

# **AXIS TRUSTEE SERVICES LIMITED**

## **DIRECTORS' REPORT – 2021-22**



## DIRECTORS' REPORT

To,  
The Members,  
**AXIS TRUSTEE SERVICES LIMITED**

The Board of Directors has the pleasure of presenting the Fourteenth Annual Report of the Company together with the Audited Financial Statements, Auditors' Report and the report on the business of the Company, for the financial year ended March 31, 2022.

### FINANCIAL PERFORMANCE

The financial highlights of the Company for the year ended March 31, 2022 are presented below:-

Particulars	(Rs. In Crores)	
	For the year ended 31.03.2022	For the year ended 31.03.2021
Operating Income	44.51	34.08
Interest and other income	2.98	3.01
<b>Gross Income</b>	<b>47.51</b>	<b>37.09</b>
Operating Expenses	13.31	9.12
Depreciation	0.24	0.28
Non –operating expenditure including provisions	3.05	2.52
<b>Profit before Tax</b>	<b>30.94</b>	<b>25.17</b>
Provision for Tax	7.71	5.05
<b>Net Profit for the period</b>	<b>23.23</b>	<b>20.11</b>
<b>Appropriations:</b>		
Transfer to General Reserve	2.32	2.01
<b>Surplus carried to Balance Sheet</b>	<b>20.91</b>	<b>18.10</b>

### NATURE OF BUSINESS, OPERATIONS, AND FUTURE OUTLOOK OF THE COMPANY

Axis Trustee Services Ltd. (ATSL) is into Trusteeship and Agency & Administration services for over a decade. The Company's trusteeship offerings cover debt securities (debentures/bonds), loan backed securities, Alternative Investment Fund Trust (AIFT), Real Estate Investment Trust (REIT), Infrastructure Investment Trust (InVIT), Securitised debt instruments, etc. The agency services primarily relate to managing and monitoring syndicated credit facilities, Escrow Account, Trust & Retention Account, Safe custody of documents, etc

This year has been an watershed year for the overall Trustee industry given the transformative changes in the regulatory framework & resultant increased obligations of Debenture Trustees to safeguard the interest of investors. To facilitate this transformation, ATSL has taken various steps including upgradation of skill sets, hiring of additional resources for effective discharge of fiduciary role, automating processes & systems, strengthening / augmenting due diligence & periodic monitoring and preparedness to enroll into DLT framework by SEBI. Focus on the DT business coupled with our business understanding and solutioning ability led to 3x growth in DT business revenues.



As economy started opening up post COVID which could be seen from the better credit offtake in the banking system, the company posted a 81% growth in revenue from Security Trustee business. The company could scale up AIF Trustee business multi-fold in FY22 after sensing opportunity in GIFT City. We could maintain a higher growth trajectory in Escrow Agency & Facility Agency with a clear focus on expanding customer base and customer centric services/pricing. The successful handling of transition of benchmark interest rate from LIBOR/ EURIBOR to SOFR/SONIA of in our capacity as Facility Agent was much appreciated by the market which led to repeat business. We also maintained our leadership position in Real Estate Investment Trust (REIT) & Infrastructure Investment Trust (INVIT). The operating income grew 31 % YOY and the company witnessed volume & revenue growth in almost all product lines.

Given the changes in the financial services industry and the constantly evolving industry outlook the management took rapid steps to capture the opportunity by introducing organizational transformation with a key focus on "People, Product and Process". Accordingly, the company has set up dedicated Transformation & project management teams and have started investing in building Digital capabilities, aimed at better stakeholder outreach & user journeys in coming days.

The company has played an important role in the regulatory & policy formulation and implementation through participation in various committees & working groups. With a renewed govt focus on Infrastructure, heightened capital market activities and strengthening of Bond markets the company expects high traction in trustee industry activities. Accordingly the company has realigned its strategy ,aspirations and approach towards creating superior stakeholder value proposition.

## **RESERVES**

The Company proposes to transfer an amount of Rs.2.32 crs to the General Reserves.

## **DIVIDEND**

The Board of Directors is pleased to recommend a dividend of Rs. 100/- per share for the financial year ended March 31, 2022, subject to the approval of the members in the ensuing Annual General Meeting (AGM). The total cash outflow shall be Rs. 15.00 Crore.

## **BOARD OF DIRECTORS**

The existing Board of Directors of the Company are as follows:

1. Mr. Rajesh Kumar Dahiya (DIN: 07508488)
2. Mr. Ganesh Sankaran (DIN: 07580955)
3. Mr. Sanjay Sinha (DIN: 08253225) (Retired w.e.f April 30, 2021)
4. Ms. Deepa Rath (DIN: 09163254) (Appointed w.e.f May 01, 2021)

During the year under review there were changes in the Board.

The Board considered and approved the appointment of Ms. Deepa Rath as Managing Director & CEO of the Company at its meeting held on April 15, 2021 w.e.f. May 01, 2021 and noted the cessation of employment of Mr. Sanjoy Sinha as MD & CEO w.e.f April 30, 2021.



Sr. No	Name of the Directors	Designation	Appointment/ Cessation	With effect From
1.	Ms. Deepa Rath	Additional Director	Appointment	May 01, 2021
2	Ms. Deepa Rath	Managing Director & CEO	Change in Designation	May 01, 2021
3	Mr. Sanjay Sinha	Managing Director & CEO	Cessation	April 30, 2021

The tenure of Mr. Sanjay Sinha (DIN: 08253225) Managing Director & CEO, had ceased with effect from the close of business hours on April 30, 2021 due to completion of tenure as governed by guidelines for functioning of Boards of Axis Group. Accordingly, he also ceased to be the member of the CSR Committee effective same date and Ms. Deepa Rath is inducted in the same position.

During the year under review, the Company was not required to appoint Independent Directors in accordance with the provisions of Companies Act 2013. Accordingly, the disclosure in accordance with Rule 8(5)(iiiia) of Companies (Accounts) Rules, 2014 is not applicable to the Company.

#### KEY MANAGERIAL PERSONNEL

Mr. Sanjay Sinha ceased (Retirement) from the position of Managing Director & CEO upto the close of working hours of April 30, 2021.

Ms. Deepa Rath, Managing Director & CEO of the Company, has been appointed for period of 5 years with effect from May 1, 2021.

The Company is not required to appoint any other Key Managerial Personnel in terms of the provisions of Section 203 of the Companies Act, 2013.

#### RETIREMENT BY ROTATION

Mr. Rajesh Kumar Dahiya (DIN: 07508488) Non-Executive Director (NED) of the Company will retire by rotation at the ensuing Annual General Meeting and being eligible, offers himself for reappointment. The Board places on record its appreciation for his contribution in guiding and supporting the Company's business and operations during his tenure as NED and recommends his offer of reappointment for consideration in the ensuing Annual General Meeting. Mr. Rajesh Kumar Dahiya (DIN: 07508488) has also confirmed his eligibility to be re-appointed as Non-Executive Director at the AGM.

#### DETAILS OF BOARD MEETINGS

During the financial year under review, four meetings of the Board of Directors of the Company were held and the gap between the said meetings did not exceed the limit of 120 days, as prescribed under the relevant provisions of the Companies Act, 2013 and the Rules made thereunder. The details of the Board Meetings of the Company for the Financial Year 2021-22 are summarized below:

Sr. No.	Date of the meeting	No. of Directors who attended the meeting
1.	April 15, 2021	3(Three)
2.	July 13, 2021	3(Three)
3.	October 14, 2021	3(Three)
4.	January 14, 2022	3(Three)



*[Handwritten Signature]*

## COMMITTEES OF THE BOARD:

The Company falls under the provisions of Section 135(1) of the Companies Act, 2013, and hence has constituted the CSR Committee. The CSR Committee met on April 15, 2021, July 13, 2021 and October 14, 2021. The constitution of the CSR Committee is as follows:

Name of the Member	Position
Mr. Rajesh Kumar Dahiya	Chairman
Ms. Deepa Rath	Member

Pursuant to the provisions of Section 177 and 178, the Company is not required to constitute any Audit Committee or Nomination & Remuneration Committee of the Board of Directors.

## BOARD AGENDA

The Board agenda is prepared based on inputs received from the concerned departments of the Company and finalised in consultation with the MD & CEO of the Company. The Board agenda and notes thereof are sent to the Members of the Board in advance to enable them to read and comprehend the matters to be dealt with and seek further information / clarification. The Members of the Board are free to recommend inclusion of any matter in the agenda for discussion. The Minutes of the Board meetings are circulated to the Chairman for his review and approval and thereafter circulated to the other Members of the Board for their comments, in accordance with the Secretarial Standards on meetings of the Board of Directors (SS-1) issued by the Institute of Company Secretaries of India (ICSI). In case of business exigencies or urgency of matters, resolutions are also passed by the Board through circulation. Video conferencing facilities are also used to facilitate participation by Directors who are unable to physically attend the meetings of the Board.

## PARTICULARS OF EMPLOYEES

During the year under review, no employee of the Company was in receipt of remuneration in excess of limits as prescribed under sub-rule (2) of Rule 5 of Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

## DIRECTORS' RESPONSIBILITY STATEMENT

The Board of Directors of the Company hereby declares and confirms the following statements, in terms of Section 134(3) (c) of the Companies Act, 2013:

- (a) That in the preparation of the annual accounts, the applicable accounting standards have been followed along with proper explanation relating to material departures;
- (b) That such accounting policies have been selected and applied consistently and judgments and estimates have been made that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company as at March 31, 2022 and of the profit of the company for the year ended on that date ;
- (c) That proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;



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- (d) That the annual accounts have been prepared on a going concern basis;
- (e) That proper systems to ensure compliance with the provisions of all applicable laws have been in place and the same have been considered adequate and operating effectively.

#### **DIRECTORS' COMMENTS ON AUDITORS' REPORT**

The observations made by the Auditors in their Report read with relevant notes given in the Notes to Accounts are self-explanatory and therefore, do not require any comments from the Board of Directors pursuant to Section 134 (3) (f) of the Companies Act, 2013.

#### **EXTRACT OF ANNUAL RETURN**

Pursuant to Section 92(3) of the Companies Act, 2013 and Rule 12(1) of the Companies (Management and Administration) Rules, 2014, a copy of the Annual Return as at March 31, 2022 shall be available on the Company website.

Please find link to the Annual Return on our website:

<https://www.axistrustee.in/Debenture/Updates.aspx>

#### **RELATED PARTY TRANSACTIONS**

The details of transactions entered into by the Company with the Related Parties referred to in sub-section (1) of section 188, pursuant to Clause (h) of sub-section (3) of Section 134 of the Companies Act, 2013 and Rule 8(2) of the Companies (Accounts) Rules, 2014 in the Form AOC-2 are enclosed herewith as "Annexure-I" to this report.

#### **HOLDING COMPANY**

The Company continues to remain the wholly owned non-material subsidiary of Axis Bank Limited and there has been no change in the status of the company during the financial year under review.

#### **SUBSIDIARIES, JOINT VENTURES OR ASSOCIATE COMPANY**

During the year under review, no company has become or ceased to act as a Subsidiary, Joint Venture or Associate of the Company.

#### **PUBLIC DEPOSITS**

During the year under review, the Company has neither invited nor accepted / renewed any "Deposit" from public within the meaning of the term "Deposits" under the Companies (Acceptance of Deposits) Rules, 2014 made under Chapter V read with Section 73 and 76 of the Companies Act, 2013 as amended from time to time.



**PARTICULARS REGARDING CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO**

**(a) Conservation of energy**

(i)	the steps taken or impact on conservation of energy	NA
(ii)	the steps taken by the company for utilizing alternate sources of energy	NA
(iii)	the capital investment on energy conservation equipment	NA

**(b) Technology absorption**

(i)	the efforts made towards technology absorption	The Company has a specialized ERP system for managing its business requirements. In the effort to make the ERP more user friendly for internal & external stakeholders a cloud based agile & integratable Digital platform is being built.
(ii)	the benefits derived like product improvement, cost reduction, product development or import substitution	The recent modifications/upgradations in the ERP system have helped improve monitoring mechanisms.
(iii)	in case of imported technology (imported during the last three years reckoned from the beginning of the financial year)-	
	(a) the details of technology imported	NA
	(b) the year of import;	NA
	(c) whether the technology been fully absorbed	NA
	(d) if not fully absorbed, areas where absorption has not taken place, and the reasons thereof	NA
(iv)	the expenditure incurred on Research and Development	NA

**(c) Foreign exchange earnings and outgo**

During the year, the company had earned foreign income (INR equivalent 2.09 crore) and had not spent any foreign exchange .

