. She then left after twelve years of rich and diverse roles as Head HR South Asia to join ABN Amro/RBS.

Prior to working in Standard Chartered Bank, she has worked in Procter and Gamble India Ltd, where she was the first woman leader to be hired in sales in Procter & Gamble India.

Mr. RS Reddy

He has over 35 years of experience in the Banking sector with 28 years in front-line assignments, a challenge by design & preferred by personal choice. He has worked on several committees of RBI and Indian Banks Association. He is presently on the boards of several companies as also advises many companies on finance and management.

D. Details of the directors:

| Name / Designation / Nationality / DIN / Address |
|---|
| Name: Ranjan Ghosh Designation: MD & CEO DIN: 07592235 Nationality: Indian Occupation: Services Address: C-1701/2 Plot 63/7-4, Ashok Tower, Dr. S.S.Rao Road, Opp Mahatma Gandhi Hospital, Parel Mumbai-400012 |
| Name: Shailendra Apte Designation: Director DIN: 00017814 Nationality: Indian Occupation: Service Address: 10, Dhavalgiri CHS, Plot 31, Sec 2, Vashi, Navi Mumbai-400703 |
| Name: G S Sundararajan Designation: Independent Director DIN: 00361030 Nationality: Indian Occupation: Service Address: Flat 1002, The Summit, No.6, 1st Avenue, Shastri Nagar, Chennai- 600020 |
| Name: Rishad Byramjee Designation: Director DIN: 00164123 Nationality: Indian Occupation: Service Address: Shahnazeen, 6th floor, Babulnath Road, Near Babulnath Temple, Babulnath, Mumbai-400007 |
| Name: Dipali Sheth Designation: Independent Director DIN: 07556685 Nationality: Indian |

| |
|---|
| Name / Designation / Nationality / DIN / Address |
| Occupation: Service Address: Lodha Bellissimo, A Wing, Apt 2002, N.M. Joshi Marg, Apollo Mills Compound, Mahalaxmi, Mumbai-400011 |
| Name: Rajasekhara Reddy Designation: Independent Director DIN: 02339668 Nationality: Indian Occupation: Service Address: 12 & 13, 5th Main, Siddivinayaka Layout, Kodigehalli, Virupakshapura, Bangalore, Karnataka 560097 |

E. Management’s perception of Risk Factors:

Please refer to the section titled “Risk Factors” of the Shelf Disclosure Document.

F. Details of defaults, if any, including the amounts involved, duration of default, and present status, in repayment of:

1. **Statutory Dues:** Outstanding Tax Dues As at September 30, 2019 is Rs. 2,92,54,918/-
2. **Debentures and interest thereon:** No defaults
3. **Deposits and interest thereon:** No defaults
4. **Loans from banks or financial institutions and interest thereon:** No defaults

G. Details of the Compliance officer to the Issue:

| | |
|--|---|
| Compliance/ Investor Relations Officer: | Ms. Archana Goyal |
| Designation/Department: | Company Secretary |
| Address: | Centrum House, CST Road, Vidyanagari Marg, Kalina, Santacruz (East), Mumbai – 400 098 |
| Tel. Nos.: | 022 42159000 |
| Email address(s): | cs@centrum.co.in |

H. Any Default in Annual filing of the company under the Companies Act, 2013 or the rules made thereunder:

Nil

I. PARTICULARS OF THE OFFER:

| | |
|--|--|
| Financial position of the Company for the last 3 financial years | For information on financial position of the Company, please refer to the Section titled “Brief Summary of the Business / Business Overview” in the Shelf Disclosure Document. |
|--|--|

| | |
|--|--|
| Date of passing of Board Resolution | Board Resolution dated: May 13, 2019 Finance Committee dated: May 14, 2019 |
| Date of passing of resolution in general meeting, authorizing the offer of securities | Shareholders resolution passed under Section 180(1)(c) dated August 10, 2018 |
| Kinds of securities offered (i.e. whether share or debentures) and class of security, the total number of shares or other securities to be issued | Secured, listed, rated, redeemable, non-convertible, principal protected, market linked debentures. |
| Price at which the security is being offered, including premium if any, along with justification of the price | Rs. [●] |
| Name and address of the valuer who performed valuation of the security offered and the basis on which the price has been arrived at along with report of the registered valuer | N.A. |
| Relevant date with reference to which the price has been arrived at | N.A. |
| The class or classes of persons to whom the allotment is proposed to be made | Individuals, Trust, Company etc For more details, kindly refer to section – ‘Who can apply’ in the document or the section ‘Eligible Investor(s)’ in the Term Sheet |
| Intention of promoters, directors or key managerial personnel to subscribe to the offer (applicable in case they intend to subscribe to the offer) | N.A. |
| The proposed time | Issue open date – [●] |

| | |
|---|---|
| within which the allotment shall be completed | Issue close date – [●] |
| The names of the proposed allottees and the percentage of post private placement capital that may be held by them | N.A. |
| The change in control, if any, in the company that would occur consequent to the private placement | N.A. |
| The number of persons to whom allotment has already been made during the year, in terms of number of securities as well as price | [●] |
| The justification for the allotment proposed to be made for consideration other than cash together with valuation report of the registered valuer | N.A. |
| Amount, which the Company intends to raise by way of proposed offer of securities | [●]/- (Rupees [●] Only) |
| Terms of raising of securities | As per Term Sheet annexed as Annexure A to the Shelf Disclosure Document |
| Proposed time schedule for which the Issue is valid | Issue open date- [●] Issue close date- [●] |
| Purpose and objects of the Issue | [●] |
| Contribution being made by the Promoters or directors either as | No contribution is being made by the directors or promoters of the issuer |

