

Indian Railway Finance Corporation Limited

CIN U65910DL1986GOI026363

BALANCE SHEET AS AT 30 September 2020

(All amounts in millions of INR, unless stated otherwise)

Particulars	Notes	As at	As at	As at
		30 September 2020	30 September 2019	01 April 2019
ASSETS				
Financial Assets				
Cash And Cash Equivalents	3	16.61	13.03	37.07
Bank Balance Other Than Above	4	942.18	96,175.05	773.59
Derivative Financial Instruments	5	-	-	466.90
Receivables	6			
- Lease Receivables		15,38,468.10	13,49,225.35	12,50,265.12
Loans	7	62,430.44	56,495.21	58,954.87
Investments	8	114.05	119.23	131.45
Other Financial Assets	9	12,93,364.17	8,59,693.33	7,38,239.44
Total Financial Assets		28,95,335.55	23,61,721.20	20,48,868.44
Non-financial assets				
Current Tax Assets (Net)	10	8,630.52	6,251.52	414.67
Property, Plant And Equipment	11	109.27	111.17	112.25
Other Intangible Assets	12	0.41	0.51	0.50
Other Non-Financial Assets	13	15,790.06	14,695.39	14,987.09
Total Non-Financial Assets		24,530.26	21,058.59	15,514.51
Total Assets		29,19,865.81	23,82,779.79	20,64,382.95
LIABILITIES AND EQUITY				
LIABILITIES				
Financial Liabilities				
Derivative Financial Instruments	5	3,883.47	3,102.49	3,105.95
Payables	14			
- Trade payables				
(i) Total outstanding dues of micro enterprises and small enterprises		-	-	-
(ii) Total outstanding dues of creditors other than micro enterprises and small enterprises		-	-	-
- Other payables				
(i) Total outstanding dues of micro enterprises and small enterprises		1.52	4.58	0.08
(ii) Total outstanding dues of creditors other than micro enterprises and small enterprises		439.90	148.02	121.65
Debt Securities	15	16,12,586.66	13,51,895.53	12,35,978.99
Borrowings (Other Than Debt Securities)	16	8,40,906.52	4,94,421.01	5,03,347.76
Other Financial Liabilities	17	1,45,029.44	2,70,504.01	72,999.42
Total Financial Liabilities		26,02,847.51	21,20,075.64	18,15,553.85
Non-Financial Liabilities				
Current Tax Liabilities (Net)	10	-	-	-
Provisions	18	92.97	140.89	117.96
Deferred Tax Liabilities (Net)	19	-	-	-
Other Non-Financial Liabilities	20	55.66	108.38	48.15
Total Non-Financial Liabilities		148.63	249.27	166.11
Total Liabilities		26,02,996.14	21,20,324.91	18,15,719.96
Equity				
Equity Share Capital	21	1,18,804.60	93,804.60	93,804.60
Other Equity	22	1,98,065.07	1,68,650.28	1,54,858.39
Total Equity		3,16,869.67	2,62,454.88	2,48,662.99
Total Liabilities And Equity		29,19,865.81	23,82,779.79	20,64,382.95

The accompanying statement of significant accounting policies and notes to the financial information are an integral part of this Balance Sheet.

For M/s. KBDS & Co.
Chartered Accountants
(FRN 323288E)

Singh

(Dashrath Kumar Singh)
(Partner)



M.No. 060030

UDIN: 20060030 AAAACM 8209

Place: New Delhi

Date: 02-12-2020

For and on behalf of the Board of Directors
Indian Railway Finance Corporation Limited

Shirode
(Vijay Babul Shirode)
Company Secretary
& JGM (Law)
FCS: 6876

Shelly
(Shelly Verma)
Director Finance
DIN: 07935630

Amitabh
(Amitabh Banerjee)
Chairman & Managing
Director
DIN: 03315975

Particulars	Notes	For the Half Year Ended 30 September 2020	For the Half Year Ended 30 September 2019
Revenue From Operations			
Interest Income	23	17,167.76	14,034.90
Dividend Income		2.32	-
Lease Income	24	56,661.12	51,712.78
Total Revenue From Operations		73,831.20	65,747.68
Other Income	25	17.09	21.23
Total Income		73,848.29	65,768.91
Expenses			
Finance Costs	26	54,409.80	49,373.24
Impairment on Financial Instruments	27	-	-
Employee Benefit Expense	28	26.54	22.52
Depreciation, Amortization and Impairment	29	2.34	2.16
Other Expenses	30	541.20	67.06
Total Expenses		54,979.88	49,464.98
Profit Before Exceptional Items and Tax		18,868.41	16,303.93
Exceptional Items		-	-
Profit Before Tax		18,868.41	16,303.93
Tax Expense	31	-	-
Current Tax		-	-
Deferred Tax		-	-
Adjustment for Earlier Years		-	-
Total Tax Expenses		-	-
Profit for the Period from Continuing Operations		18,868.41	16,303.93
Profit from Discontinued Operations		-	-
Tax Expense of Discontinued Operations		-	-
Profit from Discontinued Operations (After Tax)		-	-
Profit for the Period		18,868.41	16,303.93
Other Comprehensive Income			
(A) (i) Items that will not be reclassified to profit or loss			
- Remeasurement of defined benefit plans		0.17	(0.58)
- Remeasurement of Equity Instrument		4.07	(6.55)
(ii) Income tax relating to items that will not be reclassified to profit or loss			
- Remeasurement of defined benefit plans		-	-
- Remeasurement of Equity Instrument		-	-
Subtotal (A)		4.24	(7.13)
(B) (i) Items that will be reclassified to profit or loss		-	-
(ii) Income tax relating to items that will be reclassified to profit or loss		-	-
Subtotal (B)		-	-
Other Comprehensive Income (A + B)		4.24	(7.13)
Total comprehensive income for the period (comprising profit (loss) and other comprehensive income for the period)		18,872.65	16,296.80
Earnings per equity share (for continuing operations)			
Basic (Rs.)	32	1.59	1.74
Diluted (Rs.)		1.59	1.74
Earnings per equity share (for discontinued operations)			
Basic (Rs.)		-	-
Diluted (Rs.)		-	-
Earnings per equity share (for continuing and discontinued operations)			
Basic (Rs.)	32	1.59	1.74
Diluted (Rs.)		1.59	1.74

The accompanying statement of significant accounting policies and notes to the financial information are an integral part of this statement of Profit and Loss.

For M/s. KBDS & Co.
Chartered Accountants
(FRN 323288E)

Dashrath

(Dashrath Kumar Singh)
(Partner)



M.No. 060030

UDIN: 20060030 AAAA CM 8209

Place: New Delhi

Date: 2-12-2020

For and on behalf of the Board of Directors
Indian Railway Finance Corporation Limited

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(Vijay Babul Shirode)
Company Secretary
& JGM (Law)
FCS: 6876

Shelly

(Shelly Verma)
Director Finance

DIN: 07935630

Amitabh

(Amitabh Banerjee)
Chairman & Managing
Director

DIN: 03315975

Indian Railway Finance Corporation Limited

CIN U65910DL1986GOI026363

Statement of cash flow for the half year ended 30 September 2020

(All amounts in millions of INR, unless stated otherwise)

Particulars	For the Half Year Ended 30 September 2020	For the Half Year Ended 30 September 2019
A. CASH FLOW FROM OPERATING ACTIVITIES		
Profit before taxes	18,868.41	16,303.93
<u>Adjustments for:</u>		
Remeasurement of Defined Benefit Plans	0.17	(0.58)
Depreciation and Amortisation	2.34	2.16
Provision of Interest on Income Tax	5.33	-
Loss on Sale of Fixed Assets	0.16	0.01
Profit on Sale Of Fixed Assets	(0.01)	-
Discount of Commercial Paper	281.70	678.57
Adjustments Towards Effective Interest Rate	189.03	(288.92)
Dividend Income Received	(2.32)	-
Share Issue Expenses	(0.50)	(93.80)
Operating Profit Before Working Capital Changes	19,344.31	16,601.37
Movements in Working Capital:		
increase/(Decrease) in Payables	63.90	30.87
increase/(Decrease) in Provisions	(4.49)	22.93
increase/(Decrease) in Others Non Financial Liabilities	(266.53)	60.23
increase/(Decrease) in Other Financial Liabilities	36,655.77	1,95,093.48
Decrease/(Increase) in Receivables	(52,670.10)	(98,960.23)
Decrease/(Increase) in Loans and Advances	1,803.27	2,459.66
Decrease/(Increase) in Bank Balance Other Than Cash and Cash Equivalents	51.65	(95,401.46)
Decrease/(Increase) in Other Non Financial Assets	(1,064.65)	291.70
Decrease/(Increase) in Other Financial Assets	(1,10,586.71)	(1,20,804.34)
Cash Generated From Operations	(1,06,673.58)	(1,00,605.79)
Less: Direct Taxes Paid (Net of Refunds)	2,368.00	5,836.85
Net Cash Flow/(Used) in Operating Activities (A)	(1,09,041.58)	(1,06,442.64)
B. CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of Property Plant & Equipment and Intangible Assets	(1.98)	(1.12)
Proceeds From Sale of Property Plant & Equipment	0.28	-
Proceeds From Realization of Pass Through Certificates / Sale of Investments	5.14	5.66
Dividend Income Received	2.32	-
Net Cash Flow/(Used) in Investing Activities (B)	5.76	4.54
C. CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from Issue of Equity Share Capital	-	-
Issue of Debt Securities (Net of Redemptions)	72,773.14	1,22,136.80
Raising of Rupee Term Loans/ Foreign Currency Borrowings (Net of Repayments)	49,699.70	(8,773.90)
Issue of Commercial Paper (Net of Repayments)	(13,434.21)	(6,948.84)
Net Cash Generated By/(Used In) Financing Activities (C)	1,09,038.63	1,06,414.06
Net Increase in Cash and Cash Equivalents (A+B+C)	2.81	(24.04)
Cash and Cash Equivalents at the end of the Period	13.80	37.07
Cash and Cash Equivalents at the End of the Period	16.61	13.03

The accompanying statement of significant accounting policies and notes to the financial information are an integral part of this statement.

For M/s. KBDS & Co.
Chartered Accountants
(FRN 323288E)

D Singh

(Dashrath Kumar Singh)
(Partner)

M.No. 060030

UDIN: 20060030 AAAA CM 8209

Place: New Delhi

Date: 2-12-2020



For and on behalf of the Board of Directors
Indian Railway Finance Corporation Limited

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(Shelly Verma)
Director Finance

DIN: 07935630

Amitabh

(Amitabh Banerjee)
Chairman & Managing
Director

DIN: 03315975

Indian Railway Finance Corporation Limited

CIN U65910DL1986GO1026363

Statement of changes in equity for the half year ended 30 September 2020

(All amounts in millions of INR, unless stated otherwise)

A. Equity Share Capital

Particulars	Notes	Amount
Balance as at 1 April 2020	21	1,18,804.60
Changes in equity share capital during the period		-
Balance as at 30 September 2020	21	1,18,804.60

For M/s. KBDS & Co.

Chartered Accountants

(FRN 323288E)

Dashrath

(Dashrath Kumar Singh)

(Partner)

M.No. 060030

UDIN: 20060030 AAAA CM 8 209

Place: New Delhi

Date: 2-12-2020



For and on behalf of the Board of Directors
Indian Railway Finance Corporation Limited

Shirode

(Vijay Babulal Shirode)

Company Secretary

& JGM (Law)

FCS: 6876

DIN: 079335630

Shelly

(Shelly Verma)

Director Finance

Amitabh

(Amitabh Banerjee)

Chairman & Managing

Director

DIN: 03315975

Indian Railway Finance Corporation Limited
CIN U65910DL1986GOI026363
Statement of changes in equity for the half year ended 30 September 2020
 (All amounts in millions of INR, unless stated otherwise)

Particulars	Reserve and surplus				Equity instruments through other comprehensive income	Total other equity
	Share Issue Expenses**	General Reserve	Bond redemption reserve*	Reserve Fund u/s 45-IC of Reserve Bank of India Act, 1934		
Balance as at 1 April 2020	(169.80)	1,74,032.28	-	11,894.35	62.91	1,84,192.92
Total comprehensive income for the period	-	-	-	-	4.07	18,872.65
Addition during the period	(0.50)	-	-	-	-	(0.50)
Transfer to bond redemption reserve	-	-	-	-	-	-
Transfer to general reserve	-	-	-	-	-	-
Transfer to Reserve Fund u/s 45-IC of Reserve Bank of India Act, 1934	-	-	-	-	-	-
Dividend	-	-	-	-	-	(5,000.00)
Dividend tax	-	-	-	-	-	-
Balance as at 30 September 2020	(170.30)	1,74,032.28	-	11,894.35	66.98	1,98,065.07

* Refer Note No. 22.2

** Share issue expenses includes stamp duty fees and listing fees for the amount of Rs.119.30 millions and 51.00 millions respectively.

The accompanying statement of significant accounting policies and notes to the financial information in are an integral part of this statement.

For M/s. KBDS & Co.
 Chartered Accountants
 (FRN 323288E)



Dashrath
 (Dashrath Kumar Singh)
 (Partner)

M.No. 060030
 UDIN: 20060030AAAACM 8209

Place: New Delhi
 Date: 2-12-2020

For and on behalf of the Board of Directors
 Indian Railway Finance Corporation Limited

Shirode
 (Vijay Babul Shirode)
 Company Secretary
 & JGM (Law)
 FCS: 6876

Shelly Verma
 (Shelly Verma)
 Director Finance

Amitabh Banerjee
 (Amitabh Banerjee)
 Chairman & Managing Director
 DIN: 03315975

IRFC SIGNIFICANT ACCOUNTING POLICIES

Indian Railway Finance Corporation Limited

CIN U65910DL1986GOI026363

Statement of significant accounting policies

1. Background

Indian Railway Finance Corporation Ltd., referred to as “the Company” or “IRFC” was incorporated by the Government of India, Ministry of Railways, as a financing arm of Indian Railways, for the purpose of raising the necessary resources for meeting the developmental needs of Indian Railways. The Company’s principal business is to borrow funds from the financial markets to finance the acquisition / creation of assets which are then leased out to the Indian Railways as finance lease. IRFC is a Schedule ‘A’ Public Sector Enterprise under the administrative control of the Ministry of Railways, Govt. of India. It is also registered as Systemically Important Non–Deposit taking Non Banking Financial Company (NBFC – ND-SI) and Infrastructure Finance Company (NBFC- IFC) with Reserve Bank of India (RBI).The President of India along with his nominees holds 100% of the equity share capital.