**ANNUAL EVALUATION OF PERFORMANCE OF BOARD AND COMMITTEE**

During the year under review, the Company comprises a Paid up Share Capital of Rs. 1,50,00,000/- (Rupees One Crore Fifty Lakhs Only). Accordingly, the disclosure in accordance with the Rule 8(4) of Companies (Accounts) Rules 2014 is not applicable to the Company.

**RISK MANAGEMENT POLICY**

The Company has a Risk Management Policy with an objective to formalize the process of identification of potential risk and adopt appropriate risk mitigation measures through a risk

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management structure. The Risk Policy is a step taken by the Company towards strengthening the existing internal controls and updating the same as may be required from time to time.

### **CORPORATE SOCIAL RESPONSIBILITY INITIATIVES**

The Company has constituted the Corporate Social Responsibility (CSR) Committee of the Board in accordance with the provisions of Section 135 of the Companies Act, 2013, read with the Companies (Corporate Social Responsibilities) Rules, 2014, as amended. During the year, the said policy has been reviewed by the Board and the same has been hosted on the website of the company at <https://www.axistrustee.in/Debenture/Updates.aspx>

As part of its initiative under "Corporate Social Responsibility" (CSR), Axis Trustee Services Ltd. supports a Sustainable Livelihoods Program executed through Axis Bank Foundation. The Sustainable Livelihoods Program is a multiyear support program that encourages rural households to diversify their income streams i.e establish a 'Basket of Livelihoods' to reduce the risks of dependence on a single source of income. Natural resource management, agriculture, horticulture and livestock development, rural development, micro-enterprise, vocational training and skill development are the areas of intervention to enable stable livelihoods. The Program's multi-faceted approach enables households to increase their income, gain access to credit and build their capacities to be agents of change in their own communities. These activities are in accordance with Schedule VII of the Companies Act, 2013.

During the Financial Year 2021-22, the CSR Committee met on April 15, 2021, July 13, 2021 and October 14, 2021. During the year under review, the Company has spent Rs 50,64,148/- (Rupees Fifty Lakh Sixty Four Thousand One Hundred and Forty Eight only) towards CSR activity undertaken through Axis Bank Foundation.

The brief outline of the CSR Policy, including overview of the programs undertaken by the Company, the composition of the CSR Committee, average net profits of the Company for the past three financial years, prescribed CSR expenditure and details of the amounts spent by the Company on CSR activities during the year under review have been provided in the Annexure - II to this report.

A responsibility statement received from the members of the CSR Committee is also enclosed to the said report.

### **COMPLIANCE OF THE SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION, REDRESSAL) ACT, 2013**

The Company has a Policy for Prevention of Sexual Harassment (POSH) to deal with the matters pertaining to the complaints of Sexual Harassment against Women under the Sexual Harassment of Women at Workplace (Prevention, Prohibition, Redressal) Act, 2013.

The company has complied with the provision relating to the constitution of Internal Complaints Committee under the Sexual Harassment of Women at the Workplace (Prevention, Prohibition and Redressal) Act, 2013.

No complaints were received by the Company during the Financial Year under this Act.

### **PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS**

The Company has not taken Loan, Guarantees or made Investments covered under Section 134(3) (g) of the Companies Act, 2013.

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## **STATUTORY AUDITORS**

The Statutory Auditors, M/s S R Batliboi & Co LLP, Chartered Accountants, (ICAI Firm Registration No: 301003E/ E30-0005) were appointed as the Statutory Auditors of the Company in the 11<sup>th</sup> AGM held in 2019 for a period of 5 (five) years till the 16<sup>th</sup> AGM to be held on 2024.

## **ADEQUACY OF INTERNAL FINANCIAL CONTROLS RELATED TO FINANCIAL STATEMENTS**

The Board has inter alia reviewed the adequacy and effectiveness of the internal policies and procedures of the company in respect of the financial statements to ensure that there is an orderly and efficient conduct of business, prevention and detection of frauds and errors. Further, internal policies and procedures are in place to determine the accuracy and completeness of the accounting records and there is a system in place for preparation of reliable financial information.

## **SECRETARIAL COMPLIANCE**

Your company is not mandatorily required to obtain a Secretarial Audit Report as per the Companies Act, 2013 but has got a limited verification carried out by a practicing firm of Company Secretaries in line with the Companies Act 2013 and Secretarial Standards 1 & 2 and rules, regulations as issued by Ministry of Corporate Affairs. The said firm has certified that the company has generally complied with the Provisions of the Companies Act, 2013 & the Secretarial Standards.

## **OTHER DISCLOSURES:**

1. The Company has not issued any Securities under the ESOP Scheme or as Sweat Equity to its employees, requiring any disclosures of the same in this Report.
2. The Company has not accepted any deposits, under the provisions of the Companies Act, 2013 during the period of review.
3. The Board of Directors confirm their compliance with the provisions of the Secretarial Standards – 1 & 2 issued by the ICSI under the provisions of Section 118(10) of the Companies Act, 2013, during the year under review.
4. There are no frauds reported by the Auditors under sub-section (12) of Section 143 of the Companies Act, 2013.
5. There are no material changes and commitments other than those disclosed in this report, which have occurred between the end of the financial year of the Company to which the financial statements relate and the date of the report and can affect the financial position of the Company.
6. The Company is not required to maintain any cost records under the provisions of Section 148(1) of the Companies Act, 2013, during the Financial Year under review

## **DETAILS OF APPLICATION MADE OR ANY PROCEEDING PENDING UNDER THE INSOLVENCY AND BANKRUPTCY CODE, 2016 ALONG WITH THE STATUS-NIL**



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**DETAILS OF DIFFERENCE BETWEEN AMOUNT OF THE VALUATION DONE AT THE TIME OF ONE TIME SETTLEMENT AND THE VALUATION DONE WHILE TAKING LOAN FROM THE BANKS OR FINANCIAL INSTITUTIONS ALONG WITH THE REASONS THEREOF-NIL**

**DETAILS OF SIGNIFICANT AND MATERIAL ORDERS PASSED BY ANY REGULATOR, COURT, TRIBUNAL, STATUTORY AND QUASI-JUDICIAL BODY, IMPACTING THE GOING CONCERN STATUS OF THE COMPANY AND ITS FUTURE OPERATIONS – NIL**

#### **ACKNOWLEDGEMENT**

The Board of Directors would like to express its gratitude for all the guidance and co-operation received from its Holding Company – Axis Bank Limited. The Board also places on record its gratitude to Securities and Exchange Board of India (SEBI), Ministry of Corporate Affairs (MCA), Reserve Bank of India, Financial Institutions, Bankers, Advisors, Consultants, Central, State and Local Government Departments and Bodies, Registrar and Transfer Agent and other Government and Regulatory authorities for their continued support and guidance.


The Board acknowledges the support of Members and also places on record its sincere thanks to its valued clients and partners for their continued patronage.

The Board also expresses its warm appreciation to all the employees and officers of the Company for their strong work ethic, excellent performance, professionalism, team work, commitment and initiative, which has helped the Company in its business pursuits in today's challenging environment

**For and on behalf of the Board of Director**



**DEEPA RATH  
MANAGING DIRECTOR & CEO  
DIN: 09163254**



**RAJESH DAHIYA  
DIRECTOR  
DIN: 07508488**

**DATE: 13.04.2022  
PLACE: MUMBAI**

**DATE: 13.04.2022  
PLACE: MUMBAI**

## Form No. AOC-2

(Pursuant to clause (h) of sub-section (3) of Section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014)

**Form for Disclosure of Particulars of Contracts / Arrangements entered into by the Company with Related Parties referred to in sub-section (1) of Section 188 of the Companies Act, 2013 including certain Arm's Length Transactions under third proviso thereto.**

**1. Details of contracts or arrangements or transactions not at arm's length basis**

(a)	Names of the related party and nature of relationship	:	NIL
(b)	Nature of contracts/ arrangements/ transactions	:	NIL
(c)	Duration of the contracts / arrangements/ transactions	:	NIL
(d)	Salient terms of the contracts or arrangements or transactions including the value, if any	:	NIL
(e)	Justification for entering into such contracts or arrangements or transactions	:	NIL
(f)	Date (s) of approval by the Board	:	NIL
(g)	Amount paid as advances, if any	:	NIL
(h)	Date on which the special resolution was passed in general meeting as required under first proviso to section 188	:	NIL

**2. Details of material contracts or arrangement or transactions at arm's length basis:**

(a)	Name(s) of the related party and Nature of relationship	:	<ol style="list-style-type: none"> <li>1) Axis Bank Limited (Holding Company)</li> <li>2) Axis Finance Limited (Fellow Subsidiary)</li> <li>3) Axis Asset Management Company Limited (Fellow Subsidiary)</li> <li>4) Axis Mutual fund Trustee Limited (Fellow Subsidiary)</li> <li>5) Axis Bank U.K. Limited (Fellow Subsidiary)</li> <li>6) Axis Capital Limited (Fellow Subsidiary)</li> <li>7) Step down Subsidiary: Axis Capital USA LLC</li> <li>8) Axis Securities Limited (Fellow Subsidiary)</li> <li>9) A. TReDS Limited (Fellow Subsidiary)</li> <li>10) Freecharge Payment Technologies Private Limited (Fellow Subsidiary)</li> </ol>
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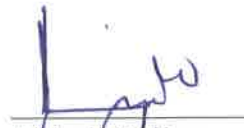
(b)	Nature of contracts / arrangements / transactions	:	<ol style="list-style-type: none"> <li>1. Re-imbursement of costs incurred in respect of employee deputation</li> <li>2. Rentals paid on shared premises between the Company and the Bank.</li> <li>3. Payment of services charges (i.e. Bank charges such as I.T Support Services and others).</li> <li>4. Fees/ commission for trusteeship / custodian / agency services.</li> <li>5. Receipt of Interest on Fixed Deposit.</li> <li>6. Reimbursement related to usage of common facilities / other expenses to / from related parties.</li> <li>7. Payment of Referral Fee</li> <li>8. Payment of Dividend</li> </ol>
(c)	Duration of the contracts / arrangements / transactions	:	Varies with the nature of the contract / arrangement / transaction
(d)	Salient terms of the contracts or arrangements or transactions including the value, if any:	:	The Contract/ arrangement / transaction are entered at arms' length price and in normal course of business. Refer Financial Statements.
(e)	Date(s) of approval by the Board, if any	:	15.04.2021
(f)	Amount paid as advances, if any	:	NIL

For and on behalf of the Board of Director



**DEEPA RATH**  
**MANAGING DIRECTOR & CEO**  
**DIN: 09163254**





**RAJESH DAHIYA**  
**DIRECTOR**  
**DIN: 07508488**

**DATE: 13.04.2022**  
**PLACE: MUMBAI**

**DATE: 13.04.2022**  
**PLACE: MUMBAI**

**REPORT ON CSR ACTIVITIES/ INITIATIVES**

[Pursuant to Section 135 of the Companies Act, 2013 & Rules made thereunder]

**A brief outline of the Company's CSR policy, including overview of the projects or programs proposed to be undertaken and reference to the web-link to the CSR Policy and projects or programs**

Your Company recognizes the importance of good corporate governance and corporate social responsibility in promoting and strengthening the trust of its shareholders and other stakeholders. The CSR Policy is guided by the Company's corporate vision and the aspiration to be the Trustee of Choice for Customers, Investors, Employees and Community.

**1. Your Company has identified the following program/activity for assistance under CSR initiative:**  
Development of Farm-Based Livelihoods, Promotion of non-farm based livelihood development, Formation of Collectives–Mobilising Self Help Groups (SHGs), Federations and partnerships with FPOs., Natural resource management, soil and water conservation, Access to credit and entrepreneurship development

**2. The CSR Policy is also accessible on the web portal of the Company at the following link:** Web link: <https://www.axistrustee.in/Debtenture/Updates.aspx>

**3. The composition of the CSR Committee:**

- |                            |            |
|----------------------------|------------|
| 1. Mr. Rajesh Kumar Dahiya | - Chairman |
| 2. Ms. Deepa Rath          | - MD & CEO |

**4. Average Net Profit (before tax) of the company for last 3 financial year:**

Financial Year	Profit before Tax	Average of three years
2018 - 2019	270,455,639.00	Rs. 253,212,910.00
2019 - 2020	237,526,489.00	
2020 - 2021	251,656,601.00	

**Computation of Profits as per Sec 198 of Companies Act, 2013:**

Financial Year	Profit before Tax	Average of three years
2018 - 2019	270,455,639.36	Rs. 253,207,397.02
2019 - 2020	237,509,951.14	
2020 - 2021	251,656,600.58	

**5. Prescribed CSR expenditure (2% of amount):**

Based on the average profit for last three years as per section 198 of the Companies Act, your company earmarked a sum of Rs. 50,64,148/- for CSR activities in FY 2021-22.