| | | | | | | |
|---|--|-----------------------------|-------------------|-------------------|-------------------|-------------------|
| part of the offer or separately in furtherance of the object | | | | | | |
| Principal terms of assets charged as security, if applicable | As per Term Sheet annexed as Annexure A to the Shelf Disclosure Document | | | | | |
| The details of significant and material orders passed by the Regulators, Courts and Tribunals impacting the going concern status of the company and its future operations | Nil | | | | | |
| The pre-issue and post-issue shareholding pattern of the company as on September 30, 2019 | Sl. No. | Category | Pre-issue | | Post-issue | |
| | | | No of shares held | % of Shareholding | No of shares held | % of Shareholding |
| | A | Promoters holding | | | | |
| | 1 | Indian | - | | - | |
| | | Individual | - | | - | |
| | | Bodies Corporate | 98,95,69,420-100% | | 98,95,69,420-100% | |
| | | Sub-total | 98,95,69,420-100% | | 98,95,69,420-100% | |
| | 2 | Foreign Promoters | - | | - | |
| | | Sub-total (A) | - | | - | |
| | B | Non-promoters holding | | | | |
| | 1 | Institutional Investors | - | | - | |
| | 2 | Non-Institutional Investors | - | | - | |
| | 3 | Private Corporate Bodies | - | | - | |
| | 4 | Directors and Relatives | - | | - | |
| 5 | Indian Public | - | | - | | |

| | | | | |
|--|---|--|--------------------------|--------------------------|
| | 6 | Others [including Non-Resident Indians(NRIs)] | - | - |
| | | | | |
| | | Sub-total (B) | - | - |
| | | GRAND TOTAL | 98,95,69,420-100% | 98,95,69,420-100% |

J. MODE OF PAYMENT FOR SUBSCRIPTION:

1. Cheque
2. Demand Draft
3. Other Banking Channels

K. DISCLOSURE WITH REGARD TO INTEREST OF DIRECTORS, LITIGATION, ETC:

| | |
|--|-----|
| Any financial or other material interest of the directors, promoters or key managerial personnel in the Issue and the effect of such interest in so far as it is different from the interests of other persons | Nil |
| Details of any litigation or legal action pending or taken by any Ministry or Department of the Government or a statutory authority against any Promoters of the Company during the last 3 (three) years immediately preceding the year of the issue of this Disclosure Document and any direction issued by such Ministry or Department or statutory authority upon conclusion of | Nil |

| | | | | | |
|---|--------------------------------|----------------------|------------------|------------------|------------------|
| such litigation or legal action shall be disclosed | | | | | |
| Remuneration of directors (during the current year and last 3 (three) financial years) (Updated upto 30/09/2019) | Name of Director | As on September 2019 | 2018-19 (In Rs.) | 2017-18 (In Rs.) | 2016-17 (In Rs.) |
| | Ranjan Ghosh | 85,13,932 | 3,51,08,974 | 2,21,85,096 | 94,89,664 |
| | Rishad Byramjee | 1,30,000 | 1,40,000 | 3,42,000 | 72,000 |
| | Harish Engineer | - | 2,60,000 | 2,56,000 | - |
| | Dipali Sheth | 3,10,000 | 1,80,000 | - | - |
| | G S Sundararajan | 3,40,000 | 2,80,000 | 1,98,000 | - |
| | R S Reddy | 1,90,000 | 1,00,000 | - | - |
| | Rajesh Nanavaty | - | - | 54,000 | 36,000 |
| | Subhash Kutte | - | - | 2,38,500 | 36,000 |
| | Parag Shah | - | - | - | 63,000 |
| | Swati Sahukara | - | - | - | 27,000 |
| | P.R Kalyanaraman | - | - | - | 13,500 |
| Related party transactions entered during the last 3 (three) financial years immediately preceding the year of issue of this Disclosure Document including with regard to loans made or, guarantees given or securities provided | Appendix A attached hereto | | | | |
| Summary of reservations or qualifications or adverse remarks of auditors in the last 5 (five) financial years immediately preceding the year of issue of this Disclosure Document and of their impact on the financial statements and financial position of the Company and the | No adverse remarks by auditors | | | | |

| | |
|---|------------|
| <p>corrective steps taken and proposed to be taken by the Company for each of the said reservations or qualifications or adverse remark</p> | |
| <p>Details of any inquiry, inspections or investigations initiated or conducted under the Companies Act or any previous company law in the last 3 (three) years immediately preceding the year of issue of Disclosure Document in the case of the Company and all of its subsidiaries. Also if there were any were any prosecutions filed (whether pending or not), fines imposed, compounding of offences in the last 3 (three) years immediately preceding the year of this Disclosure Document and if so, section-wise details thereof for the Company and all of its subsidiaries</p> | <p>Nil</p> |
| <p>Details of acts of material frauds committed against the Company in the last 3 (three) years, if any, and if so, the action taken by the company</p> | <p>Nil</p> |