The registered address and principal place of business of the Company is Upper Ground Floor, East Tower, NBCC Place, Pragati Vihar, Lodhi Road, New Delhi - 110003.

2. Significant Accounting Policies

A summary of the significant accounting policies adopted in the preparation of the financial statements are as given below. These accounting policies have been applied consistently to all periods presented in the financial statements.

2.1 Statement of Compliance

The financial statements have been prepared on going concern basis following accrual system of accounting in accordance with the Indian Accounting Standards (‘Ind AS’) notified under the Companies (Indian Accounting Standards) Rules 2015 and subsequent amendments thereto, read with Section 133 of the Companies Act, 2013 and other Accounting principles generally accepted in India.

2.2 Basis for preparation of financial statements

The financial statements have been prepared on the historical cost basis except for certain financial instruments that are measured at fair values at the end of each reporting period, as explained in the accounting policies below. Unless otherwise stated, all amounts are stated in Millions of Rupees.

Historical cost is the amount of cash or cash equivalents paid or the fair value of the consideration given to acquire assets at the time of their acquisition or the amount of proceeds received in exchange for the obligation, or at the amounts of cash or cash equivalents expected to be paid to satisfy the liability in the normal course of business.



IRFC SIGNIFICANT ACCOUNTING POLICIES

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date, regardless of whether that price is directly observable or estimated using another valuation technique. Fair value for measurement and/or disclosure purpose in these financial statements is determined on such basis except for, leasing transactions that are within the scope of Ind AS 17, and measurements that have some similarities to fair value but are not fair value.

In addition, for financial reporting purposes fair value measurements are categorized into Level 1, 2 or 3 based on the degree to which the inputs for the fair value measurements are observable and the significance of the inputs to the fair value measurements in its entirety, which are described as follows:

- Level 1 - Inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date;
- Level 2 - Inputs are inputs, other than quoted prices included within level 1, that are observable for the asset or liability, either directly or indirectly; and
- Level 3 - inputs are unobservable inputs for the asset or liability.

2.3 Use of estimates

The preparation of financial statements requires management to make judgments, estimates and assumptions that may impact the application of accounting policies and the reported value of assets, liabilities, income, expenses and related disclosures concerning the items involved as well as contingent assets and liabilities at the balance sheet date. The estimates and management's judgments are based on previous experience & other factors considered reasonable and prudent in the circumstances. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimates are revised and in any future periods affected.

In order to enhance understanding of the financial statements, information about significant areas of estimation, uncertainty and critical judgments in applying accounting policies that have the most significant effect on the amounts recognized in the financial statements is as under:

a) Formulation of accounting policies

The accounting policies are formulated in a manner that results in financial statements containing relevant and reliable information about the transactions, other events and conditions to which they apply. Those policies need not be applied when the effect of applying them is immaterial.

b) Post-employment benefit plans

Employee benefit obligations are measured on the basis of actuarial assumptions which include mortality and withdrawal rates as well as assumptions concerning future developments in discount rates, the rate of salary increases and the inflation rate. The Company considers that the assumptions used to measure its obligations are appropriate and documented. However, any changes in these assumptions may have a material impact on the resulting calculations.

c) Provisions and contingencies



IRFC SIGNIFICANT ACCOUNTING POLICIES

The assessments undertaken in recognizing provisions and contingencies have been made in accordance with Ind AS 37 'Provisions, contingent liabilities and contingent assets'. The evaluation of the likelihood of the contingent events has required best judgment by management regarding the probability of exposure to potential loss. Should circumstances change following unforeseeable developments, this likelihood could alter.

2.4 Revenue

Company's revenues arise from lease income, interest on lease advance, loans, deposits and investments. Revenue from other income comprise dividend from investment in equity shares and other miscellaneous income etc.

Rental income from operating lease is recognised on a straight-line basis over the term of the relevant lease. Finance lease income in respect of finance leases is allocated to the accounting periods so as to reflect a constant periodic rate of return on the net investment outstanding in respect of the lease. (Also see accounting policy on leases at 2.14).

Interest income from financial assets is recognised when it is probable that the economic benefits will flow to the Company and the amount of income can be measured reliably. Interest income is accrued on a time basis, by reference to the principal outstanding and at the effective interest rate applicable, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to that asset's net carrying amount on initial recognition.

Pre-commencement lease-interest income is determined based on the MOU entered with Ministry of Railways and when it is probable that the economic benefits will flow to the Company and the amount can be determined reliably.

Dividend income is recognized in profit or loss only when the right to receive the payment is established, it is probable that the economic benefits associated with the dividend will flow to the Company, and the amount of the dividend can be measured reliably.

2.5 Foreign Currency Transaction

Functional and presentation currency

Items included in the financial statements of entity are measured using currency of the primary economic environment in which the entity operates ('the functional currency'). The financial statements are presented in Indian rupee (INR), which is entity's functional and presentation currency.

Transactions and Balances

Transactions in foreign currencies are initially recorded at their respective functional currency spot rates at the date the transaction first qualifies for recognition.



IRFC SIGNIFICANT ACCOUNTING POLICIES

Monetary assets and liabilities denominated in foreign currencies are translated at the functional currency spot rates of exchange at the reporting date.

Differences arising on settlement or translation of monetary items are recognised in profit or loss.

Non-monetary items that are measured in terms of historical cost in a foreign currency are translated using the exchange rates at the dates of the initial transactions. Non-monetary items measured at fair value in a foreign currency are translated using the exchange rates at the date when the fair value is determined. The gain or loss arising on translation of non-monetary items measured at fair value is treated in line with the recognition of the gain or loss on the change in fair value of the item.

Where the difference is a pass through the lessee, the amount is received/ reimbursed to the lessee.

2.6 Employee Benefits

Defined contribution plan

A defined contribution plan is a plan under which the Company pays fixed contributions into an independent fund administered by the government/Company administrated Trust. The Company has no legal or constructive obligations to pay further contributions after its payment of the fixed contribution.

Defined benefit plan

The defined benefit plans sponsored by the Company define the amount of the benefit that an employee will receive on completion of services by reference to length of service and last drawn salary. Gratuity is in the nature of a defined benefit plan. The liability recognised in the financial statements in respect of the plan is the present value of the defined benefit obligation net of fair value of plan assets at the reporting date, together with adjustments for unrecognised actuarial gains or losses and past service costs. The defined benefit obligation is calculated at the reporting date by an independent actuary using the projected unit credit method.

Actuarial gains and losses arising from past experience and changes in actuarial assumptions are credited or charged to the statement of Other Comprehensive Income in the period in which such gains or losses are determined.

Other long-term employee benefits

Liability in respect of compensated absences becoming due or expected to be availed more than one-year after the balance sheet date is estimated on the basis of an actuarial valuation performed by an independent actuary using the projected unit credit method.

Actuarial gains and losses arising from past experience and changes in actuarial assumptions are charged to statement of profit and loss in the period in which such gains or losses are determined.

Short-term employee benefits



IRFC SIGNIFICANT ACCOUNTING POLICIES

Expense in respect of other short term benefits is recognised on the basis of the amount paid or payable for the period during which services are rendered by the employee.

2.7 Taxation

Tax expense comprises Current Tax and Deferred Tax.

Current Tax

The tax currently payable is based on taxable profit for the year. Taxable profit differs from 'profit before tax' as reported in the Statement of Profit and Loss because of items of income or expense that are taxable or deductible in other years and items that are never taxable or deductible.

The Company's current tax is calculated using tax rates that have been enacted or substantively enacted by the end of the reporting period.

Current tax is recognised in profit or loss, except when they relate to items that are recognised in other comprehensive income or directly in equity, in which case, the current tax is also recognised in other comprehensive income or directly in equity respectively.

The Company is exercising the irrevocable option as permitted by section 115BAA of the Income – tax Act, 1961 whereby by foregoing certain exemptions, deductions and allowances, the tax rate applicable to the Company is lower than the normal tax rate that would have been otherwise applicable to the Company. Henceforth, minimum alternate tax provisions of section 115JB of the Income – tax Act, 1961 are not applicable to the Company.

Deferred Tax

Deferred tax is recognized using the balance sheet method, providing for temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes. Deferred tax is measured at the tax rates that are expected to be applied to temporary differences when they reverse, based on the laws that have been enacted or substantively enacted by the reporting date. Deferred tax assets and liabilities are offset if there is a legally enforceable right to offset current tax liabilities and assets, and they relate to income taxes levied by the same tax authority.

A deferred tax asset is recognized to the extent that it is probable that future taxable profits will be available against which the temporary difference can be utilized. Deferred tax assets are reviewed at each reporting date and are reduced to the extent that it is no longer probable that the related tax benefit will be realized.

The Company does not recognize deferred tax asset or deferred tax liability because as per Gazette Notification no. S.O. 529(E) dated 5th February 2018 as amended by notification no. S.O. 1465 dated 2 April 2018 issued by Ministry of Corporate Affairs, Government of India, read with their communication no. Eoffice F.No.17/32/2017 – CL – V dated 20th March 2020, the provisions of Indian Accounting Standards 12 relating to Deferred Tax Assets (DTA) or Deferred Tax Liability (DTL) does not apply to the Company.



IRFC SIGNIFICANT ACCOUNTING POLICIES

2.8 Property, Plant and Equipment (PPE)

An item of property, plant and equipment is recognized as an asset if and only if it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably.

Items of property, plant and equipment are initially recognized at cost. Subsequent measurement is done at cost less accumulated depreciation/amortization and accumulated impairment losses. Cost includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

When parts of an item of property, plant and equipment have different useful lives, they are recognized separately.

Subsequent expenditure is recognized as an increase in the carrying amount of the asset when it is probable that future economic benefits deriving from the cost incurred will flow to the enterprise and the cost of the item can be measured reliably.

De-recognition

Property, plant and equipment is derecognized when no future economic benefits are expected from their use or upon their disposal. Gains and losses on de-recognition of an item of property, plant and equipment are determined by comparing the proceeds from disposal, if any, with the carrying amount of property, plant and equipment, and are recognized in the statement of profit and loss.

Depreciation

Depreciation on property, plant and equipment has been provided on the straight-line method as per the useful life prescribed in Schedule II to the Companies Act, 2013.

2.9 Intangible assets

An intangible asset is recognized if and only if it is probable that the expected future economic benefits that are attributable to the asset will flow to the Company and the cost of the asset can be measured reliably.

Intangible assets that are acquired by the Company, which have finite useful lives, are recognized at cost. Subsequent measurement is done at cost less accumulated amortization and accumulated impairment losses. Cost includes any directly attributable incidental expenses necessary to make the assets ready for its intended use.



IRFC SIGNIFICANT ACCOUNTING POLICIES

Subsequent expenditure is recognized as an increase in the carrying amount of the asset when it is probable that future economic benefits deriving from the cost incurred will flow to the enterprise and the cost of the item can be measured reliably.

De-recognition

An intangible asset is derecognized when no future economic benefits are expected from their use or upon their disposal. Gains & losses on de-recognition of an item of intangible assets are determined by comparing the proceeds from disposal, if any, with the carrying amount of intangible assets and are recognized in the statement of profit and loss.

Amortization

Software is amortized over 5 years on straight-line method.

2.10 Borrowing costs

Borrowing costs consist of interest expense calculated using the effective interest method as described in Ind AS 109 'Financial Instruments' and exchange differences arising from foreign currency borrowings to the extent that they are regarded as an adjustment to interest costs.

Borrowing costs that are directly attributable to the acquisition, construction/development or erection of qualifying assets are capitalized as part of cost of such asset until such time the assets are substantially ready for their intended use. Qualifying assets are assets which necessarily take substantial period of time to get ready for their intended use or sale.

When the Company borrows funds specifically for the purpose of obtaining a qualifying asset, the borrowing costs incurred are capitalized. When Company borrows funds generally and uses them for the purpose of obtaining a qualifying asset, the capitalization of the borrowing costs is computed based on the weighted average cost of all borrowing that are outstanding during the period and used for the acquisition, construction/exploration or erection of the qualifying asset.

Income earned on temporary investment of the borrowings pending their expenditure on the qualifying assets is deducted from the borrowing costs eligible for capitalization.

Capitalization of borrowing costs ceases when substantially all the activities necessary to prepare the qualifying assets for their intended uses are complete.

All other borrowing costs are recognized as an expense in the year in which they are incurred.

2.11 Cash and cash equivalents

Cash and cash equivalents in the balance sheet comprise cash at banks, cash on hand and short-term deposits with an original maturity of three months or less, which are subject to an insignificant risk of changes in value.

2.12 Provisions, contingent liabilities and contingent assets



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A provision is recognized if, as a result of a past event, the Company has a present legal or constructive obligation that can be estimated reliably, and it is probable that an outflow of economic benefits will be required to settle the obligation. If the effect of the time value of money is material, provisions are determined by discounting the expected future cash flows at a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognized as a finance costs.

The amount recognized as a provision is the best estimate of the consideration required to settle the present obligation at reporting date, taking into account the risks and uncertainties surrounding the obligation.

When some or all of the economic benefits required to settle a provision are expected to be recovered from a third party, the receivable is recognized as an asset if it is virtually certain that reimbursement will be received and the amount of the receivable can be measured reliably. The expense relating to a provision is presented in the statement of profit and loss net of any reimbursement.

Contingent liabilities are possible obligations that arise from past events and whose existence will only be confirmed by the occurrence or non-occurrence of one or more future events not wholly within the control of the Company. Where it is not probable that an outflow of economic benefits will be required, or the amount cannot be estimated reliably, the obligation is disclosed as a contingent liability, unless the probability of outflow of economic benefits is remote. Contingent liabilities are disclosed on the basis of judgment of the management/independent experts. These are reviewed at each balance sheet date and are adjusted to reflect the current management estimate.

Contingent assets are possible assets that arise from past events and whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company. Contingent assets are disclosed in the financial statements when inflow of economic benefits is probable on the basis of judgment of management. These are assessed continually to ensure that developments are appropriately reflected in the financial statements.

2.13 Impairment of non-financial assets

The carrying amounts of the Company's non-financial assets are reviewed at each reporting date to determine whether there is any indication of impairment considering the provisions of Ind AS 36 'Impairment of Assets'. If any such indication exists, then the asset's recoverable amount is estimated.