**6. Details of CSR activities/projects undertaken during the year:**

- Total amount spent – Rs. 50,64,148/-
- Amount un-spent (if any) – Nil




c) Manner in which the amount spent during financial year is detailed below:

1.	2.	3.	4.	5.	6.	7.	8.	9.	10.	11.	12.
Sr. No.	Name of CSR project/activity	Items from the list of activities in schedule VII to the Act,	Local Area Yes/No	Project Duration	Sector	Projects/ Programmes 1. Local area/others- 2. specify the state / where project / programme was undertaken	Amount outlay (budget) / project / programme wise	Amount spent on the project/ Sub-heads: 1. Direct expenditure on project / program, 2. Overheads	Cumulative spend upto the reporting period	Mode of Implementation (Direct - Yes/ No)	Amount spent: Direct/ through implementing agency*
1.	Sustainable Livelihoods Program	(x)	No	Ongoing	Rural Livelihood	a) Sustainable Livelihoods Program b) Sirohi and Udaipur district, Rajasthan and Mumbai, Maharashtra	Rs. 50.64 Lacs	Rs. 50.64 Lacs	Rs. 50.64 Lacs	Through Axis Bank Foundation	Rs. 50.64 Lacs

\*Implementing Agency - Axis Bank Foundation

7. In case the company has failed to spend the 2% of the average net profit of the last 3 financial years or any part thereof, reasons for not spending the amount in its Board Report - NA

8. A responsibility statement by the CSR Committee that the implementation and monitoring of CSR Policy, is in compliance with CSR objectives and Policy of the Company - The CSR Committee of the Company confirms that the implementation and monitoring of CSR policy is in compliance with CSR objectives and policy of the Company.

  
DEEPA RATH  
MANAGING DIRECTOR & CEO  
DIN: 09163254  
DATE: 13.04.2022  
PLACE: MUMBAI



  
RAJESH DAHIYA  
DIRECTOR  
DIN: 07508488  
DATE: 13.04.2022  
PLACE: MUMBAI

To,  
The Board of Directors,  
Axis Trustee Services Limited

Dear Sirs,

**Subject: Responsibility Statement by the CSR Committee**

With reference to the responsibility statement to be submitted by the CSR Committee under the provisions of Companies Act, 2013, the CSR Committee hereby confirms that the implementation and monitoring of CSR policy is in compliance with CSR objectives and policy of the Company.

  
DEEPA RATH  
MANAGING DIRECTOR & CEO  
DIN: 09163254



  
RAJESH DAHIYA  
DIRECTOR  
DIN: 07508488

DATE: 13.04.2022  
PLACE: MUMBAI

DATE: 13.04.2022  
PLACE: MUMBAI

**INDEPENDENT AUDITOR'S REPORT**

To the Members of Axis Trustee Services Limited

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

**Opinion**

We have audited the accompanying financial statements of Axis Trustee Services Limited ("the Company"), which comprise the Balance sheet as at March 31 2022, the Statement of Profit and Loss and the Cash Flow Statement for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act, 2013, as amended ("the Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2022, its profit/loss and its cash flows for the year ended on that date.

**Basis for Opinion**

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

**Other Information**

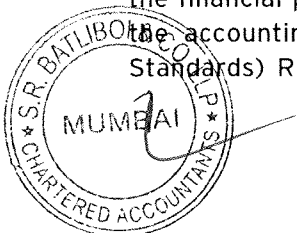
The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Director's report but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether such other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

**Responsibility of Management for the Financial Statements**

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Companies (Accounting Standards) Rules, 2006 (as amended) specified under section 133 of the Act, read with the





Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are also responsible for overseeing the Company's financial reporting process.

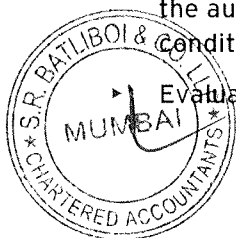
### **Auditor's Responsibilities for the Audit of the Financial Statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- ▶ Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- ▶ Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
- ▶ Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- ▶ Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

- ▶ Evaluate the overall presentation, structure and content of the financial statements, including



the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

#### **Report on Other Legal and Regulatory Requirements**

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the "Annexure 1" a statement on the matters specified in paragraphs 3 and 4 of the Order.
2. As required by Section 143(3) of the Act, we report that:
  - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
  - (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
  - (c) The Balance Sheet, the Statement of Profit and Loss and the Cash Flow Statement dealt with by this Report are in agreement with the books of account;
  - (d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Companies (Accounting Standards) Rules, 2006 (as amended) specified under section 133 of the Act, read with the Companies (Accounts) Rules, 2014;
  - (e) On the basis of the written representations received from the directors as on March 31, 2022 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2022 from being appointed as a director in terms of Section 164 (2) of the Act;
  - (f) With respect to the adequacy of the internal financial controls with reference to these financial statements and the operating effectiveness of such controls, refer to our separate Report in "Annexure 2" to this report;
  - (g) In our opinion, the managerial remuneration for the year ended March 31, 2022 has been paid / provided by the Company to its directors in accordance with the provisions of section 197 read with Schedule V to the Act;
  - (h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended in our opinion and to the best of our information and according to the explanations given to us:
    - i. The Company does not have any pending litigations which would impact its financial position;
    - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses;



# **S.R. BATLIBOI & CO. LLP**

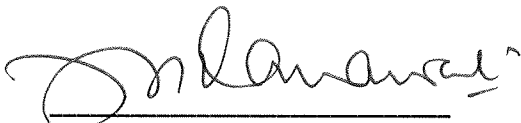
Chartered Accountants

- iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
  
- iv. a) The management has represented that, to the best of its knowledge and belief, other than as disclosed in the note 36 to the financial statements, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the company to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;  
  
b) The management has represented that, to the best of its knowledge and belief, other than as disclosed in the note 36 to the financial statements, no funds have been received by the company from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and  
  
c) Based on such audit procedures that were considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (a) and (b) contain any material misstatement.
  
- v. The dividend declared or paid during the year by the Company is in compliance with section 123 of the Act.

For S.R. Batliboi & Co. LLP

Chartered Accountants

ICAI Firm Registration Number: 301003E/E300005

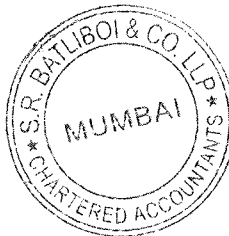


per Jitendra H. Ranawat

Partner

Membership Number: 103380

UDIN: 22103380AHFFAQ1989



Place of Signature: Mumbai

Date: April 13, 2022

**Annexure 1 referred to under the heading "Report on Other Legal and Regulatory Requirements" of our report of even date**

**Re: Axis Trustee Services Limited (the "Company")**

In terms of the information and explanations sought by us and given by the Company and the books of account and records examined by us in the normal course of audit and to the best of our knowledge and belief, we state that:

(i) (a) (A) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment.

(a) (B) The Company has maintained proper records showing full particulars of intangible assets.

(b) Property, Plant and Equipment have been physically verified by the management during the year and no material discrepancies were identified on such verification.

(c) There is no immovable property (other than properties where the Company is the lessee and the lease agreements are duly executed in favour of the lessee), held by the Company and accordingly, the requirement to report on clause 3(i)(c) of the Order is not applicable to the Company.

(d) The Company has not revalued its Property, Plant and Equipment or intangible assets during the year ended March 31, 2022.

(e) There are no proceedings initiated or are pending against the Company for holding any benami property under the Prohibition of Benami Property Transactions Act, 1988 and rules made thereunder.

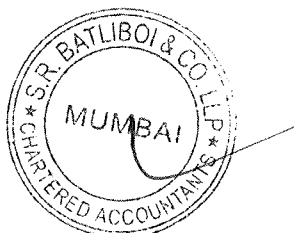
(ii) (a) The Company's business does not require maintenance of inventories and, accordingly, the requirement to report on clause 3(ii)(a) of the Order is not applicable to the Company.

(b) The Company has not been sanctioned working capital limits in excess of Rs. five crores in aggregate from banks or financial institutions during any point of time of the year on the basis of security of current assets. Accordingly, the requirement to report on clause 3(ii)(b) of the Order is not applicable to the Company.

(iii) (a) During the year the Company has not provided loans, advances in the nature of loans, stood guarantee or provided security to companies, firms, Limited Liability Partnerships or any other parties. Accordingly, the requirement to report on clause 3(iii)(a) of the Order is not applicable to the Company

(b) During the year the Company has not made investments, provided guarantees, provided security and granted loans and advances in the nature of loans to companies, firms, Limited Liability Partnerships or any other parties. Accordingly, the requirement to report on clause 3(iii)(b) of the Order is not applicable to the Company.

(c) The Company has not granted loans and advances in the nature of loans to companies, firms, Limited Liability Partnerships or any other parties. Accordingly, the requirement to report on clause 3(iii)(c) of the Order is not applicable to the Company.



# **S.R. BATLIBOI & CO. LLP**

Chartered Accountants

(d) The Company has not granted loans or advances in the nature of loans to companies, firms, Limited Liability Partnerships or any other parties. Accordingly, the requirement to report on clause 3(iii)(d) of the Order is not applicable to the Company.

(e) There were no loans or advance in the nature of loan granted to [companies, firms, Limited Liability Partnerships or any other parties]. Accordingly, the requirement to report on clause 3(iii)(e) of the Order is not applicable to the Company.

(f) The Company has not granted any loans or advances in the nature of loans, either repayable on demand or without specifying any terms or period of repayment to [companies, firms, Limited Liability Partnerships or any other parties]. Accordingly, the requirement to report on clause 3(iii)(f) of the Order is not applicable to the Company.

(iv) There are no loans, investments, guarantees, and security in respect of which provisions of sections 185 and 186 of the Companies Act, 2013 are applicable and accordingly, the requirement to report on clause 3(iv) of the Order is not applicable to the Company.

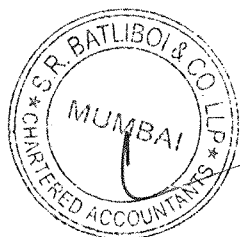
(v) The Company has neither accepted any deposits from the public nor accepted any amounts which are deemed to be deposits within the meaning of sections 73 to 76 of the Companies Act and the rules made thereunder, to the extent applicable. Accordingly, the requirement to report on clause 3(v) of the Order is not applicable to the Company.

(vi) The Company is not in the business of sale of any goods or provision of such services as prescribed. Accordingly, the requirement to report on clause 3(vi) of the Order is not applicable to the Company.

(vii)(a) The Company is regular in depositing with appropriate authorities undisputed statutory dues including goods and services tax, provident fund, employees' state insurance, income-tax, and other statutory dues applicable to it. According to the information and explanations given to us and based on audit procedures performed by us, no undisputed amounts payable in respect of these statutory dues were outstanding, at the year end, for a period of more than six months from the date they became payable.

(b) There are no dues of goods and services tax, provident fund, employees' state insurance, income tax, sales-tax, service tax, customs duty, excise duty, value added tax, cess, goods and service tax and other statutory dues which have not been deposited on account of any dispute.

(viii) The Company has not surrendered or disclosed any transaction, previously unrecorded in the books of account, in the tax assessments under the Income Tax Act, 1961 as income during



# **S.R. BATLIBOI & CO. LLP**

Chartered Accountants

the year. Accordingly, the requirement to report on clause 3(viii) of the Order is not applicable to the Company.

(ix) (a) The Company has not defaulted in repayment of loans or other borrowings or in the payment of interest thereon to any lender.

(b) The Company has not been declared willful defaulter by any bank or financial institution or government or any government authority.

(c) The Company did not have any term loans outstanding during the year hence, the requirement to report on clause (ix)(c) of the Order is not applicable to the Company.

(d) The Company did not raise any funds during the year hence, the requirement to report on clause (ix)(d) of the Order is not applicable to the Company.

(e) The Company does not have any subsidiary, associate or joint venture. Accordingly, the requirement to report on clause 3(ix)(e) of the Order is not applicable to the Company.

(f) The Company does not have any subsidiary, associate or joint venture. Accordingly, the requirement to report on Clause 3(ix)(f) of the Order is not applicable to the Company.