L. FINANCIAL POSITION OF THE COMPANY:

The capital structure of the Company in the following manner in a tabular form as on September 30, 2019:

| The authorised, issued, subscribed and paid up capital (number of securities, description and aggregate nominal value) | Share Capital | | Rs. | | | | | |
|--|--|-----------------|------------------|--|---------------------|---------------------|---------------------------|------------------------------|
| | Authorised 15,00,00,000 equity shares | 1,50,00,00,000 | | | | | | |
| | Issued, Subscribed and Fully Paid- up 98,95,69,42 equity shares | 98,95,69,420/- | | | | | | |
| Size of the Present Issue | Rs.[●]/- | | | | | | | |
| Paid-up Capital: After the offer: After the conversion of Convertible Instruments (if applicable): | [Not applicable in case of this Issue] | | | | | | | |
| Share Premium Account: Before the offer: After the offer: | [Not applicable in case of this Issue] | | | | | | | |
| Details of the existing share capital of the Issuer as on September 30, 2019: As provided above. | | | | | | | | |
| Date of Allotment | No. of Equity Shares | Face Value (Rs) | Issue Price (Rs) | Consideration (Cash, other than cash, etc) | Nature of Allotment | Cumulative | | |
| | | | | | | No of equity shares | Equity Share Capital (Rs) | Equity Share Premium (in Rs) |
| 03.10.2015 | 1,49,62,500 | 10 | 28.51 | 42,65,80,875 | Rights issue | 1,49,62,500 | 19,712,5000 | 18.51 |
| 05.10.2015 | 1,13,47,222 | 10 | 28.51 | 32,35,09,299.2 | Rights issue | 2,63,09,722 | 310,597,220 | 18.51 |
| 12.10.2015 | 58,23,698 | 10 | 28.51 | 16,60,33,629 | Rights issue | 3,21,33,420 | 368,834,200 | 18.51 |
| 29.03.2018 | 1,99,78,522 | 10 | 20.02 | 59,97,55,230 | Rights issue | 5,21,11,942 | 568,619,420 | 20.02 |
| 20.06.2018 | 50,00,000 | 10 | 20 | 15,00,00,000 | Conversion of CCD | 5,71,11,942 | 61,86,19,420 | 20 |
| 26.09.2018 | 70,95,000 | 10 | 28.06 | 2,15,00,000 | Conversion of CCD | 6,42,06,942 | 68,95,69,420 | 18.06 |
| 02.11.2018 | 3,00,00,000 | 10 | 30.00 | 90,00,00,000 | Rights issue | 9,89,56,942 | 989,569,420 | 20 |

| <p>Details of allotments made by the Company in past 1 (one) year along with details of allotment made for consideration other than cash</p> | <p>29.03.2018- Allotment of 1,99,78,522 equity shares</p> <p>20.06.2018-Allotment pursuant to conversion of Compulsorily Convertible Debentures into 50,00,000 equity shares</p> <p>26.09.2018- Allotment pursuant to conversion of Compulsorily Convertible Debentures into 70,95,000 equity shares</p> <p>02.11.2018 - Allotment of 3,00,00,000 equity shares</p> | | | | | | | | | | | | |
|---|---|------|------|------|------|---------------------------|------|------|------|--------------------------|------|------|------|
| <p>Profits of the Company, before and after making provision for tax, for the 3 (three) financial years immediately preceding the date of circulation of this Disclosure Document</p> | <table border="1"> <thead> <tr> <th></th> <th>2019</th> <th>2018</th> <th>2017</th> </tr> </thead> <tbody> <tr> <td>Profit Before Tax (In Cr)</td> <td>0.20</td> <td>2.82</td> <td>8.49</td> </tr> <tr> <td>Profit After Tax (In Cr)</td> <td>0.48</td> <td>0.39</td> <td>5.48</td> </tr> </tbody> </table> | | 2019 | 2018 | 2017 | Profit Before Tax (In Cr) | 0.20 | 2.82 | 8.49 | Profit After Tax (In Cr) | 0.48 | 0.39 | 5.48 |
| | 2019 | 2018 | 2017 | | | | | | | | | | |
| Profit Before Tax (In Cr) | 0.20 | 2.82 | 8.49 | | | | | | | | | | |
| Profit After Tax (In Cr) | 0.48 | 0.39 | 5.48 | | | | | | | | | | |
| <p>Dividends declared by the Company in respect of the said 3 (three) financial years; interest coverage ratio (Includes hedging expenses and forex loss) for last three years (cash profit after tax plus interest paid/interest paid)</p> | <table border="1"> <thead> <tr> <th></th> <th>2019</th> <th>2018</th> <th>2017</th> </tr> </thead> <tbody> <tr> <td>Dividend (Rs crore)</td> <td>-</td> <td>-</td> <td>-</td> </tr> <tr> <td>Interest Coverage Ratio</td> <td>-</td> <td>-</td> <td>-</td> </tr> </tbody> </table> | | 2019 | 2018 | 2017 | Dividend (Rs crore) | - | - | - | Interest Coverage Ratio | - | - | - |
| | 2019 | 2018 | 2017 | | | | | | | | | | |
| Dividend (Rs crore) | - | - | - | | | | | | | | | | |
| Interest Coverage Ratio | - | - | - | | | | | | | | | | |
| <p>A summary of the financial position of the Company as in the 3 (three) audited balance sheets immediately preceding the date of issue of this Disclosure Document</p> | <p>Please refer to the Disclosure Documents for details.</p> | | | | | | | | | | | | |
| <p>Audited Cash Flow Statement for the 3 (three) years immediately preceding the date of circulation of this Disclosure Document</p> | <p>Please refer to the Disclosure Documents for details.</p> | | | | | | | | | | | | |
| <p>Any change in accounting policies during the last 3 (three) years and their effect on the profits and the reserves of the Company</p> | <p><u>Ancillary borrowing cost</u> During the current year, the Company has changed its policy for accounting of ancillary borrowing costs from recording it in the year in which these were incurred to amortising such costs over the tenure of the underlying borrowings. Had the Company applied the accounting policy as in the previous year, the profit for the year would have been lower by Rs. 11,843,750.</p> <p><u>Amalgamation</u> The Company has amalgamated with two entities namely Shree Srinivas Realtors Private Limited ('SSRPL') and Agrata Mercantile Private Limited ('AMPL') w.e.f. 01 April 2017. The amalgamation was in the nature of purchase accounting for which has been done following the net assets method as per Accounting Standard</p> | | | | | | | | | | | | |

| | |
|--|---|
| | <p>("AS") 14 issued by the Institute of Chartered Accountants of India ("ICAI"). The assets and liabilities have been taken over at their fair values which has resulted in Goodwill on amalgamation amounting to Rs. 155,21,982 which has been amortised over a period of 11 years as considered reasonable by the management.</p> |
|--|---|

PART - B

(To be filed by the Applicant)

Name: [●]

Father's name: [●]

Address: [●]

Phone number, if any: [●]

Email ID, if any: [●]

PAN Number: [●]

Bank Account Details: [●]

Signature

Initial of the Officer of the company designated to keep the record

The application form is enclosed separately.