The recoverable amount of an asset or cash-generating unit is the higher of its fair value less costs to disposal and its value in use. 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. For the purpose of impairment testing, assets



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that cannot be tested individually are grouped together into the smallest group of assets that generates cash inflows from continuing use that are largely independent of the cash inflows of other assets or groups of assets (the “cash-generating unit”, or “CGU”).

An impairment loss is recognized if the carrying amount of an asset or its CGU exceeds its estimated recoverable amount. Impairment losses are recognized in profit or loss. Impairment losses recognized in respect of CGUs are reduced from the carrying amounts of the assets of the CGU.

Impairment losses recognized in prior periods are assessed at each reporting date for any indications that the loss has decreased or no longer exists. An impairment loss is reversed if there has been a change in the estimates used to determine the recoverable amount. An impairment loss is reversed only to the extent that the asset’s carrying amount does not exceed the carrying amount that would have been determined, net of depreciation or amortization, if no impairment loss had been recognized.

2.14 Leases

Identification of a lease

At inception of a contract, the Company assesses whether the contract is, or contains a lease. A contract is, or contains a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration.

Company as a lessor

The Company classifies each of its leases as either an operating lease or a finance lease.

Leases in which the Company does not transfer substantially all the risks and rewards of ownership of an asset are classified as operating leases. Rental income from operating lease is recognised on a straight-line basis over the term of the relevant lease. Initial direct costs incurred in negotiating and arranging an operating lease are added to the carrying amount of the leased asset and recognised over the lease term on the same basis as rental income. The depreciation policy for depreciable underlying assets subject to operating leases is consistent with the Company’s normal depreciation policy for similar assets.

Contingent rents are recognised as revenue in the period in which they are earned.

Leases are classified as finance leases when substantially all of the risks and rewards of ownership transfer from the Company to the lessee. Amounts due from lessees under finance leases are recorded as receivables at the Company’s net investment in the leases. Finance lease income is allocated to accounting periods so as to reflect a constant periodic rate of return on the net investment outstanding in respect of the lease.

Company as a lessee



IRFC SIGNIFICANT ACCOUNTING POLICIES

At the contract commencement date, the Company recognizes right – of – use asset and a lease liability. A right – of – use asset is an asset that represents a lessee’s right to use an underlying asset for the lease term. The Company has elected not to apply the aforesaid requirements to short term leases (leases which at the commencement date has a lease term of 12 months or less) and leases for which the underlying asset is of low value as described in paragraphs B3 – B9 of Ind AS 116.

A right of use asset is initially measured at cost and subsequently applies the cost mode ie less any accumulated depreciation and any accumulated impairment losses and adjusted for any remeasurement of lease liability. Ind AS 16, Property, Plant and Equipment is applied in depreciating the right – of – use asset.

A lease liability is initially measured at the present value of the lease payments that are not paid at that date. The lease payments are discounted using the interest rate implicit in the lease. If that rate cannot be readily determined, the Company’s incremental borrowing rate is used. Subsequently, the carrying amount of the lease liability is increased to reflect interest on lease liability; reduced to reflect the lease payments; and remeasured to reflect any reassessment or lease modifications or to reflect revised in – substance fixed lease payments.

2.15 Securitisation of Finance Lease Receivable

Lease Receivables securitised out to Special Purpose Vehicle in a securitisation transactions are de-recognised in the balance sheet when they are transferred and consideration has been received by the Company.

The resultant gain/loss arising on securitization is recognised in the Statement of Profit & Loss in the year in which transaction takes place.

Lease Receivables assigned through direct assignment route are de-recognised in the balance sheet when they are transferred and consideration has been received by the Company. Profit or loss resulting from such assignment is accounted for in the year of transaction.

2.16 Leasing of Railway Infrastructure Assets

In terms of Indian Accounting Standard 116, the inception of lease takes place at the earlier of the date of the lease agreement and the date of a commitment by the parties to the principal provisions of the lease.

The commencement of the lease term is the date from which the lessee is entitled to exercise its right to use the leased asset. It is the date of initial recognition of the lease.

As such, in respect of Railway Infrastructure Assets, which are under construction and where the Memorandum of Understanding / terms containing the principal provisions of the lease are in effect with the Lessee, pending execution of the lease agreement, the transactions relating to the lease are presented as ‘Advances against Lease of Rly. Infrastructure Assets’ and ‘Advance funding against National Project’.



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2.17 Dividends

Dividends and interim dividends payable to the Company's shareholders are recognized as changes in equity in the period in which they are approved by the shareholders' meeting and the Board of Directors respectively.

2.18 Material Prior Period Errors

Material prior period errors are corrected retrospectively by restating the comparative amounts for the prior periods presented in which the error occurred. If the error occurred before the earliest period presented, the opening balances of assets, liabilities and equity for the earliest period presented, are restated.

2.19 Earnings per share

Basic earnings per equity share is computed by dividing the net profit or loss attributable to equity shareholders of the Company by the weighted average number of equity shares outstanding during the financial year.

Diluted earnings per equity share is computed by dividing the net profit or loss attributable to equity shareholders of the Company by the weighted average number of equity shares considered for deriving basic earnings per equity share and also the weighted average number of equity shares that could have been issued upon conversion of all dilutive potential equity shares.

2.20 Statement of Cash Flows

Statement of cash flows is prepared in accordance with the indirect method prescribed in Ind AS 7 'Statement of cash flows'.

2.21 Operating Segments

The Managing Director (MD) of the Company has been identified as the Chief Operating Decision Maker (CODM) as defined by Ind AS 108, "Operating Segments".

The Company has identified 'Leasing and Finance' as its sole reporting segment.

2.22 Financial Instruments

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.

2.22.1. Financial Assets

Initial recognition and measurement



IRFC SIGNIFICANT ACCOUNTING POLICIES

All financial assets are recognized initially at fair value plus, in the case of financial assets not recorded at fair value through profit or loss, transaction costs that are attributable to the acquisition or issue of the financial asset.

Subsequent measurement

Debt instruments at amortized cost

A 'debt instrument' is measured at the amortized cost if both the following conditions are met:

- (a) The asset is held within a business model whose objective is to hold assets for collecting contractual cash flows, and
- (b) Contractual terms of the asset give rise on specified dates to cash flows that are solely payments of principal and interest (SPPI) on the principal amount outstanding.

After initial measurement, such financial assets are subsequently measured at amortized cost using the Effective Interest Rate (EIR) method. Amortized cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortization is included in finance income in the profit or loss. The losses arising from impairment are recognized in the profit or loss. This category generally applies to trade and other receivables.

Debt instrument at Fair value through Other Comprehensive Income (FVTOCI)

A 'debt instrument' is classified as at the FVTOCI if both of the following criteria are met:

- (a) The objective of the business model is achieved both by collecting contractual cash flows and selling the financial assets, and
- (b) The asset's contractual cash flows represent SPPI

Debt instruments included within the FVTOCI category are measured initially as well as at each reporting date at fair value. Fair value movements are recognized in the OCI. However, the Company recognizes interest income, impairment losses & reversals and foreign exchange gain or loss in the profit and loss. On derecognition of the asset, cumulative gain or loss previously recognized in OCI is reclassified from the equity to profit and loss.

Debt instrument at Fair value through profit or loss (FVTPL)

FVTPL is a residual category for debt instruments. Any debt instrument, which does not meet the criteria for categorization as at amortized cost or as FVTOCI, is classified as at FVTPL.



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In addition, the Company may elect to classify a debt instrument, which otherwise meets amortized cost or FVTOCI criteria, as at FVTPL. However, such election is allowed only if doing so reduces or eliminates a measurement or recognition inconsistency (referred to as 'accounting mismatch'). Debt instruments included within the FVTPL category are measured at fair value with all changes recognized in the profit and loss.

Equity investments

All equity investments in entities other than subsidiaries and joint venture companies are measured at fair value. Equity instruments which are held for trading are classified as at FVTPL. For all other equity instruments, the Company decides to classify the same either as at FVTOCI or FVTPL. The Company makes such election on an instrument by instrument basis. The classification is made on initial recognition and is irrevocable. The Company has decided to classify its investments into equity shares of IRCON International Limited through FVTOCI.

If the Company decides to classify an equity instrument as at FVTOCI, then all fair value changes on the instrument, excluding dividends, are recognized in the OCI. There is no recycling of the amounts from OCI to statement of profit and loss, even on sale of investment. However, the Company may transfer the cumulative gain or loss within equity.

Equity instruments included within the FVTPL category are measured at fair value with all changes recognized in the profit and loss.

De-recognition

A financial asset (or, where applicable, a part of a financial asset or part of a Company of similar financial assets) is primarily derecognized (i.e. removed from the Company's balance sheet) when:

- The rights to receive cash flows from the asset have expired, or
- The Company has transferred its rights to receive cash flows from the asset or has assumed an obligation to pay the received cash flows in full without material delay to a third party under a 'pass-through' arrangement; and either (a) the Company has transferred substantially all the risks and rewards of the asset, or (b) the Company has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.

Impairment of financial assets

In accordance with Ind AS 109, the Company applies expected credit loss (ECL) model for measurement and recognition of impairment loss on the following financial assets and credit risk exposure:

- (a) Financial assets that are debt instruments, and are measured at amortized cost e.g., loans, debt securities, deposits and bank balance.



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- (b) Financial assets that are debt instruments and are measured as at FVTOCI.
- (c) Lease receivables under Ind AS 116.
- (d) Loan commitments which are not measured as at FVTPL.
- (e) Financial guarantee contracts which are not measured as at FVTPL.

For recognition of impairment loss on other financial assets and risk exposure, the Company determines that whether there has been a significant increase in the credit risk since initial recognition. If credit risk has not increased significantly, 12 month ECL is used to provide for impairment loss. However, if credit risk has increased significantly, lifetime ECL is used. If, in a subsequent period, credit quality of the instrument improves such that there is no longer a significant increase in credit risk since initial recognition, then the entity reverts to recognizing impairment loss allowance based on 12 month ECL.

2.22.2. Financial liabilities

Initial recognition and measurement

Financial liabilities are classified, at initial recognition, as financial liabilities at fair value through profit or loss, borrowings, payables, or as derivatives designated as hedging instruments in an effective hedge, as appropriate. All financial liabilities are recognized initially at fair value and, in the case of borrowings and payables, net of directly attributable transaction costs. The Company's financial liabilities include trade and other payables, borrowings including bank overdrafts, financial guarantee contracts and derivative financial instruments.

Subsequent measurement

The measurement of financial liabilities depends on their classification, as described below:

Financial liabilities at amortized cost

After initial measurement, such financial liabilities are subsequently measured at amortized cost using the EIR method. Gains and losses are recognized in profit or loss when the liabilities are derecognized as well as through the EIR amortization process. Amortized cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortization is included in finance costs in the profit or loss. This category generally applies to borrowings, trade payables and other contractual liabilities.

Financial liabilities at fair value through profit or loss

Financial liabilities at fair value through profit or loss include financial liabilities held for trading and financial liabilities designated upon initial recognition as at fair value through profit or loss. Financial liabilities are classified as held for trading if they are incurred for the purpose of repurchasing in the near term. This category also includes derivative financial instruments entered into by the Company that are not designated as hedging instruments in



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hedge relationships as defined by Ind AS 109. Separated embedded derivatives are also classified as held for trading unless they are designated as effective hedging instruments.

Gains or losses on liabilities held for trading are recognized in the statement of profit and loss.

Financial liabilities designated upon initial recognition at fair value through profit or loss are designated at the initial date of recognition, and only if the criteria in Ind AS 109 are satisfied. For liabilities designated as FVTPL, fair value gains/losses attributable to changes in own credit risks are recognized in OCI. These gains/losses are not subsequently transferred to profit and loss. However, the Company may transfer the cumulative gain or loss within equity. All other changes in fair value of such liability are recognized in the statement of profit and loss. The Company has not designated any financial liability as at fair value through profit and loss.

De-recognition

A financial liability is derecognized when the obligation under the liability is discharged or cancelled or expires. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the derecognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognized in the statement of profit and loss.

Derivative financial instruments

Initial recognition and subsequent measurement

The Company uses derivative financial instruments, such as forward currency contracts, cross currency swaps and interest rate swaps to hedge its foreign currency risks and interest rate risks of foreign currency loans. Such derivative financial instruments are initially recognized at fair value on the date on which a derivative contract is entered into and are subsequently re-measured at fair value. Derivatives are carried as financial assets when the fair value is positive and as financial liabilities when the fair value is negative. Any gains or losses arising from changes in the fair value of derivatives are taken to statement of profit and loss. Where the derivative is designated as a hedging instrument, the accounting for subsequent changes in fair value depends on the nature of item being hedged and the type of hedge relationship designated. Where the difference is a pass through the lessee, the amount is received/reimbursed to the lessee.

2.23 New amended standards:

In July 2020, the Ministry of Corporate Affairs issued the Companies (Indian Accounting Standards) Amendment Rules, 2020, notifying certain amendments, as summarized below, to various Ind AS standards. The amendments are effective from accounting periods beginning from 1st April 2020.



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Amendments to Ind AS 1, Presentation of Financial Statements and Ind AS 8, Accounting Policies, Changes in Accounting Estimates and Errors

Ind AS 1 defined the term 'material, as under:

'Omissions or misstatements of items are material if they could, individually or collectively, influence the economic decisions that users make on the basis of financial statements'.

The amendment refines the definition of 'material' which is now as follows:

'Information is material if omitting, misstating or obscuring it could reasonably be expected to influence decisions that the primary users of general – purpose financial statements make on the basis of those financial statements, which provide financial information about a specific reporting entity'.

Consequential amendments have been made to the following standards due to revised definition of material:

Ind AS	Title	Description
10	Events after the Reporting Period	Modification in paragraph 21 relating to disclosures of non – adjusting events after the reporting period.
34	Interim Financial Reporting	Modification of paragraph 24 whereby reference of definition of material as given in Ind AS 1 & Ind AS 8 has been removed.
37	Provisions, Contingent Liabilities and Contingent Assets	Modification in paragraph 75 relating to restructuring plan after the reporting period.

This amendment has not affected these financial statements.

Amendments to Ind AS 103, Business Combinations

Currently Ind AS 103 defines business as 'an integrated set of activities and assets that is capable of being conducted and managed for the purpose of providing a return in the form of dividends, lower costs or other economic benefits directly to investors or other owners, members or participants'.

The amendment revises the definition as under:

'Business is an integrated set of activities and assets that is capable of being conducted and managed for the purpose of providing goods or services to customers, generating investment income (such as dividends or interest) or generating other income from ordinary activities'.