(x) (a) The Company has not raised any money during the year by way of initial public offer / further public offer (including debt instruments) hence, the requirement to report on clause 3(x)(a) of the Order is not applicable to the Company.

(b) The Company has not made any preferential allotment or private placement of shares / fully or partially or optionally convertible debentures during the year under audit and hence, the requirement to report on clause 3(x)(b) of the Order is not applicable to the Company.

(xi) (a) No material fraud by the Company or no material fraud on the Company has been noticed or reported during the year.

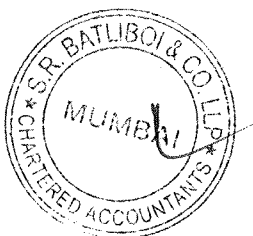
(b) During the year, no report under sub-section (12) of section 143 of the Companies Act, 2013 has been filed by secretarial auditor or by us in Form ADT - 4 as prescribed under Rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government.

(c) As represented to us by the management, there are no whistle blower complaints received by the Company during the year.

(xii) The Company is not a nidhi Company as per the provisions of the Companies Act, 2013. Therefore, the requirement to report on clause 3(xii) of the Order is not applicable to the Company.

(xiii) Transactions with the related parties are in compliance with sections 177 and 188 of Companies Act, 2013 where applicable and the details have been disclosed in the notes to the financial statements, as required by the applicable accounting standards.

(xiv) (a) The Company does not have an internal audit system and is not required to have an internal audit system under the provisions of Section 138 of the Companies Act, 2013. Therefore, the requirement to report under clause 3(xiv)(a) of the Order is not applicable to the Company.



# **S.R. BATLIBOI & CO. LLP**

Chartered Accountants

(b) The Company does not have an internal audit system and is not required to have an internal audit system under the provisions of Section 138 of the Companies Act, 2013. Therefore, the requirement to report under clause 3(xiv)(b) of the Order is not applicable to the Company.

(xv) The Company has not entered into any non-cash transactions with its directors or persons connected with its directors and hence requirement to report on clause 3(xv) of the Order is not applicable to the Company.

(xvi) (a) The provisions of section 45-IA of the Reserve Bank of India Act, 1934 (2 of 1934) are not applicable to the Company. Accordingly, the requirement to report on clause (xvi)(a) of the Order is not applicable to the Company.

(b) The Company has not conducted any Non-Banking Financial or Housing Finance activities without obtained a valid Certificate of Registration (CoR) from the Reserve Bank of India as per the Reserve Bank of India Act, 1934.

(c) The Company is not a Core Investment Company as defined in the regulations made by Reserve Bank of India. Accordingly, the requirement to report on clause 3(xvi) of the Order is not applicable to the Company.

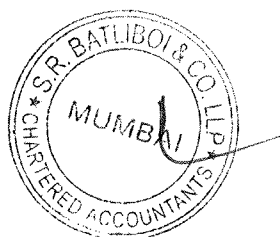
(d) There is no Core Investment Company as a part of the Group, hence, the requirement to report on clause 3(xvi) of the Order is not applicable to the Company.

(xvii) The Company has not incurred cash losses in the current year and in the immediately preceding financial year.

(xviii) There has been no resignation of the statutory auditors during the year and accordingly requirement to report on Clause 3(xviii) of the Order is not applicable to the Company.

(xix) On the basis of the financial ratios disclosed in note 35 to the financial statements, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements, our knowledge of the Board of Directors and management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.

We, further state that this is not an assurance as to the future viability of the Company and our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.



# **S.R. BATLIBOI & CO. LLP**

Chartered Accountants

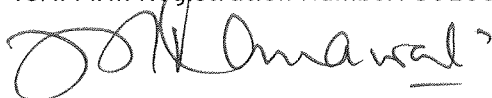
(xx) (a) There are no unspent amounts that are required to be transferred to a fund specified in Schedule VII of the Companies Act (the Act), in compliance with second proviso to sub section 5 of section 135 of the Act. This matter has been disclosed in note 19 to the financial statements.

(b) There are no unspent amounts that are required to be transferred to a special account in compliance of provision of sub section (6) of section 135 of Companies Act. This matter has been disclosed in note 19 to the financial statements.

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

Chartered Accountants

ICAI Firm Registration Number: 301003E/E300005



per **Jitendra H. Ranawat**

Partner

Membership Number: 103380

UDIN: 22103380AHFFAQ1989



Place of Signature: Mumbai

Date: April 13, 2022



**ANNEXURE 2 TO THE INDEPENDENT AUDITOR'S REPORT OF EVEN DATE ON THE FINANCIAL STATEMENTS OF AXIS TRUSTEE SERVICES LIMITED**

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

We have audited the internal financial controls with reference to financial statements of Axis Trustee Services Limited ("the Company") as of March 31, 2022 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

**Management's Responsibility for Internal Financial Controls**

The Company's Management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India ("ICAI"). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to the Company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

**Auditor's Responsibility**

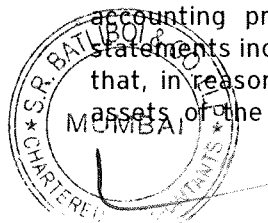
Our responsibility is to express an opinion on the Company's internal financial controls with reference to these financial statements based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note")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

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

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

**Meaning of Internal Financial Controls with Reference to these Financial Statements**

A company's internal financial controls with reference to financial statements is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial controls with reference to financial statements includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as



# **S.R. BATLIBOI & CO. LLP**

Chartered Accountants

necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

## **Inherent Limitations of Internal Financial Controls with Reference to Financial Statements**

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

## **Opinion**

In our opinion, the Company has, in all material respects, adequate internal financial controls with reference to financial statements and such internal financial controls with reference to financial statements were operating effectively as at March 31, 2022, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note issued by the ICAI.

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

Chartered Accountants

ICAI Firm Registration Number: 301003E/E300005

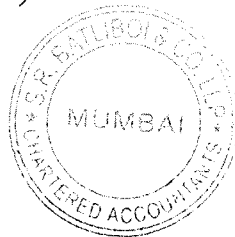


per **Jitendra H. Ranawat**

Partner

Membership Number: 103380

UDIN: 22103380AHFFAQ1989



Place of Signature: Mumbai

Date: April 13, 2022

# Axis Trustee Services Limited

## Notes to Financial statements for the year ended 31 March 2022

### 1. Corporate information

Axis Trustee Services Limited (the "Company") is a public company domiciled in India and incorporated under the provisions of the Companies Act, 1956. The Company is a wholly owned Subsidiary of Axis Bank Limited. The Company is engaged in the business of Trusteeship activity namely Debenture Trusteeship/ Security Trusteeship/Security Agency/Lenders' Agency/Facility Agency/ Trusteeship for Securitisation Issuances/Escrow Agency/Custodian Agent/ Alternate Investment Fund/Real Estate Investment Trust/Infrastructure Investment Trust etc.

### 2. Basis of preparation

The financial statements of the Company have been prepared in accordance with the accounting principles generally accepted in India (Indian GAAP). The Company has prepared these financial statements to comply in all material respects with the notified accounting standards notified under Section 133 of the Companies Act 2013, read together with paragraph 7 of the Companies (Accounts) Rules 2014 and Companies (Accounting Standards) Amendment Rules, 2016. The financial statements have been prepared on an accrual basis and under the historical cost convention.

The accounting policies adopted in the preparation of financial statements are consistent with those of previous year.

#### 2.1. Summary of significant accounting policies :

##### (a) Use of estimates

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



# Axis Trustee Services Limited

## Notes to Financial statements for the year ended 31 March 2022

### (b) Retirement and other employee benefits

Retirement benefit in the form of provident fund is a defined contribution scheme. The contributions to the provident fund are charged to the Statement of Profit and Loss for the year when an employee renders the related service. The Company has no obligation, other than the contribution payable to the provident fund.

The Company operates gratuity as a defined benefit plan for its employees. The costs of gratuity under the Company's plans are determined on the basis of actuarial valuation at each year-end. Separate actuarial valuation is carried out using the projected unit credit method. Actuarial gains and losses are recognized in full in the period in which they occur in the statement of profit and loss.

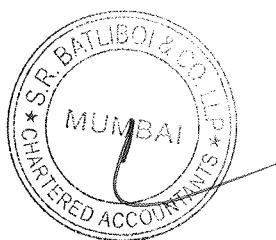
Accumulated leave, which is expected to be utilized within the next 12 months, is treated as short-term employee benefit. The Company measures the expected cost of such absences as the additional amount that it expects to pay as a result of the unused entitlement that has accumulated at the reporting date.

### (c) Property, Plant and Equipment

Property, Plant and Equipment (including intangible assets) are stated at cost, net of accumulated depreciation and accumulated impairment losses, if any. The cost comprises the purchase price and any directly attributable cost of bringing the asset to its working condition for its intended use. Gain or losses arising from de-recognition of property, plant and equipment (including intangible assets) are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognized in the statement of profit and loss when the asset is derecognized.

### (d) Depreciation/Amortization on Property, Plant and Equipment

Depreciation on property, plant and equipment is provided using the Straight Line Method ('SLM') using the rates arrived at based on the useful lives estimated by the management. Intangible assets are amortized on a straight line basis over the estimated useful life. The Company has used the following rates to provide depreciation/amortization on its Property, Plant and Equipment (including intangible assets):



# Axis Trustee Services Limited

## Notes to Financial statements for the year ended 31 March 2022

	Useful Life as per Management (SLM)	Useful Life as per Schedule II (SLM)
Computers	3 years	6 years
Computer Server	3 years	6 years
Office equipment	5 years	5 years
Mobile instruments	2 years	5 years
Furniture and Fixtures	10 years	10 years
Software	5 years	5 years

The management believes that depreciation rates currently used fairly reflect its estimate of the useful lives and residual values of fixed assets, though these rates in certain cases are different from lives prescribed under Schedule II of Companies Act, 2013.

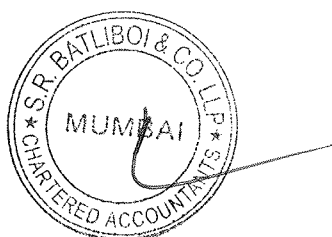
### (e) Impairment of property, plant and equipment and intangible assets

The Company assesses at each reporting date whether there is an indication that an asset may be impaired. If any indication exists, or when annual impairment testing for an asset is required, the Company estimates the asset's recoverable amount. An asset's recoverable amount is the higher of an asset's net selling price and its value in use. The recoverable amount is determined for an individual asset, unless the asset does not generate cash inflows that are largely independent of those from other assets or groups of assets. Where the carrying amount of an asset exceeds its recoverable amount, the asset is considered impaired and is written down to its recoverable amount. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. In determining net selling price, recent market transactions are taken into account, if available. If no such transactions can be identified, an appropriate valuation model is used.

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

### (f) Intangible Assets

Intangible assets are amortized on a straight line basis over the estimated useful economic life. The company uses a rebuttable presumption that the useful life of an intangible asset will not exceed five years from the date when the asset is available for use. If the persuasive evidence exists to the effect that useful life of an intangible asset exceeds five years, the company amortizes the intangible asset over the best estimate of its useful life. Such intangible assets and intangible assets not yet available for use are



# Axis Trustee Services Limited

## Notes to Financial statements for the year ended 31 March 2022

tested for impairment annually, either individually or at the cash-generating unit level. All other intangible assets are assessed for impairment whenever there is an indication that the intangible asset may be impaired.

### (g) Revenue recognition

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

Annual Fees for trusteeship services and servicing fees are recognized, on a straight line basis, over the period when services are performed. Initial acceptance fees for trusteeship services is recognized as and when the 'Offer Letter' for the services to be rendered is accepted by the customer.

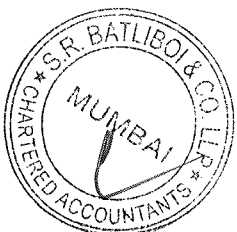
Interest income on fixed deposits is recognized on a time proportion basis taking into account the amount outstanding and the applicable interest rate. Interest income is included under the head "Other income" in the statement of profit and loss.

Realized gains and losses on mutual funds are dealt with in the statement of profit and loss. The cost of units in mutual fund sold are determined on FIFO basis for the purpose of calculating gains or losses on sale/redemption of such units.

### (h) Income taxes

Tax expense comprises current tax and deferred tax. Current income tax is measured at the amount expected to be paid to the tax authorities in accordance with the Income Tax Act, 1961 enacted in India. The tax rates and the tax laws used to compute the amount are those that are enacted or substantially enacted, at the reporting date.