DECLARATION

It is hereby declared that this Disclosure Document contains disclosures in accordance with (i) Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008 as amended from time to time; (ii) the Companies Act, 2013 and rules made thereunder; (iii) other regulatory requirements.

The Directors of the Issuer declare that:

- (i) the Issuer has complied with the provisions of the Companies Act and the rules made thereunder;
- (ii) the compliance with the Companies Act and the rules does not imply that payment of dividend or interest or repayment of debentures, if applicable, is guaranteed by the Central Government;
- (iii) the monies received under the offer shall be used only for the purposes and objects indicated in the Offer letter/disclosure document.

I am authorized by the resolution of the Board of Directors of the Company dated May 13, 2019 and Finance Committee dated May 14, 2019 to sign this form and declare that all the requirements of the Companies Act, 2013 and the rules made thereunder in respect of the subject matter of this form and matters incidental thereto have been complied with. Whatever is stated in this form and in the attachments thereto is true, correct and complete and no information material to the subject matter of this form has been suppressed or concealed and is as per the original records maintained by the promoters subscribing to the Memorandum of Association and Articles of Association.

It is further declared and verified that all the required attachments have been completely, correctly and legibly attached to this form.

The Company accepts no responsibility for the statement made otherwise than in the Disclosure Document or in any other material issued by or at the instance of the Company and that anyone placing reliance on any other source of information would be doing so at his own risk.

For Centrum Financial Services Limited

Ranjan Ghosh
Managing Director & CEO
DIN: 07592235

APPENDIX TO FORM PAS - 4: RELATED PARTY TRANSACTIONS FOR 3 YEARS

1. FY 2016-17

RELATED PARTY DISCLOSURE AS REQUIRED UNDER AS-18 ISSUED BY ICAI

Related party transactions in the ordinary course of business.

| A. Nature of Relationship | Name | |
|---|-------------------------|---------------|
| Ultimate Holding Company | Centrum Capital Limited | |
| Particulars | Current Year | Previous Year |
| Loan Taken | | |
| Loan Taken | NIL | 91,57,85,000 |
| Loan Repaid | NIL | 98,77,97,814 |
| Balance payable at end of year | 49,79,724 | NIL |
| Loan Given | 122,78,91,599 | 76,28,02,186 |
| Loan Received Back | 84,83,81,267 | 38,28,15,480 |
| Interest Payable | 13,46,267 | 85,50,033 |
| Balance Receivable at end of year | 75,94,97,038 | 37,50,06,982 |
| Rent Payable | 7,23,990 | 7,23,990 |
| Interest Expenses | 7,46,959 | 74,19,362 |
| Legal and Professional Expenses Payable | 9,40,500 | 9,40,500 |
| Rent Expense | NIL | 4,69,742 |
| Legal and Professional Expenses | NIL | 9,00,000 |
| Interest Income | 7,84,00,353 | 49,95,671 |
| Interest Receivable | 2,64,901 | 44,96,104 |
| Corporate Guarantees given | 41,00,00,000 | 40,00,00,000 |

| | |
|---------------------------|---------------------------------|
| B. Nature of Relationship | Name |
| Holding Company | Centrum Retail Services Limited |

| Particulars | Current Year | Previous Year |
|---|--------------|---------------|
| Loan Taken | | |
| Loan Taken | 25,00,00,000 | 18,95,00,000 |
| Loan Repaid | 25,00,000,00 | 24,38,24,169 |
| Balance payable at end of year | NIL | NIL |
| Interest Payable | NIL | NIL |
| Legal and Professional Expenses Payable | NIL | NIL |
| Interest Expenses | NIL | 21,86,002 |
| Legal and Professional Expenses | 9,50,814 | NIL |

| | | |
|-----------------------------------|------------------------------------|---------------|
| C. Nature of Relationship | Name | |
| Associate | Centrum Securities Private Limited | |
| Particulars | Current Year | Previous Year |
| Advance Given | 98,00,000 | 3,98,00,000 |
| Advance Received Back | NIL | 66,00,000 |
| Interest Income | 67,09,951 | 8,04,175 |
| Balance receivable at end of year | 4,94,00,000 | 3,32,00,000 |
| Interest Receivable | 61,61,987 | 1,23,032 |

| | | |
|---|---|---------------|
| D. Nature of Relationship | Name | |
| Enterprise controlled by Key Management Personnel | Business match Services (I) Private Limited | |
| Particulars | Current Year | Previous Year |
| Loan Taken | 1,50,00,000 | 2,80,00,000 |
| Loan Taken Repaid | 1,50,00,000 | 5,31,85,000 |

| | | |
|--------------------------------|-------------|-------------|
| Interest Expenses | NIL | 9,74,800 |
| Balance Payable at end of year | NIL | NIL |
| Interest Payable | 1,79,05,487 | 1,79,05,487 |