The amendments also:

- Introduces an optional concentration test to permit a simplified assessment of whether an acquired set of activities and assets is a business or asset acquisition;

Provides additional guidance on how to assess whether an acquired process is substantive, if the acquired set of activities and assets does not have outputs and if it does have outputs.

The amendment is not applicable to the Company.



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Amendments to Ind AS 116:

A practical expedient is inserted which permits lessees not to account for Covid – 19 related rent concessions as a lease modification. As the Company has not availed any Covid 19 related rent concessions, the practical expedient has no applicability on the Company's financial statements.

Amendments to Ind AS 107, Financial Instruments : Disclosures

Amendments to Ind AS 109, Financial Instruments

The amendments addresses the issues arising from the replacement of existing IBOR based interest rate benchmarks with alternative nearly risk – free interest rates (RFRs) in the context of hedge accounting. These amendments allow hedging relationships affected by the IBOR reform to be accounted for as continuing hedges.

The amendments provide relief on key areas of hedge accounting most notably the hedge effectiveness and the ability to identify LIBR based cash flows for the purpose of designation (re – designation) during the period of the Reform. Additional disclosures are shown in Note No. 38.6.

2.24 Standards issued but not yet effective :

There are no other standards and / or modification to existing standards that have been issued but are not yet effective.



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Notes to financial statements for the half year ended 30 September 2020

(All amounts in millions of INR, unless stated otherwise)

Note 3: Cash and Cash Equivalents

Particulars	As at 30 September 2020	As at 30 September 2019	As at 01 April 2019
Balances with banks			
- in current accounts	16.51	12.93	36.97
Deposits with Reserve Bank of India			
- in public deposit account	0.10	0.10	0.10
Total	16.61	13.03	37.07

Note 4: Bank Balances Other Than Above

Particulars	As at 30 September 2020	As at 30 September 2019	As at 01 April 2019
Balances with banks			
- in interest redemption accounts*	101.24	76.90	80.91
- in term deposits accounts**	-	95,550.00	-
- in escrow pool account***	840.94	548.15	692.68
Total	942.18	96,175.05	773.59

* The Company discharges its obligation towards payment of interest and redemption of bonds for which warrants are issued, by depositing the respective amounts in the designated bank accounts

** The Company has taken Loan against these Term Deposits shown under Note 16.

*** Related to allotment of Section 54EC bonds (Bonds from domestic capital market under note No. 15)



Note 5: Derivative Financial Instruments

The Company enters into derivative contracts for Currency & Interest Rate risk. Derivative transactions include forwards, interest rate swaps, cross currency swaps, etc. to hedge the liabilities. These derivative transactions are done for hedging purpose and not for trading or speculative purposes.

	As at 30 September 2020			As at 30 September 2019			As at 01 April 2019		
	Notional amounts	Fair value- assets	Fair value- liabilities	Notional amounts	Fair value- assets	Fair value- liabilities	Notional amounts	Fair value- assets	Fair value- liabilities
PART I									
(i) Currency Derivatives									
Spot and forwards	-	-	-	-	-	-	-	-	-
Currency swaps	13,582.83	-	2,873.63	12,997.44	-	2,919.87	12,737.67	-	3,105.95
Subtotal (A)	13,582.83	-	2,873.63	12,997.44	-	2,919.87	12,737.67	-	3,105.95
(ii) Interest Rate Derivatives									
Forward rate agreements and interest rate swaps	13,582.83	-	1,009.84	12,997.44	-	182.62	12,737.67	466.90	-
Subtotal (B)	13,582.83	-	1,009.84	12,997.44	-	182.62	12,737.67	466.90	-
Total Derivative Financial Instruments (A+B)	27,165.66	-	3,883.47	25,994.88	-	3,102.49	25,475.34	466.90	3,105.95
Included in above (Part I) are derivatives held for hedging and risk management purposes as follows:									
PART II									
(i) Fair Value Hedging									
Currency derivatives	13,582.83	-	2,873.63	12,997.44	-	2,919.87	12,737.67	-	3,105.95
Interest rate derivatives	-	-	-	-	-	-	-	-	-
Subtotal (A)	13,582.83	-	2,873.63	12,997.44	-	2,919.87	12,737.67	-	3,105.95
(ii) Cash Flow Hedging									
Currency derivatives	-	-	-	-	-	-	-	-	-
Interest rate derivatives	13,582.83	-	1,009.84	12,997.44	-	182.62	12,737.67	466.90	-
Subtotal (B)	13,582.83	-	1,009.84	12,997.44	-	182.62	12,737.67	466.90	-
Total Derivative Financial Instruments (A+B)	27,165.66	-	3,883.47	25,994.88	-	3,102.49	25,475.34	466.90	3,105.95

Note : Refer note 38.5 & 38.6 for currency and interest rate risk management



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Notes to financial statements for the half year ended 30 September 2020

(All amounts in millions of INR, unless stated otherwise)

Note 6 : Receivables

Particulars	As at		As at	
	30 September 2020	30 September 2019	01 April 2019	01 April 2019
Trade receivables	-	-	-	-
Lease receivables*	1,538,468.10	1,349,225.35	1,250,265.12	1,250,265.12
(Unsecured, considered good due from Ministry of Railways, Government of India)				
Total	1,538,468.10	1,349,225.35	1,250,265.12	1,250,265.12

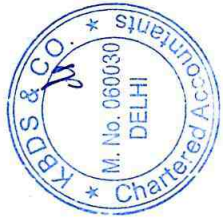
*No impairment loss has been recognised as the entire lease receivables are from Ministry of Railways, Government of India, a sovereign receivable as per Reserve Bank of India letter no. DNRB (PD). CO.No.1271/03.10.001/2018-19 dated 21-December-2018. (Refer note- 18)



Note 7 : Loans

Particular	As at 30 September 2020					As at 30 September 2019					As at 01 April 2019				
	At Fair Value		Designated at Fair Value Through Profit or Loss (D)	Subtotal E= (B+C+D)	Total (A+B)	At Fair Value		Designated at Fair Value Through Profit or Loss (D)	Subtotal E= (B+C+D)	Total (A+B)	At Fair Value		Designated at Fair Value Through Profit or Loss (D)	Subtotal E= (B+C+D)	Total (A+B)
	Amortised cost (A)	Through Other Comprehensive Income (B)				Through Profit or Loss (C)	Through Other Comprehensive Income (B)				Through Profit or Loss (C)	Amortised cost (A)			
Loans															
(A) Terms Loans															
-Loan to Rail Vikas Nigam Limited	44,221.96	-	-	-	44,221.96	32,109.80	-	-	-	32,109.80	28,426.30	-	-	-	28,426.30
-Loan to Iicon International Limited	18,459.20	-	-	-	18,459.20	24,612.30	-	-	-	24,612.30	30,765.34	-	-	-	30,765.34
Total (A) -Gross	62,681.16	-	-	-	62,681.16	56,722.10	-	-	-	56,722.10	59,191.64	-	-	-	59,191.64
Less: Impairment loss allowance*	250.72	-	-	-	250.72	226.89	-	-	-	226.89	236.77	-	-	-	236.77
Total (A) - Net	62,430.44	-	-	-	62,430.44	56,495.21	-	-	-	56,495.21	58,954.87	-	-	-	58,954.87
(B)(i) Secured by tangible assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
(ii) Secured by intangible assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
(iii) Covered by Bank/ Government Guarantees	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
(iv) Unsecured	62,681.16	-	-	-	62,681.16	56,722.10	-	-	-	56,722.10	59,191.64	-	-	-	59,191.64
Total (B)-Gross	62,681.16	-	-	-	62,681.16	56,722.10	-	-	-	56,722.10	59,191.64	-	-	-	59,191.64
Less: Impairment loss allowance*	250.72	-	-	-	250.72	226.89	-	-	-	226.89	236.77	-	-	-	236.77
Total (B)-Net	62,430.44	-	-	-	62,430.44	56,495.21	-	-	-	56,495.21	58,954.87	-	-	-	58,954.87
(C) (i) Loans in India															
(i) Public Sector	62,681.16	-	-	-	62,681.16	56,722.10	-	-	-	56,722.10	59,191.64	-	-	-	59,191.64
(ii) Others (to be specified)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total (C)-Gross	62,681.16	-	-	-	62,681.16	56,722.10	-	-	-	56,722.10	59,191.64	-	-	-	59,191.64
Less: Impairment loss allowance*	250.72	-	-	-	250.72	226.89	-	-	-	226.89	236.77	-	-	-	236.77
Total (C) (i)-Net	62,430.44	-	-	-	62,430.44	56,495.21	-	-	-	56,495.21	58,954.87	-	-	-	58,954.87
(C)(ii) Loans outside India	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Less: Impairment loss allowance*	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total (C)(ii)- Net	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total (C) and (i)	62,430.44	-	-	-	62,430.44	56,495.21	-	-	-	56,495.21	58,954.87	-	-	-	58,954.87

*The Company has computed expected credit loss as per Ind AS 109, Financial Instruments in accordance with Reserve Bank of India direction RBI/2019-20/170 DOR(NBFC), CC PD No. 109/22-10-106/2019-20 dated 13th March, 2020 based on Reserve Bank of India circular no. RBI/2017-18/181_DNBR (PD) CC No. 092/031.0.001/2017-18 dated 31. May 2018 read with letter no. DNBR (PD) CO No. 1271/03.10.001/2018-19 dated 21 December 2018 which was earlier exempted vide notification DNBR PD.009/03.10.119/2016-17 dated 1st September 2016 for all government NBFC company. (Refer note-18)



Note 8 : Investments

Particulars	As at 30 September 2020						As at 30 September 2019						
	At Fair Value			Amortised cost (A)	Total (A+B)	Subtotal E= (B+C+D)	At Fair Value			Amortised cost (A)	Total (A+B)	Subtotal E= (B+C+D)	
	Through Other Comprehensive Income (B)	Through Profit or Loss (C)	Designated at Fair Value Through Profit or Loss (D)				Through Other Comprehensive Income (B)	Through Profit or Loss (C)	Designated at Fair Value Through Profit or Loss (D)				
Debt Securities*	17.07	-	-	17.07	17.07	-	17.07	27.63	27.63	27.63	91.60	91.60	91.60
Equity Instruments #	97.05	97.05	-	194.10	97.05	97.05	194.10	27.63	27.63	27.63	91.60	91.60	91.60
Total (A)	34.12	97.05	-	131.17	34.12	97.05	131.17	55.26	55.26	55.26	183.20	183.20	183.20
Investments Outside India	-	-	-	-	-	-	-	-	-	-	-	-	-
Investments in India	34.12	97.05	-	131.17	34.12	97.05	131.17	55.26	55.26	55.26	183.20	183.20	183.20
Total (B)	34.12	97.05	-	131.17	34.12	97.05	131.17	55.26	55.26	55.26	183.20	183.20	183.20
Less: Allowance for Impairment (C)	0.07	-	-	0.07	0.07	-	0.07	-	-	-	-	-	-
Total (A)-(C)	34.05	97.05	-	131.10	34.05	97.05	131.10	55.26	55.26	55.26	183.20	183.20	183.20
Details of Debt securities*													
Numbers of Senior Pass through Certificates of NDVO X Trust Locos				20				30				35	
Fair value of Senior Pass through Certificates of NDVO X Trust Locos				17.07				27.63				33.30	
Details of Equity Instruments#													
Numbers of Equity Shares of RCON International Limited				1,220,000				244,000				244,000	
Fair value of Equity Shares of RCON International Limited				97.05				91.60				98.15	

*The Company holds nominal Equity (less than 0.26%) in RCON International Limited. The Equity shares of RCON International Limited were listed on National Stock Exchange with effect from 28 September 2018. The Company had elected to classify its investment in RCON International Limited as fair value through other comprehensive income. The fair value as on 30 September 2020, 30 September 2019 & 01 April 2019 has been measured as per the quotation on National Stock Exchange (Level 1 Input).

As on 30 April 2020, RCON International Limited splits its one share into 5 share each by decreasing its face value to Rs. 2/- per share from Rs. 10/- per share.



Note 9 : Other Financial Assets

Particulars	As at	As at	As at
	30 September 2020	30 September 2019	01 April 2019
Amount recoverable from Ministry of Railways on account of exchange rate variation / derivatives#	10,480.43	7,159.93	4,244.98
Amount recoverable from Ministry of Railways - Leased Assets	-	-	3,061.73
Advance against Railway Infrastructure Assets to be leased (Refer Note No. 45)	1,096,372.50	760,933.76	649,088.40
Advance Funding Against National Project (Refer Note No. 45)	82,554.16	52,221.28	50,828.17
Interest accrued but not due on advance for railway project to be leased	59,138.49	32,438.85	21,340.11
Infrastructure Project Assets- In Progress to be leased to MoR (Refer Note No. 45)	36,895.07	-	-
Security deposits	1.42	0.90	0.96
House building advance (secured)*	2.80	3.11	3.26
Advance to employees**	3.63	3.51	3.05
Interest accrued but not due on advance to employees***	0.91	0.62	0.51
Interest accrued but not due on loans	7,900.48	6,831.21	9,669.11
Interest accrued but not due on fixed deposits with bank	-	91.43	-
Interest accrued but not due on investment	23.75	32.67	36.04
Interest accrued but not due on 54 EC bond application money	18.44	2.68	1.33
Amount recoverable from others	3.79	0.70	0.46
Gross Total	1,293,395.87	859,720.65	738,278.11
Less: Impairment on interest accrued and due on loans & deposits/ investements ****	31.70	27.32	38.67
Net Total	1,293,364.17	859,693.33	738,239.44

*Includes Rs. 2.18 million for 30 September 2020, Rs. 2.38 million for 30 September 2019, Rs. 2.47 million for 31 March 2019 to Key Managerial Personnel.

**Includes Rs. 0.55 million for 30 September 2020, Rs. 0.70 million for 30 September 2019, Rs. NIL million for 31 March 2019 to Key Managerial Personnel.

***Includes Rs. 0.18 million for 30 September 2020, 0.07 million for 30 September 2019, 0.01 million for 31 March 2019 to Key Managerial Personnel.

**** The Company has computed expected credit loss as per Ind AS 109, Financial Instruments in accordance with Reserve Bank of India direction RBI/2019-20/170 DOR(NBFC).CC.PD.No.109/22.10.106/2019-20 dated 13th March 2020 based on Reserve Bank of India circular no. RBI/2017-18/181_DNBR (PD) CC No. 092/03.10.001/2017-18 dated 31 May 2018 read with letter no. DNRB (PD) CO No. 1271/03.10.001/2018-19 dated 21 December 2018 which was earlier exempted vide notification DNBR.PD.008/03.10.119/2016-17 dated 1st September 2016 for all government NBFC company (Refer Note no. 42 (a) (i)).