Deferred income taxes reflect the impact of timing differences between taxable income and accounting income originated during the current year and reversal of timing differences of earlier years. Deferred tax is measured using the tax rates and the tax laws enacted or substantively enacted at the reporting date. Deferred tax liabilities are recognized for all taxable timing differences. Deferred tax assets are recognized for deductible timing differences only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized. In situations, where the Company has unabsorbed depreciation or carry forward tax losses, all deferred tax assets are recognized only if there is virtual certainty supported by convincing evidence that they can be realized against future taxable profits.



# Axis Trustee Services Limited

## Notes to Financial statements for the year ended 31 March 2022

At each reporting date, the Company re-assesses unrecognized deferred tax assets. It recognizes unrecognized deferred tax asset to the extent that it has become reasonably certain or virtually certain, as the case may be that sufficient future taxable income will be available against which such deferred tax assets can be realized.

The carrying amount of deferred tax assets are reviewed at each reporting date. The Company writes down the carrying amount of a deferred tax asset to the extent that it is no longer reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available against which deferred tax asset can be realized. Any such write-down is reversed to the extent that it becomes reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available.

### (i) Segment information

The Company is engaged primarily in the trusteeship business and its business operations are concentrated in India. Accordingly there are no separate business segments and geographical segments as per Accounting Standard 17 – Segment Reporting issued by The Institute of Chartered Accountants of India.

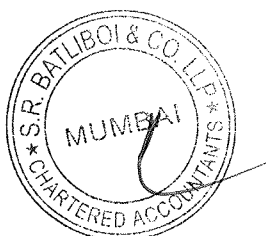
### (j) Earnings per share

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

For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares.

### (k) Provisions

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



# Axis Trustee Services Limited

## Notes to Financial statements for the year ended 31 March 2022

A provision for doubtful debts is recognized where, in the case of Initial Acceptance Fees, the receivables are not realized within 90 days from the date of invoice, and in the case of Annual Fees, the receivables are not received within 90 days from the end of the period for which the invoice is issued.

Where doubtful debt remains unrecovered till the end of the year, the same is written off and reversed from the debtors account.

Specific provisions are created in certain cases where recovery is assessed as doubtful even before the due date.

### (l) Contingent Liabilities

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

### (m) Cash and Cash Equivalents

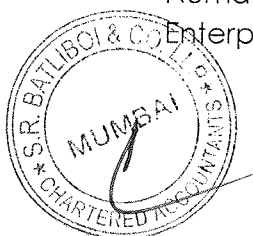
Cash and cash equivalents for the purpose of Cash Flow Statement comprise cash at bank and in hand and short-term investment with an original maturity of three months or less.

### (n) Leases

#### Where the company is lessee;

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

(o) The Company has registered itself into as MSME unit having Udyog Aadhar Numabr-MH19E0033585 dt.26<sup>th</sup> June 2018 under the Micro, Small and Medium Enterprise Development Act, 2006





# Axis Trustee Services Limited

## Notes to Financial statements for the year ended 31 March 2022

### (p) Impact of COVID-19

As the global pandemic COVID-19 continues to spread, the management has assessed the internal and external information up to the date of approval of these financial statements including economic forecasts and concluded that there is no material impact of Covid-19 on the Company's future performance.

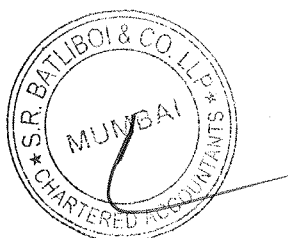
### (q) Social Security Code

The Code on Social Security, 2020 ('Code') relating to employee benefits during employment and post-employment benefits received Presidential assent in September 2020. The Code has been published in the Gazette of India. However, the date on which the Code will come into effect has not been notified and the final rules/interpretation have not yet been issued. The Company will assess the impact of the Code when it comes into effect and will record any related impact in the period the Code becomes effective.

(r) During the year ended March 31, 2022, a company has filed a complaint against the Company (as president of TAI) and certain other trustee company and the Trustees Association of India (TAI) (together as 'Parties') before the Competition Commission of India ('CCI') for alleged cartelization. The CCI passed a prima-facie order directing its investigative arm, the Director-General, to investigate the matter.

The Parties have challenged the CCI's investigation before the Bombay High Court on the ground that they are governed by Securities Exchange Board of India ('SEBI'), which is the concerned sectoral regulator under the SEBI Act, 1992 and the relevant regulations. On April 11, 2022, the Bombay High Court granted interim relief to the Parties, staying the CCI's investigation and directing SEBI to complete its inquiry and form its prima- facie view within two months.

Based on the Company's management assessment, the Company believes it has a strong case on merits for favourable outcome in this matter and accordingly shall not have a materially adverse impact on its financial position.



## Axis Trustee Services Limited

## Balance Sheet as at 31 March 2022

	Note No.	Amount (Rs.) 31 March 2022	Amount (Rs.) 31 March 2021
<b>Equity and liabilities</b>			
<b>Shareholders' funds</b>			
Share capital	3	15,000,000	15,000,000
Reserves and surplus	4	782,665,841	692,903,856
		<b>797,665,841</b>	<b>707,903,856</b>
<b>Non-current liabilities</b>			
Other long term liabilities	5	40,444	32,342
Long term provisions	6	2,023,080	1,521,906
		<b>2,063,524</b>	<b>1,554,248</b>
<b>Current liabilities</b>			
Trade payables	7	20,823,088	12,863,813
Other current liabilities	7	109,792,847	46,090,043
Short term provisions	6	37,390,141	13,939,033
		<b>168,006,076</b>	<b>72,892,889</b>
	<b>Total</b>	<b>967,735,441</b>	<b>782,350,993</b>
<b>Assets</b>			
<b>Non-current assets</b>			
<b>Property, plant and equipment and Intangible assets</b>			
Property, plant and equipment	8	3,505,244	2,015,836
Intangible assets	9	2,581,797	2,447,704
Intangible assets under development		-	895,500
Deferred tax assets (net)	10	22,982,990	16,303,327
Other non-current assets	14	28,693,710	58,693,710
		<b>57,763,741</b>	<b>80,356,077</b>
<b>Current assets</b>			
Current investments	11	234,797,685	246,632,298
Trade receivables	13	110,313,306	83,625,396
Cash and cash equivalents	15	549,172,423	356,401,054
Short-term loans and advances	12	3,113,472	1,261,012
Other current assets	14	12,574,812	14,075,156
		<b>909,971,699</b>	<b>701,994,916</b>
	<b>Total</b>	<b>967,735,441</b>	<b>782,350,993</b>
Summary of significant accounting policies	2.1		

The accompanying notes are an integral part of the financial statements

As per our report of even date

For S.R. BATLIBOI &amp; CO. LLP

ICAI Firm Registration No.: 301003E/ E300005

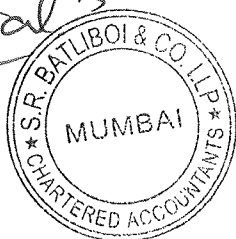
Chartered Accountants

per Jitendra H. Ranawat  
Partner

Membership No.: 103380

Place: Mumbai

Date: 13 April, 2022

For and on behalf of the Board of Directors  
of Axis Trustee Services LimitedDeepa Rath  
Managing Director & CEO

DIN No: 09163254

Place: Mumbai

Date: 13 April, 2022

Rajesh Daniya  
Director

DIN No.07508488

Place: Mumbai

Date: 13 April, 2022

**Axis Trustee Services Limited**  
**Statement of Profit and Loss for the year ended 31 March 2022**

	Note No.	Amount (Rs.) 31 March 2022	Amount (Rs.) 31 March 2021
<b>Income</b>			
Income from operations	16	445,157,360	340,762,341
Other income	17	29,898,733	30,107,870
<b>Total Income (I)</b>		<b>475,056,093</b>	<b>370,870,211</b>
<b>Expenses</b>			
Employee benefit expenses	18	79,254,940	59,236,207
Depreciation and amortization expenses	20	2,401,472	2,825,722
Provision for doubtful debts		25,454,384	17,856,415
Other expenses	19	58,511,917	39,295,266
<b>Total expenses (II)</b>		<b>165,622,713</b>	<b>119,213,610</b>
<b>Profit before tax (I-II)</b>		<b>309,433,380</b>	<b>251,656,600</b>
<b>Tax expense:</b>			
Tax for earlier years		-	(8,963,162)
Current Tax		83,851,060	64,196,480
Deferred Tax		(6,679,664)	(4,728,771)
Total tax expense		77,171,396	50,504,547
<b>Profit/(Loss) for the Year</b>		<b>232,261,984</b>	<b>201,152,053</b>
<b>Earnings per equity share (nominal value of share Rs. 10 ; previous year Rs. 10)</b>			
Basic	21	155	134.1
Diluted	21	155	134.1
Statement of significant accounting policies	2.1		
<b>The accompanying notes are an integral part of the financial statements</b>			

As per our report of even date

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

ICAI Firm Registration No.: 301003E/ E300005

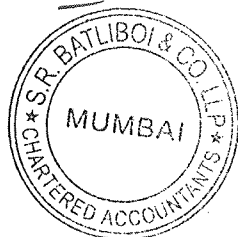
Chartered Accountants

per **Jifendra H. Ranawat**  
Partner

Membership No.: 103380

Place: Mumbai

Date: 13 April, 2022



For and on behalf of the Board of Directors

of **Axis Trustee Services Limited**

**Deepa Rath**  
Managing Director & CEO

DIN No: 09163254

Place: Mumbai

Date: 13 April, 2022



**Rajesh Dahiya**  
Director

DIN No.07508488

Place: Mumbai

Date: 13 April, 2022

Axis Trustee Services Limited

Cash Flow Statement for the year ended 31 March 2022

Cash flow from operating activities	Amount (Rs.)	Amount (Rs.)
	For the year ended 31 March 2022	For the year ended 31 March 2021
Profit before tax from continuing operations	309,433,380	251,656,601
<b>Adjustment to reconcile profit before tax to net cash flows</b>		
Depreciation/ amortization on continuing operation	2,401,472	2,825,722
Provision for doubtful debts (net)	25,454,384	17,856,415
Net Gain on sale of current investments	(5,655,438)	(2,955,771)
Interest Income	(21,145,693)	(23,634,721)
<b>Operating profit before working capital changes</b>	<b>310,488,105</b>	<b>245,748,246</b>
Movements in working capital :		
Increase/ (decrease) in trade payables	7,959,275	1,900,305
Increase / (decrease) in long-term provisions	501,174	309,537
Increase / (decrease) in short-term provisions	12,423,177	(537,715)
Increase/ (decrease) in other current liabilities	63,702,804	(14,559,060)
Increase/ (decrease) in other long-term liabilities	8,102	19,405
Decrease / (increase) in trade receivables	(52,142,295)	(34,481,785)
Decrease / (increase) in loans & advances	(1,852,460)	616,057
Decrease / (increase) in other current assets	-	13,653,203
<b>Cash generated from operations</b>	<b>341,087,883</b>	<b>212,668,193</b>
Direct taxes paid (net of refunds)	(72,823,129)	(55,208,691)
<b>Net cash flow from operating activities (A)</b>	<b>268,264,754</b>	<b>157,459,502</b>
<b>Cash flows from investing activities</b>		
Purchase of Property, plant and equipment	(3,129,473)	(2,649,095)
Proceeds from Sale of Property, plant and equipment	-	-
Investments in bank deposits (having original maturity of more than twelve months)	(101,273,577)	(167,469,242)
Redemption/ maturity of bank deposits (having original maturity of more than twelve months)	30,000,000	250,908,026
Purchase of current investments	125,010,450	(199,000,000)
Proceeds from sale/maturity of current investments	(107,520,399)	90,009,951
Interest income	22,646,037	24,484,207
<b>Net cash flow from/ (used in) investing activities (B)</b>	<b>(34,266,962)</b>	<b>(3,716,152)</b>
<b>Cash flows from financing activities</b>		
Dividend paid on equity shares	(142,500,000)	(142,500,000)
Tax on equity dividend paid	-	-
<b>Net cash flow from/ (used in) in financing activities (C)</b>	<b>(142,500,000)</b>	<b>(142,500,000)</b>
<b>Net increase/(decrease) in cash and cash equivalents (A + B + C)</b>	<b>91,497,792</b>	<b>11,243,350</b>
Cash and cash equivalents at the beginning of the year	70,484,038	59,240,688
<b>Cash and cash equivalents at the end of the year</b>	<b>161,981,830</b>	<b>70,484,038</b>
<b>Components of cash and cash equivalents</b>		
With banks- on current account incl. Cash in Hand	161,981,830	70,484,038
<b>Total cash and cash equivalents (note 15)</b>	<b>161,981,830</b>	<b>70,484,038</b>

Summary of significant accounting policies

The accompanying notes are an integral part of the financial statements

Note: The above Cash Flow Statement has been prepared under the "Indirect Method" as set out in Accounting Standard (AS) 3 -Cash Flow Statements notified under Section 133 of the Companies Act, 2013 read with the Rule 7 of the Companies (Accounts) Rules,2014 and the Companies (Accounting Standards) Amendment Rules,2016.

