

Form NBS 7

Annual Statement of capital funds, risk assets/exposures and risk asset ratio etc., as at the end of March 200....

Name and address of the Non-Banking
Financial Company

Company code number (as given by RBI) _____

Registration number (as given by RBI) _____

Classification of the company (as given by RBI) _____

(Rupees in lakh)

Item Name	<u>PART - A</u>	Item Code	Amount
<u>Capital Funds – Tier I</u>			
(i) Paid-up Equity Capital		111	
(ii) Preference shares to be compulsorily convertible into equity		112	
(iii) Free reserves			
(a) General Reserves		113	
(b) Share Premium		114	
(c) Capital Reserves (representing surplus on sale of assets held in separate account)		115	
(d) Debenture Redemption Reserve		116	
(e) Capital Redemption Reserve		117	
(f) Credit Balance in P & L Account		118	
(g) Other free reserves (to be specified)		119	
Total (111 to 119)		110	
(iv) Accumulated balance of loss		121	
(v) Deferred Revenue Expenditure		122	
(vi) Other Intangible Assets		123	
Total (121 to 123)		120	
(vii) Owned Fund (110 - 120)		130	
(viii) Investment in shares of :			
(a) Subsidiaries		141	
(b) Companies in the same Group		142	
(c) Other non-banking financial companies		143	

ix) The book value of debentures, bonds, outstanding loans and advances, bills purchased and discounted (including hire-purchase and lease finance) made to, and deposits with	
(a) Subsidiaries	144
(b) Companies in the same Group	145
(x) Total (141 to 145)	140
(xi) Amount of Item 140 in excess of 10% of item 130 above	150
(xii) Tier I Capital	
Net owned fund (130 -150)	151

(Rupees in lakh)

<u>PART - B</u>	Item Code	Amount
Item Name		
<u>Capital Funds – Tier II</u>		
(Para 2(1)(xx)(b) of Directions)		
(i) Preference Share Capital other than those compulsorily convertible into equity	161	
(ii) Revaluation reserves	162	
(iii) General provisions and loss reserves	163	
(iv) Hybrid debt capital instruments	164	
(v) Subordinated debt	165	
(vi) Aggregate Tier II Capital (Items 161 to 165)	160	
Total Capital Funds (151 + 160)	170	

(Rupees in lakh)

<u>PART - C</u>	Item Code	Amount
Item Name		
<u>Risk Assets and Off-Balance Sheet items</u>		
(i) Adjusted value of funded risk assets i.e. on-balance sheet items (To tally with Part D)	181	
(ii) Adjusted value of non-funded and off-balance sheet items (To tally with Part E)	182	
(iii) Total risk weighted assets/ exposures (181 + 182)	180	
(iv) Percentage of capital funds to risk weighted assets/exposures:		
(a) Tier I capital (Percentage of item 151 to item 180)	191	
(b) Tier II capital (Percentage of item 160 to item 180)	192	
(c) Total (Percentage of item 170 to item 180)	193	

(Rupees in lakh)