Amount recoverable from Ministry of Railway on account of exchange rate variation / derivatives includes amount recoverable from Ministry of Railways on account of MTM derivatives of the respective period. (Refer Note No. 44)

Note 10 : Current Tax Assets (net)

Particulars	As at	As at	As at
	30 September 2020	30 September 2019	01 April 2019
TDS & advance tax	34,113.30	31,728.97	25,892.12
Less: Provision for tax (Refer note no. 31)	(25,482.78)	(25,477.45)	(25,477.45)
Total	8,630.52	6,251.52	414.67



Note 11 : Property, Plant and Equipment

Particulars	Building	Office Equipment	Computer	Furniture and fixtures	Plant and equipment	Vehicles	Total
Gross block							
Balance as on 1 April 2019	112.32	1.68	1.59	1.23	0.03	2.50	119.35
Additions	-	0.41	0.60	-	-	-	1.01
Disposals	-	(0.04)	-	-	-	-	(0.04)
Balance as on 30 September 2019	112.32	2.05	2.19	1.23	0.03	2.50	120.32
Balance as on 1 April 2020	112.32	2.31	2.99	1.35	0.03	2.50	121.50
Additions	-	0.51	0.92	0.51	-	-	1.94
Disposals	-	(0.32)	(0.22)	(0.20)	-	-	(0.74)
Balance as on 30 September 2020	112.32	2.50	3.69	1.66	0.03	2.50	122.70
Accumulated depreciation							
Balance as on 1 April 2019	5.60	0.38	0.55	0.24	0.03	0.30	7.11
Depreciation expense	1.53	0.14	0.15	0.07	-	0.18	2.07
Adjustments	-	-	-	-	-	-	-
Elimination on disposals of assets	-	(0.02)	-	-	-	-	(0.02)
Balance as on 30 September 2019	7.13	0.50	0.70	0.31	0.03	0.48	9.16
Balance as on 1 April 2020	8.65	0.65	1.09	0.38	0.03	0.66	11.45
Depreciation expense	1.53	0.16	0.36	0.09	-	0.14	2.28
Adjustments	-	-	-	-	-	-	-
Elimination on disposals of assets	-	(0.13)	(0.13)	(0.05)	-	-	(0.31)
Balance as on 30 September 2020	10.18	0.68	1.32	0.42	0.03	0.80	13.42
Carrying amount							
Balance as on 1 April 2019	106.72	1.30	1.04	0.99	-	2.20	112.25
Additions	-	0.41	0.60	-	-	-	1.01
Disposals	-	(0.02)	-	-	-	-	(0.02)
Depreciation expense	(1.53)	(0.14)	(0.15)	(0.07)	-	(0.18)	(2.07)
Balance as on 30 September 2019	105.19	1.55	1.49	0.92	-	2.02	111.17
Balance as on 1 April 2020	103.67	1.66	1.90	0.97	-	1.84	110.04
Additions	-	0.51	0.92	0.51	-	-	1.94
Disposals	-	(0.19)	(0.09)	(0.15)	-	-	(0.43)
Depreciation expense	(1.53)	(0.16)	(0.36)	(0.09)	-	(0.14)	(2.28)
Balance as on 30 September 2020	102.14	1.82	2.37	1.24	-	1.70	109.27



Note 12 : Other Intangible Assets

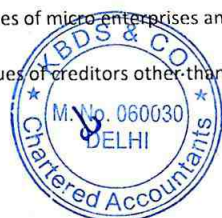
Particulars	Software
Gross block	
Balance as on 1 April 2019	0.66
Additions	0.11
Disposals	-
Balance as on 30 September 2019	0.77
Balance as on 1 April 2020	0.74
Additions	0.04
Disposals	-
Balance as on 30 September 2020	0.78
Accumulated depreciation	
Balance as on 1 April 2019	0.16
Depreciation expense	0.10
Adjustments	-
Elimination on disposals of assets	-
Balance as on 30 September 2019	0.26
Balance as on 1 April 2020	0.31
Depreciation expense	0.06
Adjustments	-
Elimination on disposals of assets	-
Balance as on 30 September 2020	0.37
Carrying amount	
Balance as on 1 April 2019	0.50
Additions	0.11
Disposals	-
Depreciation expense	(0.10)
Balance as on 30 September 2019	0.51
Balance as on 1 April 2020	0.43
Additions	0.04
Disposals	-
Depreciation expense	(0.06)
Balance as on 30 September 2020	0.41

Note 13 : Other Non-Financial Assets

Particulars	As at 30 September 2020	As at 30 September 2019	As at 01 April 2019
Capital Advances			
Advance to FA & CAO, Northern Railway	25.30	25.30	25.30
Advances other than capital advances			
Advance to others	1.62	1.67	1.67
Others			
Prepaid expenses	-	0.03	4.18
Tax refund receivable	20.10	3.66	249.71
GST recoverable	14,668.27	14,664.73	14,706.23
GST Input- Project Assets (Refer Note No. 45)	1,068.51	-	-
Gratuity Funded Assets (Net)	6.26	-	-
Total	15,790.06	14,695.39	14,987.09

Note 14 : Payables

Particulars	As at 30 September 2020	As at 30 September 2019	As at 01 April 2019
(I) Trade payables			
(i) Total outstanding dues of micro enterprises and small enterprises	-	-	-
(ii) Total outstanding dues of creditors other than micro enterprises and small enterprises	-	-	-
(II) Other payables			
(i) Total outstanding dues of micro enterprises and small enterprises (Refer Note No. 51)	1.52	4.58	0.08
(ii) Total outstanding dues of creditors other than micro enterprises and small enterprises	439.90	148.02	121.65
Total	441.42	152.60	121.73



Note 15 : Debt Securities

Particular	As at 30 September 2020				As at 30 September 2019				As at 01 April 2019			
	At Amortised cost	At Fair Value Through Profit or Loss	Designated at Fair Value Through Profit or Loss	Total	At Amortised cost	At Fair Value Through Profit or Loss	Designated at Fair Value Through Profit or Loss	Total	At amortised cost	At fair value through profit or loss	Designated at fair value through profit or loss	Total
Others												
Bonds from domestic capital market	1,438,735.23	-	-	1,438,735.23	1,257,309.65	-	-	1,257,309.65	1,136,548.03	-	-	1,136,548.03
Bonds from overseas capital market	148,369.85	-	-	148,369.85	70,996.38	-	-	70,996.38	69,571.19	-	-	69,571.19
Commercial Paper	25,481.58	-	-	25,481.58	23,589.50	-	-	23,589.50	29,859.77	-	-	29,859.77
Total	1,612,586.66	-	-	1,612,586.66	1,351,895.53	-	-	1,351,895.53	1,235,978.99	-	-	1,235,978.99
Debt securities in India	1,464,216.81	-	-	1,464,216.81	1,280,899.15	-	-	1,280,899.15	1,166,407.80	-	-	1,166,407.80
Debt securities outside India	148,369.85	-	-	148,369.85	70,996.38	-	-	70,996.38	69,571.19	-	-	69,571.19
Total	1,612,586.66	-	-	1,612,586.66	1,351,895.53	-	-	1,351,895.53	1,235,978.99	-	-	1,235,978.99



Indian Railway Finance Corporation Limited

Secured bonds from domestic capital market

The secured bonds issued in the domestic capital market are secured by first pari passu charge on the present/ future rolling stock assets/ lease receivables of the Company. Maturity profile and rate of interest of the bonds issued in the domestic capital market and amount outstanding as on various dates is as set out below:

S.No	Series	Interest rate	Interest payment frequency	Terms of Repayment	Date of Maturity of Bond	30 September 2020	30 September 2019	1 April 2019
1	104th 'A' Series Tax Free Bonds Public Issue	7.50%	Annual	Bullet Repayment	21-Dec-35	3,696.34	3,696.34	3,696.34
2	104th Series Tax Free Bonds Public Issue	7.25%	Annual	Bullet Repayment	21-Dec-35	2,944.16	2,944.16	2,944.16
3	151th Series Taxable Non-Cum. Bonds	6.73%	Annual	Bullet Repayment	06-Jul-35	30,000.00	-	-
4	150 Series Taxable Non-Cum. Bonds	6.90%	Annual	Bullet Repayment	05-Jun-35	25,650.00	-	-
5	71st 'E' Taxable Non-Cum. Bonds	8.83%	Semi Annual	Bullet Repayment	14-May-35	2,200.00	2,200.00	2,200.00
6	70th 'E' Taxable Non-Cum. Bonds	8.72%	Semi Annual	Bullet Repayment	04-May-35	150.00	150.00	150.00
7	141th Taxable Non-Cum. Bonds	7.48%	Annual	Bullet Repayment	29-Aug-34	21,070.00	21,070.00	-
8	139th Taxable Non-Cum. Bonds	7.54%	Annual	Bullet Repayment	29-Jul-34	24,556.00	24,556.00	-
9	138th Taxable Non-Cum. Bonds	7.85%	Annual	Bullet Repayment	01-Jul-34	21,200.00	21,200.00	-
10	71st 'D' Taxable Non-Cum. Bonds	8.83%	Semi Annual	Bullet Repayment	14-May-34	2,200.00	2,200.00	2,200.00
11	70th 'D' Taxable Non-Cum. Bonds	8.72%	Semi Annual	Bullet Repayment	04-May-34	150.00	150.00	150.00
12	71st 'C' Taxable Non-Cum. Bonds	8.83%	Semi Annual	Bullet Repayment	14-May-33	2,200.00	2,200.00	2,200.00
13	70th 'C' Taxable Non-Cum. Bonds	8.72%	Semi Annual	Bullet Repayment	04-May-33	150.00	150.00	150.00
14	71st 'B' Taxable Non-Cum. Bonds	8.83%	Semi Annual	Bullet Repayment	14-May-32	2,200.00	2,200.00	2,200.00
15	70th 'B' Taxable Non-Cum. Bonds	8.72%	Semi Annual	Bullet Repayment	04-May-32	150.00	150.00	150.00
16	71st 'A' Taxable Non-Cum. Bonds	8.83%	Semi Annual	Bullet Repayment	14-May-31	2,200.00	2,200.00	2,200.00
17	76th 'B' Taxable Non-Cum. Bonds	9.47%	Semi Annual	Bullet Repayment	10-May-31	9,950.00	9,950.00	9,950.00
18	70th 'A' Taxable Non-Cum. Bonds	8.72%	Semi Annual	Bullet Repayment	04-May-31	150.00	150.00	150.00
19	152nd Series Taxable Non-Cum. Bonds	6.41%	Annual	Bullet Repayment	11-Apr-31	20,000.00	-	-
20	108th 'A' Series Tax Free Bonds Public Issue	7.64%	Annual	Bullet Repayment	22-Mar-31	11,943.13	11,943.13	11,943.13
21	108th Series Tax Free Bonds Public Issue	7.35%	Annual	Bullet Repayment	22-Mar-31	10,163.76	10,163.76	10,163.76
22	103rd 'A' Series Tax Free Bonds Public Issue	7.53%	Annual	Bullet Repayment	21-Dec-17	10,742.17	10,742.17	10,742.17
23	103rd Series Tax Free Bonds Public Issue	7.28%	Annual	Bullet Repayment	21-Dec-30	20,573.10	20,573.10	20,573.10
24	70th 'AA' Taxable Non-Cum. Bonds	8.79%	Semi Annual	Bullet Repayment	04-May-30	14,100.00	14,100.00	14,100.00
25	144th Series Taxable Bonds (ETF)	7.55%	Annual	Bullet Repayment	12-Apr-30	15,800.00	-	-
26	146th Series Taxable Bonds	7.08%	Annual	Bullet Repayment	28-Feb-30	30,000.00	-	-
27	67th 'g' Taxable Non-Cum. Bonds	8.80%	Semi Annual	Bullet Repayment	03-Feb-30	3,850.00	3,850.00	3,850.00
28	143rd Taxable Non-Cum. Bonds	7.53%	Annual	Bullet Repayment	06-Nov-29	24,549.00	-	-
29	142th Taxable Non-Cum. Bonds	7.50%	Annual	Bullet Repayment	09-Sep-29	27,070.00	-	-
30	140th Taxable Non-Cum. Bonds	7.48%	Annual	Bullet Repayment	13-Aug-29	25,920.00	25,920.00	-
31	136th Series Taxable Bonds	7.95%	Annual	Bullet Repayment	12-Jun-29	30,000.00	30,000.00	-
32	135 Series Taxable Bonds	8.23%	Annual	Bullet Repayment	29-Mar-29	25,000.00	25,000.00	25,000.00
33	96th Series Tax Free Bonds Public Issue	8.63%	Annual	Bullet Repayment	26-Mar-29	9,479.13	9,479.13	9,479.13
34	96th 'A' Series Tax Free Bonds Public Issue	8.88%	Annual	Bullet Repayment	26-Mar-29	4,364.14	4,364.14	4,364.14
35	134 Series Taxable Bonds	8.30%	Annual	Bullet Repayment	25-Mar-29	30,000.00	30,000.00	30,000.00
36	133 Series Taxable Bonds	8.35%	Annual	Bullet Repayment	13-Mar-29	30,000.00	30,000.00	30,000.00
37	131st Series Taxable Bonds	8.55%	Annual	Bullet Repayment	21-Feb-29	22,365.00	22,365.00	22,365.00
38	92nd Series Tax Free Bonds Public Issue	8.40%	Annual	Bullet Repayment	18-Feb-29	10,901.87	10,901.87	10,901.87
39	92nd 'A' Series Tax Free Bonds Public Issue	8.65%	Annual	Bullet Repayment	18-Feb-29	6,883.59	6,883.59	6,883.59
40	94th 'A' Series Tax Free Non-Cum Bonds	8.55%	Annual	Bullet Repayment	12-Feb-29	130.00	130.00	130.00
41	93rd 'A' Series Tax Free Non-Cum Bonds	8.55%	Annual	Bullet Repayment	10-Feb-29	16,500.00	16,500.00	16,500.00
42	130th Series Taxable Bonds	8.40%	Annual	Bullet Repayment	08-Jan-29	28,454.00	28,454.00	28,454.00
43	129th Series Taxable Bonds	8.45%	Annual	Bullet Repayment	04-Dec-28	30,000.00	30,000.00	30,000.00
44	90th 'A' Series Tax Free Non-Cum Bonds	8.48%	Annual	Bullet Repayment	27-Nov-28	550.00	550.00	550.00
45	89th 'A' Series Tax Free Non-Cum Bonds	8.48%	Annual	Bullet Repayment	21-Nov-28	7,380.00	7,380.00	7,380.00
46	87th 'A' Series (Non-Retail), Tax Free Bonds Public Issue	7.04%	Annual	Bullet Repayment	23-Mar-28	2,220.94	2,211.40	2,211.40
47	87th 'A' Series (Retail), Tax Free Bonds Public Issue	7.54%	Annual	Bullet Repayment	23-Mar-28	417.90	427.44	427.44
48	86th 'A' Series (Non-Retail), Tax Free Bonds Public Issue	7.34%	Annual	Bullet Repayment	19-Feb-28	23,198.91	23,147.42	23,147.42
49	86th 'A' Series (Retail), Tax Free Bonds Public Issue	7.84%	Annual	Bullet Repayment	19-Feb-28	2,441.68	2,441.68	2,441.68
50	83rd 'A' Tax Free Non-Cum. Bonds	7.39%	Annual	Bullet Repayment	06-Dec-27	950.00	950.00	950.00
51	82nd 'A' Tax Free Non-Cum. Bonds	7.38%	Annual	Bullet Repayment	30-Nov-27	300.00	300.00	300.00
52	81st 'A' Tax Free Non-Cum. Bonds	7.38%	Annual	Bullet Repayment	26-Nov-27	667.00	667.00	667.00