As per our report of even date

For S.R. BATLIBOI & CO. LLP

ICAI Firm Registration No.: 301003E/ E300005

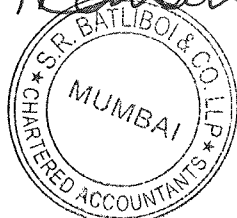
Chartered Accountants  
per Jitendra H. Ranawat

Partner

Membership No.: 103380

Place: Mumbai

Date: 13 April, 2022



For and on behalf of the Board of Directors  
of Axis Trustee Services Limited

Deepa Rath  
Managing Director &  
CEO

DIN No: 08253225

Place: Mumbai

Date: 13 April, 2022

Rajesh Dahiya  
Director

DIN No.07508488

Place: Mumbai

Date: 13 April, 2022



Axis Trustee Services Limited

Notes to Financial Statements for the year ended 31 March 2022

3. Share capital

	Amount (Rs.) 31 March 2022	Amount (Rs.) 31 March 2021
<b>Authorized shares</b>		
5,000,000 (31 March 2021: 5,000,000) equity shares of Rs.10/- each	5,00,00,000	5,00,00,000
<b>Issued, subscribed and fully paid-up shares</b>		
1,500,000 (31 March 2021: 1,500,000) equity shares of Rs. 10/- each	1,50,00,000	1,50,00,000
<b>Total issued, subscribed and fully paid-up share capital</b>	<b>1,50,00,000</b>	<b>1,50,00,000</b>

(a) Reconciliation of the shares outstanding at the beginning and at the end of the reporting period

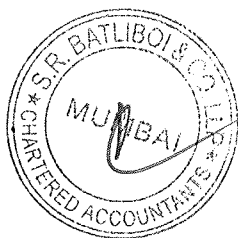
Equity shares

	31 March 2022		31 March 2021	
	No.	Amount (Rs.)	No.	Amount (Rs.)
At the beginning of the year	15,00,000	1,50,00,000	15,00,000	1,50,00,000
Issued during the year	-	-	-	-
Outstanding at the end of the year	<b>1500000</b>	<b>1,50,00,000</b>	<b>1500000</b>	<b>1,50,00,000</b>

(b) Terms/ rights attached to equity shares

The Company has only one class of equity shares having par value of Rs.10 per share. Each holder of equity shares is entitled to one vote per share. The Company declares and pays dividends in Indian rupees. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting. For the year ended 31 March, 2020 the amount of per share dividend recognized as distributions to equity shareholders is Rs.95 per share (31 March, 2019: Rs. 90 per share paid in current year)

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



Axis Trustee Services Limited

Notes to Financial Statements for the year ended 31 March 2022

(c) Shares held by holding/ ultimate holding company and/ or their subsidiaries/ associates

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

	As at 31 March 2022	As at 31 March 2021
	Amount (Rs.)	Amount (Rs.)
Axis Bank Limited, the holding company and its nominees		
1,500,000 (31 March 2020: 1,500,000) equity shares of Rs.10 each fully paid	1,50,00,000	1,50,00,000

(d) Details of shareholders holding more than 5% shares in the company

Name of the shareholder	As at 31 March 2022		As at 31 March 2021	
	No.	% Holding in the class	No.	% Holding in the class
Equity shares of Rs.10 each fully paid				
Axis Bank Limited, the holding company and its nominees	15,00,000	100%	15,00,000	100%

As per the records of the Company, including its register of shareholders/ members and other declarations received from shareholders regarding beneficial interest, the above shareholding represents both legal and beneficial ownerships of shares.



Axis Trustee Services Limited  
Notes to Financial Statements for the year ended 31 March 2022

4. Reserves and surplus

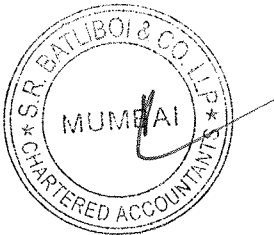
	Amount (Rs.)	Amount (Rs.)
	31 March 2022	31 March 2021
<b>General reserve</b>		
Balance as per the last financial statements	17,79,89,287	15,78,74,082
Add: amount transferred from surplus balance in the statement of profit and loss	2,32,26,198	2,01,15,205
<b>Closing Balance</b>	<b>20,12,15,486</b>	<b>17,79,89,287</b>

Surplus/ (deficit) in the statement of profit and loss

	31 March 2022	31 March 2021
Balance as per last financial statements	51,49,14,570	47,63,77,721
Profit for the year	23,22,61,984	20,11,52,053
Less: Appropriations	-	-
Dividend on equity shares (amount per share Rs. 95 per share)	(14,25,00,000)	(14,25,00,000)
Transfer to general reserve	(2,32,26,198)	(2,01,15,205)
Total appropriations	(16,57,26,198)	(16,26,15,205)
<b>Net surplus in the statement of profit and loss</b>	<b>58,14,50,355</b>	<b>51,49,14,569</b>
<b>Total reserves and surplus</b>	<b>78,26,65,841</b>	<b>69,29,03,856</b>

5. Other long-term liabilities

	Amount (Rs.)	Amount (Rs.)
	31 March 2022	31 March 2021
Lease equalization Reserve	40,444	32,342
	<b>40,444</b>	<b>32,342</b>



Axis Trustee Services Limited

Notes to Financial Statements for the year ended 31 March 2022

8. Properly plant and equipment

	Computers	Computer Servers	Office Equipment's	Furniture and Fixtures	Total
<b>Cost</b>					
At 1 April 2020	43,60,714	10,12,200	97,271	13,58,374	68,28,559
Additions	6,47,378	-	7,15,399	1,15,820	14,78,597
Disposals	7,39,687	-	-	-	-
<b>At 31 March 2021</b>	<b>42,68,405</b>	<b>10,12,200</b>	<b>8,12,670</b>	<b>14,74,194</b>	<b>83,07,156</b>
Additions	23,17,596	-	22,891	2,78,985	26,19,472
Disposals	-	-	-	-	-
<b>At 31 March 2022</b>	<b>65,86,001</b>	<b>10,12,200</b>	<b>8,35,561</b>	<b>17,53,179</b>	<b>1,01,86,941</b>
<b>Depreciation</b>					
At 1 April 2020	32,12,346	10,12,000	87,049	10,10,262	53,21,657
Charge for the year	7,90,763	-	6,473	1,72,227	9,69,463
Disposals	-	-	-	-	-
<b>At 31 March 2021</b>	<b>40,03,109</b>	<b>10,12,000</b>	<b>93,522</b>	<b>11,82,489</b>	<b>62,91,120</b>
Charge for the year	9,15,846	-	87,394	1,26,823	11,30,063
Disposals	-	-	-	-	-
<b>At 31 March 2022</b>	<b>49,18,955</b>	<b>10,12,000</b>	<b>1,80,916</b>	<b>13,09,312</b>	<b>74,21,183</b>
<b>Net Block</b>					
<b>At 31 March 2021</b>	<b>10,04,983</b>	<b>-</b>	<b>7,19,148</b>	<b>2,91,705</b>	<b>20,15,836</b>
<b>At 31 March 2022</b>	<b>24,06,733</b>	<b>-</b>	<b>6,01,413</b>	<b>4,97,098</b>	<b>35,05,244</b>





Axis Trustee Services Limited

Notes to Financial Statements for the year ended 31 March 2022

9. Intangible assets

	Computer Software
<b>Gross block</b>	
At 1 April 2020	1,09,05,436
Additions	12,16,500
Disposal/write off	
<b>At 31 March 2021</b>	<b>1,21,21,936</b>
Additions (including capitalized during the year)	14,05,500
Disposal/Write off	-
<b>At 31 March 2022</b>	<b>1,35,27,436</b>
<b>Amorization</b>	
At 1 April 2021	96,74,230
Charge for the year	12,71,409
Disposal/write off	-
<b>At 31 March 2022</b>	<b>1,09,45,639</b>
<b>Net block</b>	
At 31 March 2021	24,47,705
At 31 March 2022	25,81,797

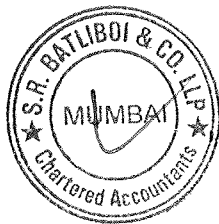
	Amount (Rs.) 31 March 2022	Amount (Rs.) 31 March 2021
Capital-Work-in Progress (CWIP)- Less than 1 year	-	8,95,500

(a) For Capital-work-in progress, following ageing schedule shall be given:

CWIP aging schedule

(Amount in Rs.)

CWIP	Amount in CWIP for a period of			Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years
Projects in progress	-	-	-	-
Projects temporarily suspended	-	-	-	-

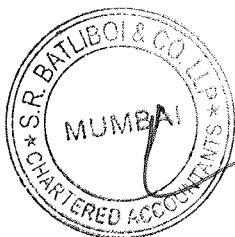


Axis Trustee Services Limited

Notes to Financial Statements for the year ended 31 March 2022

10. Deferred tax asset (net)

	Amount (Rs.)	Amount (Rs.)
	31 March 2022	31 March 2021
<b>Deferred tax asset</b>		
Impact of expenditure charged to the statement of profit and loss in the current year but allowed for tax purposes on payment basis	-	-
Property, plant and equipment and intangible assets: Impact of difference between tax depreciation and depreciation/ amortization charged for the financial reporting	7,78,214	5,86,414
Provision for Gratuity & leave encashment	10,96,543	10,15,039
Provision for doubtful debts	2,11,08,233	1,47,01,874
<b>Gross deferred tax asset</b>	<b>2,29,82,990</b>	<b>1,63,03,327</b>
<b>Deferred tax liability</b>		
Property, plant and equipment and intangible assets : Impact of difference between tax depreciation and depreciation/ amortization charged for the financial reporting	-	-
<b>Gross deferred tax liability</b>	<b>-</b>	<b>-</b>
<b>Net deferred tax asset</b>	<b>2,29,82,990</b>	<b>1,63,03,327</b>



Axis Trustee Services Limited

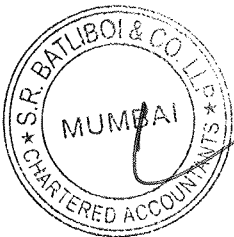
Notes to Financial Statements for the year ended 31 March 2022

11. Investments

	Non-Current		Current	
	Amount (Rs.) 31 March 2022	Amount (Rs.) 31 March 2021	Amount (Rs.) 31 March 2022	Amount (Rs.) 31 March 2021
<b>Investments valued at Cost</b>				
<b>Quoted</b>				
Investment in Mutual Funds (Market Value Rs. 24,31,25,834)	-	-	23,47,97,685	24,66,32,298
(Previous Year Rs.25,23,02,313)				
	-	-	23,47,97,685	24,66,32,298

12. Loans & Advances

	Non-Current		Current	
	Amount (Rs.) 31 March 2022	Amount (Rs.) 31 March 2021	Amount (Rs.) 31 March 2022	Amount (Rs.) 31 March 2021
<b>Other Loans &amp; Advances</b>				
<b>Unsecured, considered good</b>				
Prepaid expenses	-	-	26,54,327	8,58,487
Deposit with Central Registry	-	-	4,41,893	3,96,525
Other Advances	-	-	17,252	6,000
Less: Provision for Advances	-	-	-	-
Advance payment of income tax / tax deducted at source (after adjusting provision for tax: Current Year NIL; previous year : Nil)	-	-	-	-
	-	-	31,13,472	12,61,012