PART – D**Weighted assets i.e. On - balance Sheet items**

Item name	Item code	Book value	Risk weight	Adjusted value
I. Cash and bank balances including fixed deposits & certificates of deposits	210		0	0
II. Investments				
(a) Approved securities as defined in Reserve Bank of India Act, 1934	221		0	0
(b) Bonds of public sector banks				
(i) Amounts deducted in part `A' item (x) (Item code 150)	222A		0	
(ii) Amounts not deducted in part `A' item (x) (Item code 150)	223A		20	
(c) FDs/CDs/bonds of public financial institutions				
(i) Amounts deducted in part `A' item (x) (Item code 150)	224A		0	0
(ii) Amounts not deducted in part `A' item (x) (Item code 150)	225A		100	
Sub-total(222A+223A+224A+225A)	ST225A			
(d) Shares of all companies and debentures/ bonds/ commercial papers of companies and units of all mutual funds				
(i) Amounts deducted in Part `A' Item (xi) (Item code 150)	226		0	0
(ii) Amounts not deducted in Part A	227		100	
Sub-total(226+227)	ST227			
III. Current Assets				
(a) Stock on hire (Please see Note 2 below)				
(i) Amounts deducted in Part A [Item (xi) Item code 150]	231		0	0
(ii) Amounts not deducted in part A	232		100	
Sub-total(231+232)	ST232			
(b) Inter-corporate loans/ deposits				
(i) Amounts deducted in Part `A' [Item (xi) item code 150]	233		0	0
(ii) Amounts not deducted in Part A	234		100	
Sub-total (233+234)	ST234			
(c) Loans and advances fully secured by company's own deposits	235		0	0
(d) Loans to staff	236		0	0
(e) Other secured loans and advances considered good				
(i) Amounts deducted in Part A [Item (xi) item	241		0	0

code 150]			
(ii) Amounts not deducted in Part A	242	100	
Sub-total(235+236+241+242)	ST242		
(f) Bills purchased/discounted			
(i) Amounts deducted in Part A [Item (xi) item code 150]]	243	0	0
(ii) Amounts not deducted in Part A	244	100	
Sub-total (243+244)	ST244		
(g) Others (to be specified)	245	100	
IV. Fixed Asset (net of depreciation)			
(a) <u>Assets leased out</u>			
(i) Amounts deducted in Part A [Item (xi) item code 150]]	251	0	0
(ii) Amounts not deducted in Part A	252	100	
Sub-total (251+252)	ST252		
Total credit exposure (ST232+ST234+ST242+ST244+245+ST252)	CT200		
(b) Premises	253	100	
(c) Furniture & Fixtures	254	100	
V. Other assets			
(a) Income-tax deducted at source (net of provisions)	255	0	0
(b) Advance tax paid (net of provision)	256	0	0
(c) Interest due on Government securities	257	0	0
(d) Others (to be specified)	258	100	
Total weighted assets (Items 210 to 258 please exclude item codes prefixed by "ST")	200		

NOTES:

1. Netting may be done in respect of assets where provisions for depreciation or for bad and doubtful debts have been made.
2. Stock on hire should be shown net of finance charges i.e. interest and other charges recoverable.
3. Assets which have been deducted (item code 150) from owned fund to arrive at net owned fund will have a weightage of '0'.
4. Netting may be done in respect of total outstanding exposure of a borrower by cash margin/caution money/security deposits against which right to set-off is available.

PART - E

Weighted non-funded exposures/off-balance sheet items

Item Name	Item Code	Book value	Conversion factor	Equivalent value	Risk weight	Adjusted value
1. Financial & Other guarantees	310		100		100	
2. Share/debenture underwriting obligations	320		50		100	
3. Partly paid shares/debentures	330		100		100	
4. Bills rediscounted	340		100		100	
5. Lease contracts entered into but yet to be executed	350		100		100	
6. Other contingent liabilities (To be specified)	360		50		100	
Total non-funded exposures (Items 310 to 360)	300		--		--	

Note: Cash margin/deposits shall be deducted before applying the conversion factor.

PART - F
Asset Classification

I. Aggregate of credit exposures categorised into:

<i>Item name</i>	<i>Item code</i>	<i>Amount</i>
(i) Standard assets	411	
(ii) <u>Sub-standard assets</u> :		
(a) Lease and hire purchase assets	412	
(b) Other credit facilities	413	
(iii) Doubtful assets	414	
(iv) Loss assets	415	
Total (411 to 415)	410	

Note: (item 410 should tally with CT200)

II. Aggregate provisioning in respect of I above as per the Directions prescribed

Item Name	Item code	Provision required	Actual provision made
(A) <u>Loans, advances and other credit facilities</u>			
(i) <u>Sub-standard assets</u> :			
(a) entire interest amount taken to the credit of profit and loss account before the asset became NPA and remaining unrealised	421		
(b) 10% of the balance of outstanding dues	422		
(ii) <u>Doubtful assets</u> :			
(a) entire interest amount taken to the credit of profit and loss account before the asset became NPA and remaining unrealised	423		