| | | |
|-----------------------------------|-------------------------|---------------|
| E. Nature of Relationship | Name | |
| Fellow Subsidiary | Centrum Broking Limited | |
| Particulars | Current Year | Previous Year |
| Loan Given | 4,15,50,000 | 5,000,000 |
| Loan Received Back | NIL | 9,220,000 |
| Balance Receivable at end of year | 4,15,50,500 | NIL |
| Commission and Brokerage Expenses | 3,09,91,845 | NIL |
| Commission and Brokerage Payable | 30,472 | NIL |
| Interest Income | 6,25,052 | 440,330 |
| Interest Receivable | 5,62,547 | NIL |

| | | |
|---------------------------|------------------------|---------------|
| F. Nature of Relationship | Name | |
| Fellow Subsidiary | Centrum Direct Limited | |
| Particulars | Current Year | Previous Year |
| Loan Taken | NIL | 10,00,00,000 |
| Loan Repaid | NIL | 10,00,00,000 |
| Interest Expenses | NIL | 11,09,290 |
| Interest Payable | 9,98,361 | 9,98,361 |
| Reimbursement of Expenses | 72,500 | NIL |

| | | |
|---------------------------|-----------------------------------|---------------|
| G. Nature of Relationship | Name | |
| Fellow Subsidiary | Centrum Wealth Management Limited | |
| Particulars | Current Year | Previous Year |

| | | |
|-----------------------------------|-------------|-------------|
| Commission and Brokerage Expenses | NIL | 1,24,60,000 |
| Balance Payable at end of year | NIL | 1,30,20,700 |
| Loan Given | 4,61,84,598 | NIL |
| Loan Received Back | 4,61,84,598 | NIL |
| Balance Receivable at end of year | NIL | NIL |
| Interest Income | 24,04,472 | NIL |
| Interest Receivable | NIL | NIL |

| | | |
|-----------------------------------|---------------------------------|---------------|
| H. Nature of Relationship | Name | |
| Fellow Subsidiary | Shree Srinivas Realtors Pvt Ltd | |
| Particulars | Current Year | Previous Year |
| Loan Given | 10,17,084 | NIL |
| Interest Income | 44,863 | NIL |
| Interest Receivable | 40,377 | NIL |
| I. Nature of Relationship | Name | |
| Fellow Subsidiary | Agrata Mercantile Pvt Ltd | |
| Particulars | Current Year | Previous Year |
| Loan Given | 2,52,50,000 | NIL |
| Loan Repaid | NIL | NIL |
| Balance receivable at end of year | 2,52,50,000 | NIL |
| Interest Income | 33,31,617 | NIL |
| Interest Receivable | 29,98,455 | NIL |

2. FY 2017-18

Related party disclosure

As per the requirement of Accounting Standards 18- On Related Party Disclosures, the name of the related parties with the description of the relationship and transactions between the reporting enterprise and its related parties, as identified by the management are as follows :

Name of related parties

| Nature of relationship | Name of the party |
|---|--|
| Holding company | Centrum Capital Limited |
| Enterprises in which KMP are able to exercise control or have significant influence | Centrum Retail Services Limited Centrum Microcredit Private Limited Centrum Securities Private Limited Centrum Housing Finance Limited Centrum Wealth Management Limited Business match Services (I) Private Limited Centrum Broking Limited Centrum Direct Limited Centrum Defence System Limited BG Advisory Services LLP Buyforex India Limited Centrum Alternatives LLP Commonwealth Centrum Advisors Limited Centrum International Services PTE Centrum Infrastructure Advisory Limited Centrum Capital Holdings LLC Centrum Securities LLC Centrum Insurance Brokers Limited Centrum Investment Advisors Limited Krish and Ram Forex Private Limited Centrum REMA LLP Pyxis Finvest Limited Agrata Mercantile Private Limited* Shree Srinivas Realtors Private Limited* |
| Key Management Personnel (KMP) | Mr. Ranjan Ghosh (Managing Director) |

*Companies have been amalgamated with CFSL effective from 01 April 2017.

Centrum Financial Services Limited

Summary of significant accounting policies and other explanatory information

Transaction with related parties

(Amount in Rs.)

| Particulars | For the year ended 31 March 2018 | For the year ended 31 March 2017 |
|--|---|---|
| a. Transactions during the year | | |
| - | | |
| Issue of equity shares including securities premium | | |
| Centrum Capital Limited | 59,97,55,230 | - |
| Loans given | | |
| Centrum Capital Limited | 68,25,00,000 | 1,22,78,91,599 |
| Centrum Microcredit Private Limited | 8,00,00,000 | - |
| Centrum Retail Services Limited | 7,50,00,000 | - |
| Centrum Securities Private Limited | - | 98,00,000 |
| Centrum Broking Limited | - | 4,15,50,000 |
| Centrum Wealth Management Limited | 17,24,590 | 4,61,84,598 |
| Shree Srinivas Realtors Private Limited | - | 10,17,084 |
| Agrata Mercantile Private Limited | - | 2,52,50,000 |
| Centrum Infrastructure Advisory Limited | - | 2,90,00,000 |
| Loan taken | | |
| Centrum Capital Limited | 30,00,00,000 | - |