Axis Trustee Services Limited

Notes to Financial Statements for the year ended 31 March 2022

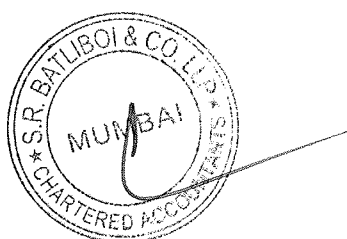
13. Trade receivables

	Non-Current		Current	
	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)
	31 March 2022	31 March 2021	31 March 2022	31 March 2021
<b>Outstanding for a period exceeding six months from the date they are due -for payment</b>				
Unsecured, considered good	-	-	11,03,13,306	2,21,90,240
Doubtful	-	-	3,25,40,711	76,14,221
			<b>14,28,54,018</b>	<b>2,98,04,461</b>
Provision for doubtful receivables	-	-	3,25,40,712	76,14,221
<b>(a)</b>	<b>-</b>	<b>-</b>	<b>11,03,13,306</b>	<b>2,21,90,240</b>
<b>Other receivables</b>				
Unsecured, considered good	-	-	-	6,14,35,156
Doubtful	-	-	-	55,53,214
				<b>6,69,88,370</b>
Provision for doubtful receivables	-	-	-	55,53,214
<b>(b)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>6,14,35,156</b>
<b>Total (a + b)</b>	<b>-</b>	<b>-</b>	<b>11,03,13,306</b>	<b>8,36,25,396</b>
<b>For Noting</b>				
Due from the holding company	-	-	26,42,802	40,80,594
Due From Other Subsidiary	-	-	-	2,44,319

Loans or Advances in the nature of loans are granted to promoters, directors, KMPs and the related parties (as defined under Companies Act, 2013.) either severally or jointly with any other person, that are:

- (a) repayable on demand or  
(b) without specifying any terms or period of repayment

Type of Borrower	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)
	31 March 2022		31 March 2021	
	Amount of loan or advance in the nature of loan outstanding	Percentage to the total Loans and Advances in the nature of loans	Amount of loan or advance in the nature of loan outstanding	Percentage to the total Loans and Advances in the nature of loans
Promoters	-	-	-	-
Directors	-	-	-	-
KMPs	-	-	-	-
Related Parties	-	-	-	-



Axis Trustee Services Limited

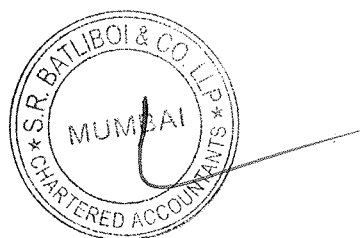
Notes to Financial Statements for the year ended 31 March 2022

14. Other assets

	Non-Current		Current	
	Amount in (Rs.)	Amount in (Rs.)	Amount in (Rs.)	Amount in (Rs.)
	31 March 2022	31 March 2021	31 March 2022	31 March 2021
<b>Unsecured, considered good unless stated otherwise</b>				
Non-current bank balances (Note 15)	2,85,00,000	5,85,00,000	38,71,90,593	28,59,17,016
	<u>2,85,00,000</u>	<u>5,85,00,000</u>	<u>38,71,90,593</u>	<u>28,59,17,016</u>
<b>Others</b>				
Interest accrued on fixed deposits	-	-	1,25,74,812	1,40,75,156
Other Deposits	1,93,710	1,93,710	-	-
	<u>1,93,710</u>	<u>1,93,710</u>	<u>1,25,74,812</u>	<u>1,40,75,156</u>
	<u>2,86,93,710</u>	<u>5,86,93,710</u>	<u>39,97,65,405</u>	<u>29,99,92,172</u>

15. Cash and bank balances

	Non-current		Current	
	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)
	31 March 2022	31 March 2021	31 March 2022	31 March 2021
<b>Cash and cash equivalents</b>				
Balances with banks:				
- On current accounts			16,19,81,830	7,04,84,038
<b>Other bank balances</b>				
- Deposits with remaining maturity for more than 12 months	2,85,00,000	5,85,00,000	-	-
- Deposits with remaining maturity for less than 12 months			38,71,90,593	28,59,17,016
- Margin money deposit	-	-	-	-
Amount disclosed under non-current assets (note 14)	(2,85,00,000)	(5,85,00,000)	-	-
	<u>-</u>	<u>-</u>	<u>54,91,72,423</u>	<u>35,64,01,054</u>



Axis Trustee Services Limited

Notes to Financial Statements for the year ended 31 March 2022

**16. Income from Operations**

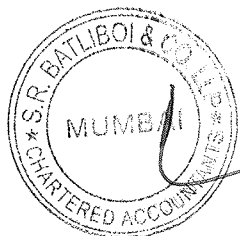
	Amount (Rs.) 31 March 2022	Amount (Rs.) 31 March 2021
<b>Income from operations</b>		
Rendering of services	44,51,57,360	34,07,62,341
<b>Income from operations</b>	<b>44,51,57,360</b>	<b>34,07,62,341</b>

**Detail of services rendered**

Initial acceptance fees	13,06,76,028	6,80,85,471
Annual fees	29,51,19,996	24,48,20,774
Servicing fees	1,93,61,336	2,78,56,096
	<b>44,51,57,360</b>	<b>34,07,62,341</b>

**17. Other income**

	Amount (Rs.) 31 March 2022	Amount (Rs.) 31 March 2021
Interest income on bank deposits	2,11,45,693	2,36,34,721
Net gain/ (loss) on sale of investments	56,55,438	29,55,771
Recovery of Doubtful Debts	25,71,035	25,00,000
Profit on sale of Fixed Asset	-	-
Exchange Gain	4,55,338	3,18,322
Insurance claim received	-	6,99,056
Other Income	71,228	-
	<b>2,98,98,733</b>	<b>3,01,07,870</b>



Axis Trustee Services Limited

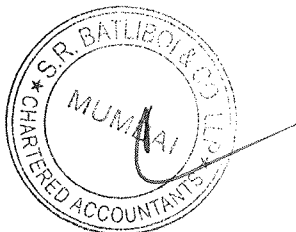
Notes to Financial Statements for the year ended 31 March 2022

**18. Employee benefit expense**

	Amount (Rs.)	Amount (Rs.)
	31 March 2022	31 March 2021
Salaries, wages and bonus (including amount paid to employees on deputation)	7,65,05,071	5,62,71,028
Contribution to provident and other funds,	20,23,323	19,90,364
Gratuity expense (Refer Note 22)	-	1,96,419
Staff welfare expenses	7,26,546	7,78,396
	<b>7,92,54,940</b>	<b>5,92,36,207</b>

**19. Other expenses**

	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)
		31 March 2022	31 March 2021
Power and fuel		3,36,565	5,14,484
Rent		1,04,62,672	1,03,46,603
Rates and taxes		4,93,696	2,396
Travelling and conveyance		11,22,342	4,70,119
Conference Expenses		16,59,007	-
Communication expenses		1,47,378	1,94,928
Printing and stationery		2,86,646	43,173
Professional & legal fees		1,65,58,563	41,20,494
Directors' sitting fees		5,00,000	-
Bank charges		15,37,058	17,17,072
DP charges		7,83,181	1,062
Registration fees		4,81,732	4,48,635
Payment to auditor (Refer details below)		18,00,000	16,00,000
Referral fees		3,24,500	-
CSR expenditure (Refer details below)		50,64,148	52,85,321
Office expenses		1,29,45,360	92,71,124
AMC Charges		19,68,664	18,48,628
Royalty Charges		6,67,736	4,71,148
Provision for Doubtful Debts		2,54,54,384	1,78,56,415
Website Development Expenses		13,72,668	9,75,580
Other Payments		-	19,84,500
Bad debts recognised	60,81,108	-	-
Less : write off	(60,81,108)	-	-
		<b>8,39,66,301</b>	<b>5,71,51,682</b>



Axis Trustee Services Limited

Notes to Financial Statements for the year ended 31 March 2022

Details of CSR Expenditure		Amount (Rs.) 31 March 2022	Amount (Rs.) 31 March 2021
(a) amount required to be spent by the company during the year		50,64,148	52,85,321
(b) amount of expenditure incurred		50,64,148	52,85,321
(c) shortfall at the end of the year		NIL	NIL
(d) total of previous years shortfall		NIL	NIL
(e) reason for shortfall		Not applicable	Not applicable
(f) nature of CSR activities		Sustainable Livelihoods Program	Rural Livelihoods
<b>(g) details of related party transactions:</b>			
Axis Bank Foundation		Implementing Agency of ATSL through which ATSL undertakes activity	Implementing Agency of ATSL through which ATSL undertakes activity
(h) where a provision is made with respect to a liability incurred by entering into a contractual obligation, the movements in the provision during the year shall be shown separately		Not applicable	Not applicable

**Payment to auditor**

	Amount (Rs.) 31 March 2022	Amount (Rs.) 31 March 2021
As auditor:		
Audit fee (Including limited review fees)	18,00,000	16,00,000
In other capacity:		
Reimbursement of expenses	-	-
	<b>18,00,000</b>	<b>16,00,000</b>

**20. Depreciation and amortization expense**

	Amount (Rs.) 31 March 2022	Amount (Rs.) 31 March 2021
Depreciation of Property, plant and equipment assets	11,30,063	9,69,463
Amortization of intangible assets	12,71,409	18,56,259
	<b>24,01,472</b>	<b>28,25,722</b>





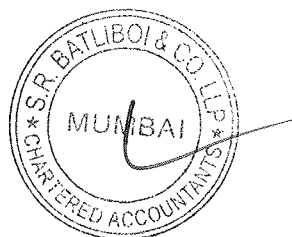
Axis Trustee Services Limited

Notes to Financial Statements for the year ended 31 March 2022

21. Earnings per share (EPS)

The following reflects the profit and share data used in the basic and diluted EPS computations:

	Amount (Rs.) 31 March 2022	Amount (Rs.) 31 March 2021
<b>Total operations for the year</b>		
Profit after tax	23,22,61,984	20,11,52,053
<b>Net profit for calculation of basic EPS</b>	<b>23,22,61,984</b>	<b>20,11,52,053</b>
Net profit as above	23,22,61,984	20,11,52,053
<b>Net profit for calculation of diluted EPS</b>	<b>23,22,61,984</b>	<b>20,11,52,053</b>
Weighted average number of equity shares in calculating basic EPS	15,00,000	15,00,000
Weighted average number of equity shares in calculating diluted EPS	15,00,000	15,00,000
<b>Earnings per equity share</b>		
Basic earnings per share	155	134
Diluted earnings per share	155	134



## 22. Gratuity

The Company has a defined benefit gratuity plan. Every employee who has completed five years or more of service gets a gratuity on departure at 15 days salary (last drawn salary) for each completed year of service.

The following table summarises the component of net benefit expense recognised in the profit and loss account and the funded status and amounts recognised in the balance sheet for the respective plan.

## Net employees benefit expense (recognised in Employee Cost):

Particulars	Gratuity	
	31 March 2022	31 March 2021
Current service cost	3,35,781	3,07,228
Net Interest cost	83,880.00	79,851.00
Net Actuarial (gains) / losses	2,42,470	2,50,329
Past Services cost-Vested Benefit Recognized during the period	-	-
Net Expenses recognized in the statement of profit or loss	6,62,131	6,37,408

## Balance Sheet

Particulars	Gratuity	
	31 March 2022	31 March 2021
Defined benefit obligation	26,35,772	19,73,741
Fair value of plan assets	-	-
Unrecognised past service cost	-	-
Net (Liability)/Asset Recognised in the Balance Sheet	(26,35,772)	(19,43,641)

Changes in the present value of the defined benefit obligation are as follows:

Particulars	Gratuity	
	31 March 2022	31 March 2021
Opening defined benefit obligation	19,73,641	15,32,652
Net Interest cost	83,880	79,851
Current service cost	3,35,781	3,07,228
Past Services cost-Vested Benefit Recognized during the period	-	-
Benefits paid	-	(1,96,419)
Actuarial (gains) / losses on obligation- due to change in Demographic assumptions	(50,680)	-
Actuarial (gains) / losses on obligation- due to change in financial assumptions	70,204	53,583
Actuarial (gains) / losses on obligation - due to experience	2,22,946	1,96,746
Present Value of Benefit Obligation at the end of the period	26,35,772	19,73,641



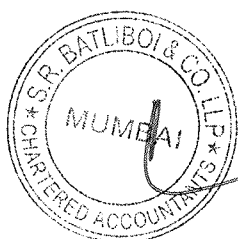
The principal assumptions used in determining gratuity obligation for the Company's plan are shown below:

Particulars	31 March 2022	31 March 2021
Discount rate	5.15%	4.25%
Increment rate	10%	8%
Attrition rate	32%	30%

Estimates of future salary increases, considered in actuarial valuation, take account of inflation, seniority, promotion and other relevant factors, such as supply and demand in the employment market.