53	124th Series Taxable Non-Cum Bonds	7.54%	Annual	Bullet Repayment	31-Oct-27	9,350.00	9,350.00	9,350.00	9,350.00
54	123rd Series Taxable Non-Cum Bonds	7.33%	Annual	Bullet Repayment	28-Aug-27	17,450.00	17,450.00	17,450.00	17,450.00
55	121st Taxable Non Cum - Bonds	7.27%	Annual	Bullet Repayment	15-Jun-27	20,500.00	20,500.00	20,500.00	20,500.00
56	54th "B" Taxable Non-Cum. Bonds	10.04%	Semi Annual	Bullet Repayment	07-Jun-27	3,200.00	3,200.00	3,200.00	3,200.00
57	120th Taxable Non Cum - Bonds	7.49%	Annual	Bullet Repayment	30-May-27	22,000.00	22,000.00	22,000.00	22,000.00
58	118th Taxable Non Cum - Bonds	7.83%	Annual	Bullet Repayment	21-Mar-27	29,500.00	29,500.00	29,500.00	29,500.00
59	80th 'A' Series (Non-Retail), Tax Free Bonds Public Issue	8.10%	Annual	Bullet Repayment	23-Feb-27	27,816.25	27,749.81	27,749.81	27,749.81
60	80th 'A' Series (Retail), Tax Free Bonds Public Issue	8.30%	Annual	Bullet Repayment	23-Feb-27	3,140.27	3,206.71	3,206.71	3,206.71
61	53rd "C" Taxable Non-Cum. Bonds	8.75%	Semi Annual	Bullet Repayment	29-Nov-26	4,100.00	4,100.00	4,100.00	4,100.00
62	79th "A" Tax Free Non-Cum. Bonds	7.77%	Annual	Bullet Repayment	08-Nov-26	1,915.10	1,915.10	1,915.10	1,915.10
63	76th "A" Taxable Non-Cum. Bonds	9.33%	Semi Annual	Bullet Repayment	10-May-26	2,550.00	2,550.00	2,550.00	2,550.00
64	75th Taxable Non-Cum. Bonds	9.09%	Semi Annual	Bullet Repayment	31-Mar-26	1,500.00	1,500.00	1,500.00	1,500.00
65	74th Taxable Non-Cum. Bonds	9.09%	Semi Annual	Bullet Repayment	29-Mar-26	10,760.00	10,760.00	10,760.00	10,760.00
66	107th 'A' Series Tax Free Bonds Public Issue	7.29%	Annual	Bullet Repayment	22-Mar-26	1,907.14	1,907.14	1,907.14	1,907.14
67	107th Series Tax Free Bonds Public Issue	7.04%	Annual	Bullet Repayment	22-Mar-26	485.97	485.97	485.97	485.97
68	106th Series Tax Free Bonds	7.04%	Annual	Bullet Repayment	03-Mar-26	10,500.00	10,500.00	10,500.00	10,500.00
69	102nd 'A' Series Tax Free Bonds Public Issue	7.32%	Annual	Bullet Repayment	21-Dec-25	3,689.49	3,689.49	3,689.49	3,689.49
70	102nd Series Tax Free Bonds Public Issue	7.07%	Annual	Bullet Repayment	21-Dec-25	3,674.74	3,674.74	3,674.74	3,674.74
71	100th Series Tax Free Non-Cum Bonds	7.15%	Annual	Bullet Repayment	21-Aug-25	3,290.00	3,290.00	3,290.00	3,290.00
72	99th Series Tax Free Non-Cum Bonds	7.19%	Annual	Bullet Repayment	31-Jul-25	11,390.00	11,390.00	11,390.00	11,390.00
73	147th Series Taxable Bonds	6.99%	Annual	Bullet Repayment	19-Mar-25	8,470.00	-	-	-
74	69th Taxable Non-Cum. Bonds	8.95%	Semi Annual	Bullet Repayment	10-Mar-25	6,000.00	6,000.00	6,000.00	6,000.00
75	67th "A" Taxable Non-Cum. Bonds	8.65%	Semi Annual	Bullet Repayment	03-Feb-25	2,000.00	2,000.00	2,000.00	2,000.00
76	65th "O" Taxable Non-Cum. Bonds	8.20%	Semi Annual	Bullet Repayment	27-Apr-24	600.00	600.00	600.00	600.00
77	95th Series Tax Free Bonds Public Issue	8.19%	Annual	Bullet Repayment	26-Mar-24	2,311.52	2,311.52	2,311.52	2,311.52
78	95th A Series Tax Free Bonds Public Issue	8.44%	Annual	Bullet Repayment	26-Mar-24	1,297.38	1,297.38	1,297.38	1,297.38
79	132 Series Taxable Bonds	8.25%	Annual	Bullet Repayment	28-Feb-24	25,000.00	25,000.00	25,000.00	25,000.00
80	91st Series Tax Free Bonds Public Issue	8.23%	Annual	Bullet Repayment	18-Feb-24	17,783.21	17,783.21	17,783.21	17,783.21
81	91st A Series Tax Free Bonds Public Issue	8.48%	Annual	Bullet Repayment	18-Feb-24	5,262.55	5,262.55	5,262.55	5,262.55
82	63rd "B" Taxable Non-Cum. Bonds	8.65%	Semi Annual	Bullet Repayment	15-Jan-24	3,150.00	3,150.00	3,150.00	3,150.00
83	62nd "B" Taxable Non-Cum. Bonds	8.50%	Semi Annual	Bullet Repayment	26-Dec-23	2,850.00	2,850.00	2,850.00	2,850.00
84	90th Series Tax Free Non-Cum Bonds	8.35%	Annual	Bullet Repayment	27-Nov-23	570.00	570.00	570.00	570.00
85	89th Series Tax Free Non-Cum Bonds	8.35%	Annual	Bullet Repayment	21-Nov-23	4,870.00	4,870.00	4,870.00	4,870.00
86	61st "A" Taxable Non-Cum. Bonds	10.70%	Semi Annual	Bullet Repayment	11-Sep-23	6,150.00	6,150.00	6,150.00	6,150.00
87	149 Series Taxable Non-Cum. Bonds	6.19%	Annual	Bullet Repayment	28-Apr-23	31,900.00	-	-	-
88	65th "N" Taxable Non-Cum. Bonds	8.20%	Semi Annual	Bullet Repayment	27-Apr-23	600.00	600.00	600.00	600.00
89	145th Series Taxable Bonds	6.59%	Annual	Bullet Repayment	14-Apr-23	30,000.00	-	-	-
90	88th Taxable Non-Cum. Bonds	8.83%	Annual	Bullet Repayment	25-Mar-23	11,000.00	11,000.00	11,000.00	11,000.00
91	87th Series (Non-Retail), Tax Free Bonds Public Issue	6.88%	Annual	Bullet Repayment	23-Mar-23	1,373.50	1,366.17	1,366.17	1,366.17
92	87th Series (Retail), Tax Free Bonds Public Issue	7.38%	Annual	Bullet Repayment	23-Mar-23	278.20	285.53	285.53	285.53
93	86th Series (Non-Retail), Tax Free Bonds Public Issue	7.18%	Annual	Bullet Repayment	19-Feb-23	26,667.46	26,638.41	26,638.41	26,638.41
94	86th Series (Retail), Tax Free Bonds Public Issue	7.68%	Annual	Bullet Repayment	19-Feb-23	1,477.34	1,506.39	1,506.39	1,506.39
95	126th Taxable Non-Cum. Bonds*	7.63%	Annual	Bullet Repayment	25-Jan-23	30,000.00	30,000.00	30,000.00	30,000.00
96	85th Tax Free Non-Cum. Bonds	7.19%	Annual	Bullet Repayment	14-Dec-22	950.00	950.00	950.00	950.00
97	84th Tax Free Non-Cum. Bonds	7.22%	Annual	Bullet Repayment	07-Dec-22	4,999.00	4,999.00	4,999.00	4,999.00
98	83rd Tax Free Non-Cum. Bonds	7.22%	Annual	Bullet Repayment	06-Dec-22	300.00	300.00	300.00	300.00
99	82nd Tax Free Non-Cum. Bonds	7.22%	Annual	Bullet Repayment	30-Nov-22	410.00	410.00	410.00	410.00
100	81st Tax Free Non-Cum. Bonds	7.21%	Annual	Bullet Repayment	26-Nov-22	2,560.00	2,560.00	2,560.00	2,560.00
101	58th "A" Taxable Non-Cum. Bonds	9.20%	Semi Annual	Bullet Repayment	29-Oct-22	5,000.00	5,000.00	5,000.00	5,000.00
102	54th "A" Taxable Non-Cum. Bonds	9.95%	Semi Annual	Bullet Repayment	07-Jun-22	1,500.00	1,500.00	1,500.00	1,500.00
103	55th "O" Taxable Non-Cum. Bonds	9.86%	Semi Annual	Bullet Repayment	07-Jun-22	330.00	330.00	330.00	330.00
104	65th "M" Taxable Non-Cum. Bonds	8.20%	Semi Annual	Bullet Repayment	27-Apr-22	600.00	600.00	600.00	600.00
105	80th Series (Non-Retail) Tax Free Bonds Public Issue	8.00%	Annual	Bullet Repayment	23-Feb-22	28,367.53	28,301.10	28,301.10	28,301.10
106	80th Series (Retail) Tax Free Bonds Public Issue	8.15%	Annual	Bullet Repayment	23-Feb-22	3,364.85	3,431.28	3,431.28	3,431.28
107	53rd "B" Taxable Non-Cum. Bonds	8.68%	Semi Annual	Bullet Repayment	29-Nov-21	2,250.00	2,250.00	2,250.00	2,250.00
108	114th Taxable Non Cum - Bonds	6.70%	Annual	Bullet Repayment	24-Nov-21	20,000.00	20,000.00	20,000.00	20,000.00
109	113th Taxable Non Cum - Bonds	7.24%	Annual	Bullet Repayment	08-Nov-21	6,500.00	6,500.00	6,500.00	6,500.00
110	79th Tax Free Non-Cum. Bonds	7.55%	Annual	Bullet Repayment	08-Nov-21	5,396.00	5,396.00	5,396.00	5,396.00

111	57th Taxable Non-Cum. Bonds	9.66%	Semi Annual	Redeemable in two Equal instalments commencing from 28-09-2021	28-Sep-21	4,000.00	6,000.00	8,000.00
112	78th Taxable Non-Cum. Bonds	9.41%	Semi Annual	Bullet Repayment	28-Jul-21	15,000.00	15,000.00	15,000.00
113	55th "N" Taxable Non-Cum. Bonds	9.86%	Semi Annual	Bullet Repayment	07-Jun-21	330.00	330.00	330.00
114	77th Taxable Non-Cum. Bonds	9.57%	Semi Annual	Bullet Repayment	31-May-21	12,450.00	12,450.00	12,450.00
115	52nd "B" Taxable Non-Cum. Bonds	8.64%	Semi Annual	Bullet Repayment	17-May-21	7,000.00	7,000.00	7,000.00
116	76th Taxable Non-Cum. Bonds	9.27%	Semi Annual	Bullet Repayment	10-May-21	3,900.00	3,900.00	3,900.00
117	65th "L" Taxable Non-Cum. Bonds	8.20%	Semi Annual	Bullet Repayment	27-Apr-21	600.00	600.00	600.00
118	127th Taxable Non-Cum. Bonds	7.65%	Annual	Bullet Repayment	15-Mar-21	25,000.00	25,000.00	25,000.00
119	51st Taxable Non-Cum. Bonds	7.74%	Semi Annual	Bullet Repayment	22-Dec-20	4,500.00	4,500.00	4,500.00
120	73rd "B" Tax Free Non-Cum. Bonds	6.72%	Semi Annual	Bullet Repayment	20-Dec-20	8,359.10	8,359.10	8,359.10
121	49th "O" - FRB Taxable Non-Cum. Bonds	6.93% [^]	Semi Annual	Bullet Repayment	22-Jun-20	-	100.00	100.00
122	72nd Taxable Non-Cum. Bonds	8.50%	Semi Annual	Bullet Repayment	22-Jun-20	-	8,000.00	8,000.00
123	55th "M" Taxable Non-Cum. Bonds	9.86%	Semi Annual	Bullet Repayment	07-Jun-20	-	330.00	330.00
124	119th Taxable Non - Cum Bonds	7.20%	Annual	Bullet Repayment	31-May-20	-	23,750.00	23,750.00
125	65th "K" Taxable Non-Cum. Bonds	8.20%	Semi Annual	Bullet Repayment	27-Apr-20	-	600.00	600.00
126	115th Taxable Non Cum - Bonds	6.73%	Annual	Bullet Repayment	23-Mar-20	-	8,000.00	8,000.00
127	68th "B" Tax Free Non-Cum. Bonds	6.70%	Semi Annual	Bullet Repayment	08-Mar-20	-	9,272.10	9,272.10
128	67th Taxable Non-Cum. Bonds	8.55%	Semi Annual	Bullet Repayment	03-Feb-20	-	1,750.00	1,750.00
129	112th Taxable Non - Cum Bonds	6.92%	Annual	Bullet Repayment	10-Nov-19	-	15,000.00	15,000.00
130	48th "J" Taxable Non-Cum. Bonds	6.85%	Semi Annual	Bullet Repayment	17-Sep-19	-	-	500.00
131	111th Taxable Non Cum - Bonds	7.65%	Annual	Bullet Repayment	30-Jul-19	-	-	10,000.00
132	49th "N" - FRB Taxable Non-Cum. Bonds	8.13% ^{^^}	Semi Annual	Bullet Repayment	22-Jun-19	-	-	100.00
133	66th Taxable Non-Cum. Bonds	8.60%	Semi Annual	Bullet Repayment	11-Jun-19	-	-	5,000.00
134	128th Taxable Non-Cum. Bonds	7.72%	Annual	Bullet Repayment	07-Jun-19	-	-	26,000.00
135	55th "L" Taxable Non-Cum. Bonds	9.86%	Semi Annual	Bullet Repayment	07-Jun-19	-	-	330.00
136	65th "AA" Taxable Non-Cum. Bonds	8.19%	Semi Annual	Bullet Repayment	27-Apr-19	-	-	5,600.00
137	65th "J" Taxable Non-Cum. Bonds	8.20%	Semi Annual	Bullet Repayment	27-Apr-19	-	-	600.00
	Total					1,219,676.94	1,072,110.03	972,424.04

* Put/Call option available at the end of 3rd Year

[^] Applicable interest rate as on 30 September 2019, interest rate is floating linked to Indian Benchmark (INBMK) Yield and reset at half year rest. All other interest rates are fixed.