*Centrum Financial Services Limited**For Private Circulation Only*

| | | |
|--|----------------|--------------|
| Centrum Housing Finance Limited | 10,00,00,000 | - |
| Centrum Retail Services Limited | 3,00,00,000 | 25,00,00,000 |
| Bussiness match Services (I) Private Limited | - | 1,50,00,000 |
| Loan repaid | | |
| Centrum Capital Limited | 30,00,00,000 | - |
| Centrum Housing Finance Limited | 10,00,00,000 | - |
| Centrum Retail Services Limited | 3,00,00,000 | 25,00,00,000 |
| Bussiness match Services (I) Private Limited | - | 1,50,00,000 |
| MLD repaid including accrued interest* | | |
| Centrum Broking Limited | 2,00,70,000 | - |
| Centrum Wealth Management Limited | 27,98,54,250 | - |
| Loan repayment | | |
| Centrum Capital Limited# | 1,38,09,15,672 | 84,83,81,267 |
| Centrum Securities Private Limited | 4,94,00,000 | - |
| Centrum Broking Limited | 4,15,50,000 | - |
| Centrum Microcredit Private Limited | 8,00,00,000 | - |
| Centrum Retail Services Limited | 7,50,00,000 | - |
| Centrum Wealth Management Limited | 17,24,590 | 4,61,84,598 |
| Centrum Infrastructure Advisory Limited | - | 17,76,95,503 |
| Rental income | | |
| Centrum Capital Limited | 2,58,15,416 | - |

| | | |
|--|-----------|--------|
| Referral fee income | | |
| Centrum Capital Limited | 69,05,000 | - |
| Processing fees income | | |
| Centrum Microcredit Private Limited | 16,20,000 | - |
| Expenses incurred on behalf of the Company | | |
| Centrum Microcredit Private Limited | 63,78,975 | - |
| Centrum Direct Limited | - | 72,500 |

*MLDs were directly purchased from the market by the companies due to the which same is not disclosed by the Company. However, at the time of redemption amount is repaid to related party holding the MLD as on that date.

Loan repayment received from the party includes an amount of Rs. 110,000,000 which existed in the opening balance of the subsidiary merged in the Company. Hence, the opening balance is not disclosed in previous year figures. Also, the security deposit repaid includes the amount which is incorporated in the books due to amalgamation due to which opening balance is not disclosed in previous year balances.

Centrum Financial Services Limited

Summary of significant accounting policies and other explanatory information

(Amount in Rs.)

| Particulars | For the year ended 31 March 2018 | For the year ended 31 March 2017 |
|------------------------------------|---|---|
| Interest income | | |
| Centrum Capital Limited | 9,41,00,909 | 7,84,00,353 |
| Centrum Securities Private Limited | 28,15,123 | 67,09,951 |

*Centrum Financial Services Limited**For Private Circulation Only*

| | | |
|---|-------------|-------------|
| Centrum Broking Limited | 24,38,359 | 6,25,052 |
| Centrum Wealth Management Limited | 98,278 | 24,04,472 |
| Shree Srinivas Realtors Private Limited | - | 44,863 |
| Agrata Mercantile Private Limited | - | 33,31,617 |
| Centrum Microcredit Private limited | 8,71,233 | - |
| Centrum Infrastructure Advisory Limited | - | 2,09,94,031 |
| Interest expenses | | |
| Centrum Capital Limited | 6,72,193 | 7,46,959 |
| Centrum Housing Finance Limited | 4,36,986 | - |
| Interest expense on MLD | | |
| Centrum Broking Limited | 1,05,076 | - |
| Centrum Wealth Management Limited | 2,87,99,505 | - |
| Reimbursement of expenses | | |
| Centrum Capital Limited | 58,90,000 | - |
| Group allocated expenses | | |
| Centrum Retail Services Limited | 46,37,513 | - |
| Centrum Capital Limited | - | - |
| Security deposit received | | |
| Centrum Capital Limited | 1,13,55,747 | - |

| | | |
|---|----------------|--------------|
| Security deposit repaid | | |
| Centrum Capital Limited | 1,04,09,435 | - |
| Corporate Guarantee taken | | |
| Centrum Capital Limited | 1,42,82,50,000 | 41,00,00,000 |
| Debit note raised | | |
| Centrum Retail Services Limited | 1,00,00,000 | - |
| Legal and professional fees | | |
| Centrum Retail Services Limited | - | 9,50,814 |
| Centrum Capital Limited | - | 9,40,500 |
| Loans and advances (maximum balance) | | |
| Centrum Capital Limited | 94,84,15,672 | 77,20,81,546 |
| Centrum Microcredit Private Limited | 8,00,00,000 | - |
| Centrum Retail Services Limited | 7,50,00,000 | 25,00,00,000 |
| Centrum Securities Private Limited | 4,94,00,000 | 4,94,00,000 |
| Centrum Broking Limited | 4,15,50,000 | 4,15,50,000 |
| Centrum Wealth Management Limited | 17,24,590 | 3,31,63,898 |
| Shree Srinivas Realtors Private Limited | - | 10,17,084 |
| Agrata Mercantile Private Limited | - | 2,52,50,000 |
| Centrum Infrastructure Advisory limited | - | 17,56,95,503 |
| Commission and Brokerage expenses | | |

| | | |
|---------------------------------|-------------|-------------|
| Centrum Broking Limited | 19,61,574 | 3,09,91,845 |
| Key Management Personnel | | |
| Managerial remuneration | | |
| Mr. Ranjan Ghosh | 2,21,85,096 | - |

Centrum Financial Services Limited

Summary of significant accounting policies and other explanatory information

(Amount in Rs.)