Amounts for the current and previous 3 periods are as follows

	31-Mar-22	31-Mar-21	31-Mar-20	31-Mar-19
Defined benefit obligation	26,35,772	19,73,641	15,32,652	12,12,209
Fair value of plan assets	-	-	-	-
Unrecognised past service cost	-	-	-	-
Net (Liability)/Asset Recognised in the Balance Sheet	(26,35,772)	(19,73,641)	(15,32,652)	(12,12,209)



Axis Trustee Services Limited

Notes to Financial Statements for the year ended 31 March 2022

23. Operating Lease : Company as Lessee

The office premises are taken on operating lease. The company has taken certain premises on non-cancellable operating lease basis. The tenure of such agreement ranges from 12 months to 60 months. The minimum lease rentals outstanding in respect of these are as under also the Company has entered into Leave and License Agreement for office premises with Axis Bank Ltd. (the holding company). This agreement has a life of three years. The notice period for this agreement is 3 months.

Description	31 March 2022	31 March 2021
Operating lease payments recognized during the year	1,00,99,247	1,05,28,042
<b>Minimum Lease Obligations</b>		
Not later than one year	1,03,31,028	47,79,415
Later than one year but not later than five years	1,44,47,426	8,12,796
Later than five years	-	-

24. Related party disclosures

Names of related parties where control exists irrespective of whether transactions have occurred or not:

Holding Company	Axis Bank Limited (the Bank or the Holding Company)
Key Management	
Fellow Subsidiary Companies	Axis Finance Limited
	Axis Mutual Fund Trustee Limited
	Axis Asset Management Company Limited
	Axis Bank U.K. Limited
	Axis Capital Limited
	Step down subsidiary : Axis Capital USA LLC
	Axis Securities Limited
	A. Treds Limited
	Freecharge Payment Technologies Private Limited.



Axis Trustee Services Limited

Notes to Financial Statements for the year ended 31 March 2022

Related parties under AS18 with whom transactions have taken place during the year:

Particulars	Holding Company	Fellow Subsidiary	Key Management Personnel	Total
	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)
<b>Income</b>				
Interest Income	2,11,45,693	-	-	2,11,45,693
	(2,36,34,721)	-	-	(2,36,34,721)
Servicing Fees	2,23,89,700	-	-	2,23,89,700
	(3,13,87,005)	-	-	(3,13,87,005)
Rendering of services	-	7,58,766	-	7,58,766
(Axis Capital Limited)	-	(15,01,026)	-	(15,01,026)
Rendering of services	-	4,77,588	-	4,77,588
(Axis Finance Limited)	-	(5,31,850)	-	(5,31,850)
Rendering of services	-	2,50,000	-	2,50,000
Axis Asset Management company Ltd	-	-	-	-
<b>Expenses</b>				
Rent Paid	1,01,06,489	-	-	1,01,06,489
	(1,00,09,079)	-	-	(1,00,09,079)
Reimbursement of Staff Cost	71,37,781	-	1,07,00,000	1,78,37,781
	(39,01,477)	-	(1,00,70,484)	(1,39,71,961)
Reimbursement of other Expenses ( IT Cost & Royalty)	7,18,424	-	-	7,18,424
	(5,61,831)	-	-	(5,61,831)
Other reimbursement of expenses	90,87,329	-	-	90,87,329
	(53,55,530)	-	-	(53,55,530)
Payment of Dividend	14,25,00,000	-	-	14,25,00,000
	(14,25,00,000)	-	-	(14,25,00,000)
Fees and Bank Charges paid to Axis Bank Ltd.	7,075	-	-	7,075
	(2,046)	-	-	(2,046)
Balance Outstanding				
Fixed Deposits	41,56,90,593			41,56,90,593
	(34,44,17,016)			(34,44,17,016)
Balance in current account	11,85,29,061			11,85,29,061
	(4,28,40,437)			(4,28,40,437)
Share Capital	1,50,00,000			1,50,00,000
	(1,50,00,000)			(1,50,00,000)



Axis Trustee Services Limited

Notes to Financial Statements for the year ended 31 March 2022

Particulars	Holding Company	Fellow Subsidiary	Key Management Personnel	Total
	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)
Balance in Other Current Accounts	GBP 1,45,012.35			GBP 1,45,012.35
	USD 3,80,30,465.60	-	-	USD 3,80,30,465.60
	EUR 1,79,5,996.55			EUR 1,79,5,996.55
	(GBP 0.01 )			(GBP 0.01 )
	(USD 3,08,035.35)	-	-	(USD 3,08,035.35)
	(EUR 18,825.06)			(EUR 18,825.06)
Interest Receivable	1,25,74,812	-	-	1,25,74,812
	(1,40,75,156)	-	-	(1,40,75,156)
Reimbursement of Staff Cost payable	27,78,800	-	-	27,78,800
	(26,20,536)	-	-	(26,20,536)
Other reimbursement of expenses payable	1,76,434	-	-	1,76,434
	(1,97,560)	-	-	(1,97,560)
Servicing Fees receivable	26,06,802	-	-	26,06,802
	(40,80,594)	-	-	(40,80,594)
Income Received in Advance	17,23,497	-	-	17,23,497
	(20,20,133)	-	-	(20,20,133)
Other reimbursement of expenses Receivable	-	-	-	-
	-	-	-	-

Notes

1. Related party relationships and transactions have been identified by the management and relied upon by the Auditors
2. The remuneration paid to the key managerial person does not include provision made for gratuity and leave benefits as they are determined on actuarial basis for Axis Bank as a whole
3. Figures in bracket pertains to previous year



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

	31 March 2022	31 March 2021
	Amount (Rs.)	Amount (Rs.)
The principal amount and the interest due there on remaining unpaid to any supplier as at the end of each accounting year	-	-

Trade Payables ageing schedule

31 March 2022

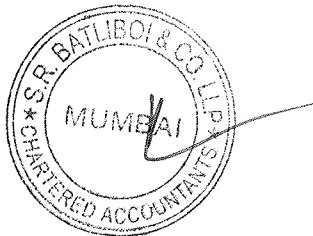
(Amount in Rs.)

Particulars	Outstanding for following periods from date of the transaction				Total
	Less than one year	1-2 years	2-3 years	More than 3 years	
i. MSME	-	-	-	-	-
ii. Others	29,53,358	-	-	1,78,69,730	2,08,23,088
iii. Disputed dues - MSME	-	-	-	-	-
iv. Disputed dues - Others	-	-	-	-	-

31 March 2021

(Amount in Rs.)

Particulars	Outstanding for following periods from date of the transaction				Total
	Less than one year	1-2 years	2-3 years	More than 3 years	
i. MSME	-	-	-	-	-
ii. Others	28,18,094	-	-	1,00,45,719	1,28,63,813
iii. Disputed dues - MSME	-	-	-	-	-
iv. Disputed dues - Others	-	-	-	-	-



Axis Trustee Services Limited

Notes to Financial Statements for the year ended 31 March 2022

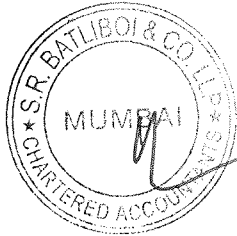
26. Trade Receivables ageing schedule

31 March 2022  
(Amount in Rs.)

Particulars	Outstanding for following periods from the date of transaction					Total
	Less than 6 months	6 months -1 year	1-2 years	2-3 years	More than 3 years	
(i) Undisputed Trade receivables – considered	7,05,53,268	5,08,51,762	1,97,08,427	17,40,561	-	14,28,54,018
(ii) Undisputed Trade Receivables – which have	-	-	-	-	-	-
(iii) Undisputed Trade Receivables – credit imp	-	-	-	-	-	-
(iv) Disputed Trade Receivables–considered g	-	-	-	-	-	-
(v) Disputed Trade Receivables – which have s	-	-	-	-	-	-
(vi) Disputed Trade Receivables – credit impair	-	-	-	-	-	-

31 March 2021  
(Amount in Rs.)

Particulars	Outstanding for following periods from the date of transaction					Total
	Less than 6 months	6 months -1 year	1-2 years	2-3 years	More than 3 years	
(i) Undisputed Trade receivables – considered	6,50,88,805	2,88,65,675	27,38,708	1,02,298	44,373	9,68,39,859
(ii) Undisputed Trade Receivables – which hav	-	-	-	-	-	-
(iii) Undisputed Trade Receivables – credit imp	-	-	-	-	-	-
(iv) Disputed Trade Receivables–considered g	-	-	-	-	-	-
(v) Disputed Trade Receivables – which have s	-	-	-	-	-	-
(vi) Disputed Trade Receivables – credit impair	-	-	-	-	-	-



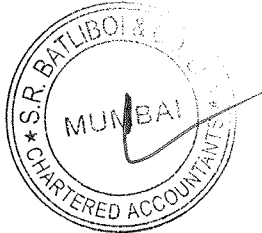
35. Following Ratios to be disclosed:-

	31-Mar-22	31-Mar-21
Current Assets (A)	90,99,71,700	70,21,88,625
Current Liabilities (B)	16,80,06,075.06	7,28,92,888.09
(a) Current Ratio (A/B)	5.42	9.63
(b) Debt-Equity Ratio,	Not applicable	
(c) Debt Service Coverage Ratio	Not applicable	
Net Income- Profit after tax (C)	23,22,61,984	20,11,52,053
Shareholders Equity (D)	79,76,65,841	70,79,03,856
(d) Return on Equity Ratio (C/D)	29%	28%
e) Inventory turnover ratio,	Not applicable	
Net credit sales (E)	445157360.3	340762341
Average Accounts Receivables (F)	119823424.5	96723065.5
(f) Trade Receivables turnover ratio (E/F)	3.72	3.52
(g) Trade payables turnover ratio	Not applicable	
Total Sales (G)	47,50,56,093	37,08,70,211
Shareholders Equity (H)	1,50,00,000	1,50,00,000
(h) Net capital turnover ratio (G/H)	31.67	24.72
(i) Net profit ratio,	65%	68%
(j) Return on Capital employed,	39%	35%
(k) Return on Investment.	0.04	0.02



Note:-

- Debt-Equity ratio is not applicable to the Company, cause Company does not have any debt.
- Debt service coverage ratio is not applicable to the Company, cause Company does not have any debt.
- Inventory turnover ratio is not applicable to Company, cause Company is service provider
- Trade payable turnover ratio is not applicable to Company, cause Company do not have any credit purchase.
- Current ratio in FY 22 is increased on account of increase in other current liabilities as to previous year





# Axis Trustee Services Limited

## Notes to Financial statements for the year ended 31 March 2022

### 36. Utilisation of Borrowed funds and share premium:

- The Company have not advanced or loaned or invested funds to any other person(s) or entities), including foreign entities (Intermediaries) with the understanding that the Intermediary shall:

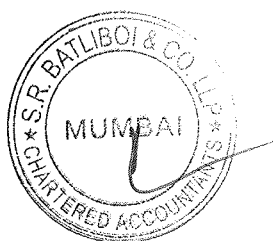
- (a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company (Ultimate Beneficiaries) or
- (b) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.

- The Company have not received any fund from any person(s) or entities, including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Company shall:

- (a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or
- (b) provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

### 37. "(I) Undisclosed income

The Company have not any such transaction which is not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961).



# Axis Trustee Services Limited

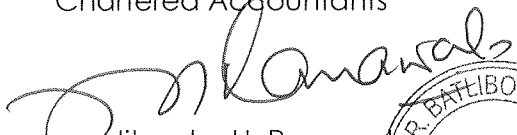
## Notes to Financial statements for the year ended 31 March 2022

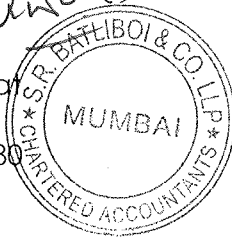
### 38. Crypto Currency or Virtual Currency.

The Company have not traded or invested in Crypto currency or Virtual Currency during the current and previous financial year.

For S.R. BATLIBOI & CO. LLP  
ICAI Firm Registration No.: 301003E/ E300005  
Chartered Accountants

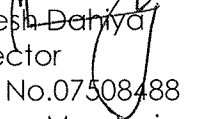
For and on behalf of Board of Directors of  
Of Axis Trustee Services Ltd.

  
per Jitendra H. Ranawa  
Partner  
Membership No.: 103380  
Place: Mumbai  
Date: 13 April, 2022



  
Deepa Rath  
Managing Director & CEO  
DIN No: 09163254  
Place: Mumbai  
Date: 13 April, 2022



  
Rajesh Dahiya  
Director  
DIN No.07508488  
Place: Mumbai  
Date: 13 April, 2022