^{^^} Applicable interest rate as on 1 April 2019, interest rate is floating linked to Indian Benchmark (INBMK) Yield and reset at half year rest. All other interest rates are fixed.



54 EC Bonds Secured in markets

The 54 EC bonds issued in the domestic capital market are secured by first pari passu charge on the present/ future rolling stock assets/ lease receivables of the Company. Maturity Profile and Rate of interest of the 54EC secured bonds issued in the domestic capital market and amount outstanding as on various dates is as set out below:-

S.No	Description	Interest rate	Interest payment frequency	Terms of Repayment	Date of Maturity of Bond	30 September 2020	30 September 2019	1 April 2019
1	54 EC, Sep 2020 Bond Series*	5.75%	Annual	Bullet Repayment	30-Sep-25	529.70	-	-
2	54 EC, Aug 2020 Bond Series*	5.75%	Annual	Bullet Repayment	31-Aug-25	343.87	-	-
3	54 EC, July 2020 Bond Series*	5.75%	Annual	Bullet Repayment	31-Jul-25	774.33	-	-
4	54 EC, Jun 2020 Bond Series*	5.75%	Annual	Bullet Repayment	30-Jun-25	1,150.16	-	-
5	54 EC, May 2020 Bond Series*	5.75%	Annual	Bullet Repayment	31-May-25	373.92	-	-
6	54 EC, Apr 2020 Bond Series*	5.75%	Annual	Bullet Repayment	30-Apr-25	131.17	-	-
7	54 EC, Mar 2020 Bond Series	5.75%	Annual	Bullet Repayment	31-Mar-25	1,429.69	-	-
8	54 EC, Feb 2020 Bond Series	5.75%	Annual	Bullet Repayment	28-Feb-25	881.04	-	-
9	54 EC, Jan 2020 Bond Series	5.75%	Annual	Bullet Repayment	31-Jan-25	823.75	-	-
10	54 EC, Dec 2019 Bond Series	5.75%	Annual	Bullet Repayment	31-Dec-24	926.28	-	-
11	54 EC, Nov 2019 Bond Series	5.75%	Annual	Bullet Repayment	30-Nov-24	711.59	-	-
12	54 EC, Oct 2019 Bond Series	5.75%	Annual	Bullet Repayment	31-Oct-24	669.18	-	-
13	54 EC, Sep 2019 Bond Series	5.75%	Annual	Bullet Repayment	30-Sep-24	543.41	543.41	-
14	54 EC, August 2019 Bond Series	5.75%	Annual	Bullet Repayment	31-Aug-24	571.15	571.15	-
15	54 EC, July 2019 Bond Series	5.75%	Annual	Bullet Repayment	31-Jul-24	633.99	633.99	-
16	54 EC, June 2019 Bond Series	5.75%	Annual	Bullet Repayment	30-Jun-24	596.14	596.14	-
17	54 EC, May 2019 Bond Series	5.75%	Annual	Bullet Repayment	31-May-24	436.60	436.60	-
18	54 EC, Apr 2019 Bond Series	5.75%	Annual	Bullet Repayment	30-Apr-24	249.71	249.51	-
19	54EC Bond Mar 2019 Series	5.75%	Annual	Bullet Repayment	31-Mar-24	692.68	692.68	692.68
20	54EC Bond Feb 2019 Series	5.75%	Annual	Bullet Repayment	29-Feb-24	145.31	145.31	145.31
21	54EC Bond Jan 2019 Series	5.75%	Annual	Bullet Repayment	31-Jan-24	133.35	133.35	133.35
22	54 EC, Dec 2018 Bond Series	5.75%	Annual	Bullet Repayment	31-Dec-23	135.12	135.12	135.12
23	54 EC, Nov 2018 Bond Series	5.75%	Annual	Bullet Repayment	30-Nov-23	98.69	98.69	98.69
24	54 EC, Oct 2018 Bond Series	5.75%	Annual	Bullet Repayment	31-Oct-23	116.94	116.94	116.94
25	54 EC, Sep 2018 Bond Series	5.75%	Annual	Bullet Repayment	30-Sep-23	71.01	71.01	71.01
26	54 EC, Aug 2018 Bond Series	5.75%	Annual	Bullet Repayment	31-Aug-23	81.17	81.17	81.17
27	54 EC, July 2018 Bond Series	5.75%	Annual	Bullet Repayment	31-Jul-23	137.02	137.02	137.02
28	54 EC, June 2018 Bond Series	5.75%	Annual	Bullet Repayment	30-Jun-23	127.56	127.56	127.56
29	54 EC, May 2018 Bond Series	5.75%	Annual	Bullet Repayment	31-May-23	83.58	83.58	83.58
30	54 EC, Apr 2018 Bond Series	5.75%	Annual	Bullet Repayment	30-Apr-23	54.52	54.52	54.52
31	54 EC, Mar 2018 Bond Series	5.25%	Annual	Bullet Repayment	31-Mar-21	928.76	928.76	928.76
32	54 EC, Feb 2018 Bond Series	5.25%	Annual	Bullet Repayment	28-Feb-21	248.95	248.95	248.95
33	54 EC, Jan 2018 Bond Series	5.25%	Annual	Bullet Repayment	29-Jan-21	104.70	104.70	104.70
34	54 EC, Dec 2017 Bond Series	5.25%	Annual	Bullet Repayment	31-Dec-20	82.68	82.68	82.68
35	54 EC, Nov 2017 Bond Series	5.25%	Annual	Bullet Repayment	30-Nov-20	9.79	9.79	9.79
	Total					15,027.51	6,282.63	3,251.83

* Deemed Date of allotment as per resolution taken in Board Committee meeting held on 5th October 2020, 21 October 2020, 6th November 2020 & 19th November 2020.



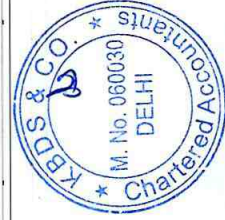
Unsecured bonds from domestic capital market

The Unsecured bonds issued in the domestic capital market and outstanding as on various dates is as set out below:-

S.No	Series	Interest rate	Interest payment frequency	Terms of Repayment	Date of Maturity of Bond	30 September 2020	30 September 2019	1 April 2019
1	148th Series Taxable Bonds	6.58% p.a.	Semi Annual	Redeemable in forty equal half yearly instalments commencing from 15 October 2030	31-Mar-50	25,000.00	-	-
2	137th Series Taxable Bonds	7.30% p.a.	Semi Annual	Redeemable in forty equal half yearly instalments commencing from 15 April 2030	18-Jun-49	18,000.00	18,000.00	-
3	125th Series Taxable Bonds	7.41% p.a.	Semi Annual	Redeemable in forty equal half yearly instalments commencing from 15 April 2028	22-Dec-47	21,000.00	21,000.00	21,000.00
4	122nd Series Taxable Bonds	6.77% p.a.	Semi Annual	Redeemable in forty equal half yearly instalments commencing from 15 April 2028	27-Jun-47	41,000.00	41,000.00	41,000.00
5	110th Series Taxable Bonds	7.80% p.a.	Semi Annual	Redeemable in forty equal half yearly instalments commencing from 15 April 2027	22-Jun-46	30,000.00	30,000.00	30,000.00
6	109th Series Taxable Bonds	8.02% p.a.	Semi Annual	Redeemable in forty equal half yearly instalments commencing from 15 April 2026	30-Mar-46	50,000.00	50,000.00	50,000.00
7	101st Series Taxable Bonds	7.87% p.a.	Semi Annual	Redeemable in forty equal half yearly instalments commencing from 15 April 2026	27-Oct-45	20,000.00	20,000.00	20,000.00
	Total					205,000.00	180,000.00	162,000.00

Reconciliation

Particulars	30 September 2020	30 September 2019	1 April 2019
Secured Bonds from Domestic Capital Market	1,219,676.94	1,072,110.03	972,424.04
54EC Bonds Secured in Market	15,027.51	6,282.63	3,251.83
Unsecured Bonds from Domestic Capital Market	205,000.00	180,000.00	162,000.00
Bonds in Domestic Market as per IGAAP	1,439,704.45	1,258,392.66	1,137,675.87
Less: Unamortised transaction cost	(969.22)	(1,083.01)	(1,127.84)
Bonds in Domestic Market as per Ind AS	1,438,735.23	1,257,309.65	1,136,548.03



Unsecured bonds from overseas capital market

The Unsecured bonds issued from overseas capital market and outstanding as on various dates is as set out below:-

S.No	Series	Interest rate	Interest payment frequency	Terms of Repayment	Date of Maturity of Bond	30 September 2020	30 September 2019	1 April 2019
1	REG-S/144A BONDS USD 300M 3.95% GMTM-2050	3.95% P.a	Semi Annual	Bullet Repayment	13-Feb-50	22,275.00	-	-
2	REG-S/144A BONDS USD 700M 3.249% GMTM-2030	3.249% P.a	Semi Annual	Bullet Repayment	13-Feb-30	51,975.00	-	-
3	Reg-S Bonds Green Bond 1st Series (USD 500 Million)	3.835% p.a	Semi Annual	Bullet Repayment	13-Dec-27	37,125.00	35,525.00	34,815.00
4	Reg-S Bonds USD 500M-EMTN	3.73% p.a	Semi Annual	Bullet Repayment	29-Mar-24	37,125.00	35,525.00	34,815.00
5	Reg-S Bonds 3rd Series (USD 500 Million)	3.92% p.a.	Semi Annual	Bullet Repayment	26-Feb-19	-	-	-
Total Overseas bonds as per IGAAP						148,500.00	71,050.00	69,630.00
Less: Unamortised transaction cost						(130.15)	(53.62)	(58.81)
Less: Fair value hedge adjustment- recoverable from Ministry of Railways						-	-	-
Total Overseas bonds as per IND AS						148,369.85	70,996.38	69,571.19

Commercial Paper (Unsecured)

Details of Commercial Paper outstanding as on various dates is as set out below:

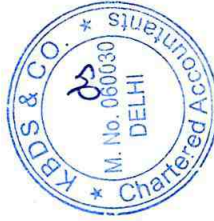
S.No	Particulars	Discount Rate	Date of Maturity of Bond	30 September 2020	30 September 2019	1 April 2019
1	Commercial Paper Series XIX	3.32%	09-Oct-20	25,500.00	-	-
2	Commercial Paper Series XVI	5.44%	04-Oct-19	-	23,600.00	-
3	Commercial Paper Series- XIII	7.23%	25-Apr-19	-	-	30,000.00
Less: Unexpired discount				(18.42)	(10.50)	(140.23)
Total				25,481.58	23,589.50	29,859.77

Total Indian Bonds	1,438,735.23	1,257,309.65	1,136,548.03
Total Overseas Bonds	148,369.85	70,996.38	69,571.19
Commercial Paper	25,481.58	23,589.50	29,859.77
Total Debt Borrowings	1,612,586.66	1,351,895.53	1,235,978.99



Note 16: Borrowings (Other than Debt Securities)

Particular	As at 30 September 2020				As at 30 September 2019				As at 01 April 2019			
	At amortised cost	At fair value through profit or loss	Designated at fair value through profit or loss	Total	At amortised cost	At fair value through profit or loss	Designated at fair value through profit or loss	Total	At amortised cost	At fair value through profit or loss	Designated at fair value through profit or loss	Total
Term Loans												
Secured Loans												
(i) From Banks (Indian)	553,500.00	-	-	553,500.00	222,250.00	-	-	222,250.00	277,905.00	-	-	277,905.00
(ii) From Bank (Foreign)	333.72	-	-	333.72	531.85	-	-	531.85	625.44	-	-	625.44
(iii) From Other Parties- National Small Saving Fund	175,000.00	-	-	175,000.00	175,000.00	-	-	175,000.00	175,000.00	-	-	175,000.00
Unsecured Loans												
(i) From Banks (Indian)	15,710.00	-	-	15,710.00	-	-	-	-	24,198.97	-	-	24,198.97
(ii) From Banks (Foreign)	96,362.80	-	-	96,362.80	48,319.16	-	-	48,319.16	25,618.35	-	-	25,618.35
Other Loans												
Loan against Term Deposits	-	-	-	-	48,320.00	-	-	48,320.00	-	-	-	-
Total (A)	840,906.52	-	-	840,906.52	494,421.01	-	-	494,421.01	503,347.76	-	-	503,347.76
Borrowings in India	744,210.00	-	-	744,210.00	445,570.00	-	-	445,570.00	477,103.97	-	-	477,103.97
Borrowings outside India	96,696.52	-	-	96,696.52	48,851.01	-	-	48,851.01	26,243.79	-	-	26,243.79
Total (B) to tally with (A)	840,906.52	-	-	840,906.52	494,421.01	-	-	494,421.01	503,347.76	-	-	503,347.76