| Particulars | As at 31 March 2018 | As at 31 March 2017 |
|--|------------------------|------------------------|
| Interest receivable | | |
| Centrum Capital Limited | - | 2,64,901 |
| Centrum Securities Private Limited | 35,862 | 61,61,987 |
| Centrum Broking Limited | - | 5,62,547 |
| Shree Srinivas Realtors Private Limited | - | 44,377 |
| Agrata Mercantile Private Limited | - | 29,98,455 |
| Interest accrued and due | | |
| Centrum Capital Limited | - | 13,46,267 |
| Businessmatch Services (I) Private Limited | - | 1,79,05,487 |
| Centrum Direct Limited | - | 9,98,361 |

| | | |
|---|--------------|--------------|
| Rent payable | | |
| Centrum Capital Limited | - | 7,23,990 |
| Commission and Brokerage Payable | | |
| Centrum Broking Limited | 30,472 | 30,472 |
| Closing balances - Asset | | |
| Centrum Capital Limited | 17,09,46,312 | 75,34,35,948 |
| Centrum Microcredit Private Limited | 23,23,181 | - |
| Centrum Broking Limited | 9,64,38,566 | 4,15,50,000 |
| Centrum Securities Private Limited | - | 4,94,00,000 |
| Closing balances - Liability | | |
| Shree Srinivas Realtors Private Limited | - | 10,17,084 |
| Agrata Mercantile Private Limited | - | 2,52,50,000 |
| Centrum Wealth Management Limited | 1,79,30,724 | - |

*MLDs were directly purchased from the market by the companies due to the which same is not disclosed by the Company. However, at the time of redemption amount is repaid to related party holding the MLD as on that date.

Loan repayment received from the party includes an amount of Rs. 110,000,000 which existed in the opening balance of the subsidiary merged in the Company. Hence, the opening balance is not disclosed in previous year figures. Also, the security deposit repaid includes the amount which is incorporated in the books due to amalgamation due to which opening balance is not disclosed in previous year balances

3. FY 2018-19

Related party disclosure

As per the requirement of Accounting Standards 18- On Related Party Disclosures, the name of the related parties with the description of the relationship and transactions between the reporting enterprise and its related parties, as identified by the management are as follows :

Name of related parties

| Nature of relationship | Name of the party |
|--|---|
| Holding company | Centrum Capital Limited |
| Fellow subsidiaries transacted during the year | Centrum Retail Services Limited Centrum Microcredit Limited Centrum Securities Private Limited Centrum Housing Finance Limited Centrum Wealth Management Limited Centrum Broking Limited Centrum Direct Limited Centrum Defence System Limited Centrum Alternatives LLP Centrum REMA LLP Club 7 Holidays Private Limited Axis Spaces Private Limited |
| Key management personnel (KMP) | Ranjan Ghosh (Managing Director) |

Centrum Financial Services Limited

Significant accounting policies and other explanatory information

Transaction with related parties

(Amount in Rs.)

| Particulars | For the year ended 31 March 2019 | For the year ended 31 March 2018 |
|--|---|---|
| a. Transactions during the year | | |
| - Issue of equity shares | | |

| | | |
|---|----------------|----------------|
| Centrum Capital Limited | 1,24,90,85,700 | 59,97,55,230 |
| Loans given | | |
| Centrum Capital Limited | 13,00,00,000 | 68,25,00,000 |
| Centrum Microcredit Limited | 28,00,00,000 | 8,00,00,000 |
| Centrum Retail Services Limited | - | 7,50,00,000 |
| Centrum Wealth Management Limited | - | 17,24,590 |
| Axis Spaces Private Limited | 3,60,00,000 | 32,77,67,021 |
| Loan repayment | | |
| Centrum Capital Limited# | 30,00,00,000 | 1,38,09,15,672 |
| Centrum Securities Private Limited | - | 4,94,00,000 |
| Centrum Broking Limited | - | 4,15,50,000 |
| Centrum Microcredit Limited | 28,00,00,000 | 8,00,00,000 |
| Centrum Retail Services Limited | - | 7,50,00,000 |
| Centrum Wealth Management Limited | - | 17,24,590 |
| Axis Spaces Private Limited | 27,89,43,835 | 21,98,23,186 |
| Loan taken | | |
| Centrum Capital Limited | 25,00,00,000 | 30,00,00,000 |
| Centrum Housing Finance Limited | 10,00,00,000 | 10,00,00,000 |
| Centrum Retail Services Limited | 2,12,50,00,000 | 3,00,00,000 |
| Axis Spaces Private Limited | 5,75,00,000 | 26,35,00,000 |
| Loan repaid during the year | | |
| Centrum Capital Limited | 25,00,00,000 | 30,00,00,000 |
| Centrum Housing Finance Limited | 10,00,00,000 | 10,00,00,000 |
| Centrum Retail Services Limited | 2,12,50,00,000 | 3,00,00,000 |
| Axis Spaces Private Limited | 19,75,96,175 | 16,39,03,826 |
| Subscription to MLD | | |
| Centrum Wealth Management Limited | 66,72,23,700 | - |
| MLD repaid including accrued interest* | | |
| Centrum Broking Limited | - | 2,00,70,000 |
| Centrum Wealth Management Limited | 8,45,20,000 | 27,98,54,250 |

*MLDs were directly purchased from the market by the companies due to the which same is not disclosed by the Company. However, at the time of redemption amount is repaid to related party holding the MLDs as on that date.

Centrum Financial Services Limited

Significant accounting policies and other explanatory information

Transaction with related parties

(Amount in Rs.)