Item Name	Item code	Provision required	Actual provision made
(b) 100% to the extent not covered by realisable value of security plus 20% to 50% of the secured portion for the period the asset has remained doubtful	424		
(iii) <u>Loss assets</u> :			
(a) entire interest amount taken to the credit of profit and loss account before the asset became NPA and remaining unrealised	425		
(b) 100 % of the outstanding balance	426		
Total: (item No.421 to 426)	ST426		

(B) Hire purchase and Leased assets

(i) Sub-standard assets :

Hire Purchase assets

- | | |
|---|-----|
| (a) entire amount taken to the credit of profit and loss account before the asset became NPA and remaining unrealised | 427 |
| (b) deficit between total dues and depreciated value | 428 |
| (c) 10% of net book value | 429 |

Leased Assets

- | | |
|--|-----|
| (d) net lease rentals credited to profit and loss account before the asset became NPA and remaining unrealised | 430 |
| (e) 10% of the net book value | 431 |

Item name	Item code	Provision required	Actual provision made
(ii) <u>Doubtful assets</u>			
<u>Hire Purchase assets</u>			
(a) entire amount taken to the credit of profit and loss account before the asset became NPA and remaining unrealised	432		
(b) deficit between total dues and depreciated value	433		
(c) 40% of net book value	434		
<u>Leased Assets</u>			
(d) net lease rentals credited to profit and loss account before the asset became NPA and remaining unrealised	435		
(e) 40% of the net book value	436		
<u>Hire Purchase assets</u>			
(f) entire amount taken to the credit of profit and loss account before the asset became NPA and remaining unrealised	437		
(g) deficit between total dues and depreciated value	438		
(h) 70% of net book value	439		
<u>Leased Assets</u>			
(i) net lease rentals credited to profit and loss account before the asset became NPA and remaining unrealised	440		
(j) 70% of the net book value	441		

Item name	Item code	Provision required	Actual provision made
-----------	-----------	--------------------	-----------------------

(iii) Loss assets

Hire Purchase assets

(a) entire amount taken to the credit of profit and loss account before the asset became NPA and remaining unrealised	442		
(b) deficit between total dues and depreciated value	443		
(c) 100% of net book value	444		

Leased Assets

(a) net lease rentals credited to profit and loss account before the asset became NPA and remaining unrealised	445		
(b) 100% of the net book value	446		

Sub-Total: (item No.427 to 446)	ST 446		
Total provisions (ST426+ST446)	420		

III. Other provisions in respect of :

(i) Depreciation in fixed assets	451		
(ii) Depreciation in investments	452		
(iii) Loss/intangible assets	453		
(iv) Provision for taxation	454		
(v) Gratuity/provident fund	455		
(vi) Others (to be specified)	456		

Total	450		
--------------	------------	--	--

PART- G

Particulars regarding investments in and advances to companies/firms in the same group and other non-banking financial companies

Item name	Item code	Amount
i) Book value of bonds and debentures and outstanding loans and advances to and deposits with subsidiaries and companies in the same group (Details to be enclosed in Appendix No.).	510	
ii) Investments in shares of subsidiaries and companies in the same group and all non-banking financial companies (Details to be enclosed in Appendix No.).	520	
iii) Investments by way of shares, debentures, loans and advances, leasing, hire purchase finance, deposits etc. in other companies, firms and proprietary concerns where directors of the company hold substantial interest (Details to be enclosed in Appendix No.).	530	

PART - H

Particulars regarding concentration of advances including off balance sheet exposure and investments to parties including those in Part G above