| Particulars | For the year ended 31 March 2019 | For the year ended 31 March 2018 |
|---|-------------------------------------|-------------------------------------|
| Advance taken | | |
| Centrum Retail Services Limited | 34,56,00,000 | - |
| Advance repaid | | |
| Centrum Retail Services Limited | 34,56,00,000 | - |
| Rent income | | |
| Centrum Capital Limited | 68,70,228 | 2,58,15,416 |
| Centrum Microcredit Limited | 750 | - |
| Centrum Retail Services Limited | 18,18,487 | - |
| Referral fee income | | |
| Centrum Capital Limited | - | 69,05,000 |
| Processing fees income | | |
| Centrum Microcredit Limited | - | 16,20,000 |
| Expenses incurred on behalf of the Company | | |
| Centrum Capital Limited | 45,54,000 | - |
| Centrum Microcredit Limited | 74,800 | 63,78,975 |
| Centrum Direct Limited | - | - |
| Centrum Housing Finance Limited | 20,429 | - |
| Advisory fees income | | |
| Centrum Wealth Management Limited | 7,00,000 | - |
| Interest income | | |
| Centrum Capital Limited | 39,51,509 | 9,41,00,909 |
| Centrum Securities Private Limited | - | 28,15,123 |
| Centrum Broking Limited | - | 24,38,359 |
| Centrum Wealth Management Limited | - | 98,278 |
| Centrum Microcredit Limited | 29,69,316 | 8,71,233 |

| | | |
|-----------------------------------|-------------|-------------|
| Centrum Retail Services Limited | 3,58,992 | - |
| Axis Spaces Private Limited | 2,81,70,009 | 2,92,12,463 |
| Interest expenses | | |
| Centrum Capital Limited | 2,18,65,337 | 6,72,193 |
| Centrum Housing Finance Limited | 19,28,768 | 4,36,986 |
| Centrum Retail Services Limited | 2,79,35,410 | - |
| Axis Spaces Private Limited | 1,19,50,032 | 1,53,90,715 |
| Interest expense on MLD | | |
| Centrum Broking Limited | - | 1,05,076 |
| Centrum Wealth Management Limited | - | 2,87,99,505 |

Centrum Financial Services Limited

Significant accounting policies and other explanatory information

Transaction with related parties

(Amount in Rs.)

| Particulars | For the year ended 31 March 2019 | For the year ended 31 March 2018 |
|---|-------------------------------------|-------------------------------------|
| Interest subsidy | | |
| Centrum Capital Limited | 5,88,68,196 | - |
| Investment service fees expenses | | |
| Centrum Wealth Management Limited | 95,70,000 | - |
| Expenses | | |
| Rent expenses | | |
| Centrum Capital Limited | 20,06,329 | - |
| Centrum Wealth Management Limited | 7,60,084 | - |
| Centrum Retail Services Limited | 49,31,067 | - |
| Electricity expenses | | |
| Centrum Retail Services Limited | 10,51,938 | - |
| Printing and stationery, postage and courier and telephone expense | | |
| Centrum Retail Services Limited | 46,345 | - |
| Travelling expense | | |
| Club7 Holidays Private Limited | 27,37,705 | 30,38,780 |

| | | |
|-----------------------------------|-------------|-------------|
| Arrangers fees | | |
| Centrum Capital Limited | 47,00,000 | - |
| Centrum Wealth Management Limited | 3,75,000 | - |
| Placement fees income | | |
| Centrum Capital Limited | 31,50,000 | - |
| Reimbursement of expenses | | |
| Centrum Capital Limited | - | 58,90,000 |
| Centrum Microcredit Limited | - | - |
| Centrum REMA LLP | 3,67,500 | - |
| Centrum Wealth Management Limited | 1,83,750 | - |
| Group allocation income | | |
| Centrum Retail Services Limited | 1,54,00,000 | 1,00,00,000 |
| Group allocation expense | | |
| Centrum Retail Services Limited | - | 46,37,513 |
| Security deposit received | | |
| Centrum Capital Limited | - | 1,13,55,747 |
| Centrum Retail Services Limited | 59,46,312 | - |

Centrum Financial Services Limited

Significant accounting policies and other explanatory information

(Amount in Rs.)

| Particulars | For the year ended 31 March 2019 | For the year ended 31 March 2018 |
|-------------------------------------|---|---|
| Security deposit repaid | | |
| Centrum Capital Limited | 9,46,312 | 1,04,09,435 |
| Corporate Guarantee received | | |
| Centrum Capital Limited | 1,70,55,68,182 | 1,42,82,50,000 |
| Centrum Capital Limited | 20,00,00,000 | 94,84,15,672 |
| Centrum Microcredit Limited | 10,00,00,000 | 8,00,00,000 |
| Centrum Retail Services Limited | 25,00,00,000 | 7,50,00,000 |
| Centrum Securities Private Limited | - | 4,94,00,000 |

| | | |
|--|--------------|--------------|
| Centrum Broking Limited | - | 4,15,50,000 |
| Centrum Wealth Management Limited | - | 17,24,590 |
| Axis Spaces Private Limited | 13,00,00,000 | 17,29,43,835 |
| Commission and Brokerage expenses | | |
| Centrum Broking Limited | 6,34,58,803 | 19,61,574 |
| Key Management Personnel | | |
| Managerial remuneration | | |
| Mr. Ranjan Ghosh | 3,51,08,974 | 2,21,85,096 |
| Interest Receivable | | |
| Centrum Securities Private Limited | - | 35,862 |
| Commission and Brokerage Payable | | |
| Centrum Broking Limited | - | 30,472 |
| Indemnification | | |
| Centrum Capital Limited | 25,00,00,000 | - |
| Compulsory Convertible Debentures | | |
| Centrum Capital Limited | 15,09,14,300 | - |
| Closing balances -Asset | | |
| Centrum Capital Limited | - | 17,09,46,312 |
| Centrum Microcredit Limited | - | 23,23,181 |
| Centrum Broking Limited | 49,92,482 | 9,64,38,566 |
| Axis Spaces Private Limited | - | 24,29,43,835 |
| Closing balances - Liability | | |
| Centrum Retail Services Limited | 59,46,312 | - |
| Centrum Wealth Management Limited | - | 1,79,30,724 |
| Axis Spaces Private Limited | - | 14,00,96,174 |
| Club7 Holidays Private Limited | 9,44,885 | 6,90,970 |

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