Item name	Item Code	Amount
i) Loans and advances including off-balance sheet exposures to any single party in excess of 15 per cent of owned fund of the non-banking financial company (Details to be enclosed in Appendix No.)	610	
ii) Loans and advances including off-balance sheet exposures to a single group of parties in excess of 25 per cent of owned fund of the non-banking financial company (Details to be enclosed in Appendix No.)	620	
iii) Investments in a single company in excess of 15 per cent of the owned fund of the non-banking financial company (Details to be enclosed in Appendix No.)	630	
iv) Investments in the shares issued by a single group of companies in excess of 25 per cent of the owned fund of the non-banking financial company	640	
v) Loans, advances to (including debentures/ bonds and off-balance sheet exposures) and investment in the shares of single party in excess of 25 per cent of the owned fund of the non-banking financial company	650	
vi) Loans, advances to (including debentures/ bonds and off-balance sheet exposures) and investment in the shares of single group of parties in excess of 40 per cent of the owned fund of the non-banking financial company	660	

Notes :

- (1) All these exposure limits shall be applicable to the non-banking financial company's own group as well as to the borrower/investee company's group.
- (2) Investment in debentures for this purpose shall be treated as credit and not investment.

Part - I

**Particulars on suit filed and decreed debts by
the non-banking financial company and against it**

Item Name	Item Code	Amount
I.		
(i) Loans, advances, other credit facilities, leased assets and hire purchase assets for which the non-banking financial company has filed suits in any Court of Law for recovery of its dues including the decreed debts :	710	
Pending for over 5 years	711	
Pending for 3 to 5 years	712	
Pending for 1 to 3 years	713	
Pending for less than one year	714	
(ii) Out of (I) above, the loans, advances, other credit facilities and hire purchase assets for which decree has been obtained by the non-banking financial company	720	
(iii) Recoveries made in suit filed / decreed debts (including amounts deposited in the Court)	730	
II. Suit filed and decreed against the company	740	

CERTIFICATE

Certified that

- (1) the data/information furnished in this statement are in accordance with the Directions issued by the Reserve Bank of India relating to income recognition, accounting standards, asset classification, provisioning for bad and doubtful debts, capital adequacy and concentration of credit and investments. The statement has been compiled from the books of account and other records of the company and to the best of my knowledge and belief they are correct;
- (2) Reserve Bank's classification of the company as a on the basis of its principal business as evidenced from its asset and income pattern continues/does not continue to hold good (delete whatever is not applicable);
- (3) the capital adequacy as disclosed in part C of the return after taking into account the particulars contained in part D, E and F has been correctly worked out;
- (4) the aggregate of amount outstanding in respect of loans, equipment leasing, hire purchase finance and investment held together with other assets of the company during the year ended March _____ is taken into account to ensure that the minimum stipulated capital adequacy ratio as applicable to the company has been maintained throughout the relevant period on an on-going basis;
- (5) classification of assets as disclosed in part F of the return has been verified and found to be correct. No rollover/rephasing of loans, lease and hire purchase transactions and bills discounted beyond due dates has been observed. The sub-standard or doubtful or loss asset, if up-graded, has been done so, in conformity with the Non-Banking Financial (Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2007;
- (6) investments in group companies as disclosed in part G of the return, exposures to individuals/firms/other companies exceeding the credit/investment concentration norms as disclosed in part H of the half-yearly return and particulars on suit filed and decreed debts by the company and against it as disclosed in part I of the return and classification of such assets is correct.

Place :
Date :

For and on behalf of
(Name of the company)

Managing Director/Chief Executive Officer

Auditor's Report

We have examined the books of account and other records maintained by Limited in respect of the capital funds, risk assets/exposures and risk asset ratio etc. as on20... and statements/certificate hereinabove made by the Managing Director/Chief Executive Officer of the company or his authorised representative. On the basis of random checking, we certify the statement in paragraph (4) above. We further report that to the best of our knowledge and according to the information and explanations given to us and as shown by the record examined by us, the figures shown in Parts A, B, C, D, E, F, G, H and I of the statement hereinabove are correct.

Place:

Date:

Statutory auditors