Indian Railway Finance Corporation

Rupee Term Loans availed from banks are secured by first pari passu charge on the present/future rolling stock assets/ lease receivables of the Company. Terms of repayment of secured term loans and amount outstanding as on various dates is as set out below :-		Secured Rupee Term Loan						
S.No	Description	Interest rate	Interest Type	Terms of Repayment	Date of Maturity of Loan	30 September 2020	30 September 2019	1 April 2019
1	Punjab National Bank (V)	5.95%	3Y G-Sec + SPREAD	10 Equal Yearly installments of Rs.2500 Million each) commencing from 30th September 2026	30-Sep-26	25,000.00	-	-
2	Axis Bank	6.15%	Repo Rate +	20 Equal Half Yearly installments of Rs.2000 Million each) commencing from 31st January 2026	31-Jan-26	40,000.00	-	-
3	ICICI Bank	6.09%	3M TBILL+SPREAD	20 Equal Half Yearly installments of Rs.2500 Million each) commencing from 19th January 2026	19-Jan-26	50,000.00	-	-
4	HDFC Bank LTD (VI)-TI	5.99%	Repo Rate +	20 Half yearly equal installments of Rs. 817.50 million commencing from 23rd September 2025	23-Sep-25	16,350.00	-	-
5	HDFC Bank LTD (VI)-T II	5.95%	Repo Rate +	20 Half yearly equal installments after five years of moratorium of Rs. 182.50 million commencing from 11th September 2025	11-Sep-25	3,650.00	-	-
6	HDFC-V	6.20%	Repo Rate +	20 Half yearly equal installments Rs. 3500 million commencing from 30th June 2025	30-Jun-25	70,000.00	-	-
7	HDFC-IV	6.20%	Repo Rate +	16 Equal Half Yearly installments of Rs. 3,125 Millions commencing from 26th September 2024	26-Sep-24	50,000.00	-	-
8	Oriental bank of commerce	6.15%	Linked to 3 Year G Sec	Total no. of Half Yearly installments : 14 13 Equal Half Yearly installments of Rs. 1,071.40 Millions commencing from 17th August 2023 14th Half Yearly installment (Residual) of Rs. 1,071.80 Millions	17-Aug-23	15,000.00	-	-
9	State bank of India (V) Tranche I & II	6.65%	Linked to MCLR	Total no. of Half Yearly installments : 18 17 Equal Half Yearly installments of Rs. 3,890 Millions commencing from 23rd September 2021 18th Half Yearly installment (Residual) of Rs. 3,870 Millions	23-Sep-21	70,000.00	-	-
10	Punjab National Bank (IV)	6.15%	Linked to 3 Year G Sec	10 Equal yearly installments of Rs. 1,000 Millions commencing from 30th March 2021	30-Mar-21	10,000.00	-	-
11	HDFC-I	5.46%	3M TBILL+SPREAD	18 Equal Half Yearly installments of Rs. 500 Million each commencing from 30 March 2021	30-Mar-21	9,000.00	10,000.00	-
12	Punjab National Bank (III)	6.15%	Linked to 3 Year G Sec	10 Equal yearly installments of Rs. 3,000 Millions commencing from 17th February 2021	17-Feb-21	30,000.00	-	-
13	State Bank of India (III)	6.65%	Linked to MCLR	Sanctioned Amount: Rs. 90,000 Million with 20 Equal Half Yearly installments of Rs. 4500 Million each commencing 3 July 2019 Initial Drawdown: Rs. 80,000 Million Final Drawdown: Rs. 10,000 Million on 26.12.2019	03-Jan-21	76,500.00	75,500.00	80,000.00
14	HDFC-III	5.58%	3M TBILL+SPREAD	Balance Installments: 17 Equal Half Yearly installments Rs. 4500 Million commencing from 3rd January 2021	24-Dec-20	19,000.00	-	-
15	HDFC-II	5.61%	3M TBILL+SPREAD	19 Equal Half Yearly installments of Rs. 1000 Million each commencing from 24 December 2020	04-Nov-20	19,000.00	-	-
16	Bank of India-I	6.75%	Linked to MCLR	18 Equal Half Yearly installments of Rs.1000 Million each commencing from 15 October 2020	15-Oct-20	18,000.00	20,000.00	20,000.00
17	Bank of India-I	6.75%	Linked to MCLR	16 Equal Half Yearly installments of Rs.500 Million each commencing from 15 October 2020	15-Oct-20	8,000.00	9,000.00	9,500.00
18	State Bank of India (II)	6.65%	Linked to MCLR	16 Equal Half Yearly installments of Rs.1500 Million each commencing from 15 October 2020	15-Oct-20	24,000.00	27,000.00	28,500.00
19	Punjab National Bank (II)	6.15%	Linked to MCLR	Bullet Repayment	29-Apr-20	-	10,000.00	10,000.00
20	Allahabad Bank*	7.85%	Linked to MCLR	Bullet Repayment	28-Apr-20	-	13,000.00	13,000.00
21	Corporation Bank	7.55%	Linked to MCLR	Bullet Repayment	26-Apr-20	-	11,500.00	11,500.00
22	Corporation Bank	7.55%	Linked to MCLR	Bullet Repayment	19-Apr-20	-	6,250.00	7,500.00
23	State Bank of India (V)**	7.85%	Linked to MCLR	Bullet Repayment	02-Feb-20	-	10,000.00	10,000.00
24	State Bank of India (IV)**	7.85%	Linked to MCLR	Bullet Repayment	29-Jan-20	-	20,000.00	20,000.00
25	J&K Bank	7.95%	Linked to MCLR	Bullet Repayment	01-Dec-19	-	5,000.00	5,000.00
26	J&K Bank	7.95%	Linked to MCLR	Bullet Repayment	29-Nov-19	-	5,000.00	5,000.00
27	Andhra Bank	8.20%	Linked to MCLR	Bullet Repayment	10-Sep-19	-	14,905.00	-
28	Punjab National Bank	8.10%	Linked to MCLR	Bullet Repayment	10-Sep-19	-	-	10,000.00
29	State Bank of India	8.20%	Linked to MCLR	Bullet Repayment	22-Apr-19	-	-	28,000.00
30	Canara Bank***	8.35%	Linked to MCLR	Bullet Repayment	29-Apr-20	-	-	5,000.00
	Total					553,500.00	222,250.00	277,905.00

Note-1 Date of Maturity indicates the date of payment of next installment.
* Paid on 16th March 2020
** Prepaid on 21st January 2020
*** Prepaid on 11th April 2019



Secured foreign currency term loan					
Foreign Currency Loan are secured by first pari passu charge on the present/ future rolling stock assets/ lease receivables of the Company. Terms of Repayment of the foreign currency term loan and amount outstanding as on various dates is as set out below:-					
S.No	Description	Interest rate	Terms of Repayment	Date of Maturity of Loan	1 April 2019
1	Bank of India	6M USD LIBOR+1.25%	Semi Annual	31-Oct-20	334.13
2	Bank of India	6M USD LIBOR+1.25%	Semi Annual	31-Oct-19	532.88
3	Bank of India	6M USD LIBOR+1.25%	Semi Annual	30-Apr-18	-
3	Bank of India	6M USD LIBOR+1.25%	Semi Annual	30-Apr-19	-
Total as per IGAAP					626.67
Unamortised transaction cost					626.67
Secured Foreign Currency Term Loan as per Ind AS					(1.23)
					531.85
					625.44

Note-1 Date of Maturity indicates the date of payment of next instalment.

Secured Rupee term loan from National Small Saving Fund (NSSF)					
Rupee term loan from National Small Saving Fund is secured by the first pari passu charge on the present/ future rolling stock assets/ lease receivables of the Company. Terms of repayment and the amount outstanding as on various dates is as set out below:-					
S.No	Description	Interest rate (p.a.)	Interest payment frequency	Terms of Repayment	Date of Maturity of Loan
1	National Small Saving Fund (NSSF)-II*	8.11%	Semi Annual	Bullet Repayment	07-Feb-29
2	National Small Saving Fund (NSSF)-I	8.01%	Semi Annual	Bullet Repayment	28-Mar-28
Total					75,000.00
					100,000.00
					175,000.00
					75,000.00
					100,000.00
					175,000.00
					175,000.00

Unsecured Rupee Term Loan					
Terms of repayment of the Unsecured Rupee Term Loans from banks and amount outstanding as on various dates is as set out below:-					
S.No	Description	Interest rate	Interest Type	Terms of Repayment	Date of Maturity of Loan
1	ICICI Bank *	4.01%	Fixed Rate	Bullet Repayment	27-Nov-20
2	ICICI Bank *	4.01%	Fixed Rate	Bullet Repayment	28-Nov-20
3	ICICI Bank *	4.01%	Fixed Rate	Bullet Repayment	29-Nov-20
4	RBL *	3.95%	Fixed Rate	Bullet Repayment	28-Oct-20
5	State Bank of India	8.25%	Linked to MCLR	Bullet Repayment	12-Apr-19
6	Karnataka Bank	8.14%	T-bill plus spread	Bullet Repayment	12-Apr-19
7	Karnataka Bank	8.19%	T-bill plus spread	Bullet Repayment	12-Apr-19
8	United Bank of India	8.15%	Linked to MCLR	Bullet Repayment	12-Apr-19
Total					15,710.00
					11,467.00
					743.00
					505.00
					3,000.00
					9,198.97
					2,500.00
					2,500.00
					10,000.00
					24,198.97

Note-1 Date of Maturity indicates the date of payment of next instalment.

* Prepaid on 9th October 2020.



Unsecured foreign currency term loan						
Terms of repayment of the unsecured rupee term loan from banks and amount outstanding as on various dates is set out below:						
S.No	Description	Interest rate (p.a.)	Interest payment frequency	Terms of Repayment	Date of Maturity of Loan	1 April 2019
1	Syndicated Foreign Currency Loan-JPY 3,31,890 Mio SBI-SMBC (Equivalent to USD 300M)	6M JPY LIBOR + 0.935% pa	Semi Annual	Bullet Repayment	31-Mar-30	23,514.41
2	Foreign Currency Loan-USD 300M-SBI BAHRAIN	6M USD LIBOR + 1.30% pa	Semi Annual	Bullet Repayment	26-Mar-30	-
3	Syndicated Foreign Currency Loan-JPY 26231.25 Mio (Equivalent to USD 250M)	6M JPY LIBOR+0.80%	Semi Annual	Bullet Repayment	28-Mar-28	17,401.81
4	Syndicated Foreign Currency Loan-JPY 32,856 (Equivalent to USD 300M)	6M JPY LIBOR + 0.90% pa	Semi Annual	Bullet Repayment	04-Jun-26	21,796.67
5	Loan From AFLAC-2 (Equivalent to JPY 3 Bn)	2.90%	Semi Annual	Bullet Repayment	30-Mar-26	2,631.48
6	Loan From AFLAC-1 (Equivalent to JPY 12 Bn)	2.85%	Semi Annual	Bullet Repayment	10-Mar-26	10,365.96
7	Syndicated Foreign Currency Loan-USD 400 Mio	6M USD LIBOR+0.60%	Semi Annual	Bullet Repayment	03-Dec-18	-
Total as per IGAAP						101,235.56
Less: Unamortised transaction cost						(1,999.13)
Less: Fair value hedge adjustment- recoverable from Ministry of Railways						(2,873.63)
Unsecured Foreign Currency Term Loan as per Ind AS						96,362.80
						52,195.92
						(956.89)
						(2,919.87)
						48,319.16
						25,618.35

Note: Prepayment option on unsecured loans wherever applicable do not attract any additional charges when applied subject to the prepayment being done at the end of interest terms.

Loan against Term Deposits						
S.No	Description	Interest rate (p.a.)	Interest payment frequency	Terms of Repayment	Date of Maturity of Loan	1 April 2019
1	Corporation Bank	5.30%	Linked to MCLR	Bullet Repayment	14-Oct-19	2,385.00
2	Corporation Bank	5.30%	Linked to MCLR	Bullet Repayment	04-Oct-19	15,615.00
3	Punjab National Bank	4.65%	Linked to MCLR	Bullet Repayment	01-Oct-19	16,460.00
4	Canara Bank	5.50%	Linked to MCLR	Bullet Repayment	01-Oct-19	5,540.00
5	Canara Bank	5.50%	Linked to MCLR	Bullet Repayment	01-Oct-19	4,410.00
6	Canara Bank	5.50%	Linked to MCLR	Bullet Repayment	01-Oct-19	2,750.00
7	Punjab National Bank	4.65%	Linked to MCLR	Bullet Repayment	01-Oct-19	1,160.00
Total						48,320.00



Note 17 : Other Financial Liabilities

Particulars	As at	As at	As at
	30 September 2020	30 September 2019	01 April 2019
Interest accrued but not due	130,125.21	97,776.48	72,918.18
Liability for matured and unclaimed bonds and interest accrued thereon	101.24	76.90	80.91
Dividend payable	5,000.00	2,000.00	-
Dividend tax payable	-	411.11	-
Amount payable to Ministry of Railways - Leased Assets	9,802.47	170,239.18	-
Earnest money deposit	0.52	0.34	0.33
Total	145,029.44	270,504.01	72,999.42

Note 18 : Provisions

Particulars	As at	As at	As at
	30 September 2020	30 September 2019	01 April 2019
Provision for employee benefits	14.03	21.38	19.36
Provision for corporate social responsibility	78.94	78.94	78.94
Provision on interest payable on income tax	-	40.57	19.66
Total	92.97	140.89	117.96
Provision on asset as per Reserve Bank of India norms presented as a reduction being impairment loss allowance from			
- Note 7 - Loans	250.72	226.89	236.77
- Note 8 - Investments	0.07	-	-
- Note 9 - Other financial assets	31.70	27.32	38.67
Total	282.49	254.21	275.44

Note 19 : Deferred Tax Liabilities (net)

Particulars	As at	As at	As at
	30 September 2020	30 September 2019	01 April 2019
Deferred tax liability (net) (Refer accounting policy Note no. 2.7)	-	-	-
Less: Adjusted in retained earnings due to change in accounting policy (Refer accounting policy note no. 2.7)	-	-	-
Total	-	-	-

Note 20 : Other Non-Financial Liabilities

Particulars	As at	As at	As at
	30 September 2020	30 September 2019	01 April 2019
Statutory dues	0.86	0.40	1.05
Tax deducted at source payable	54.80	107.98	47.10
Total	55.66	108.38	48.15



Note 21: Share Capital

Particulars	As at		As at	
	30 September 2020	30 September 2019	30 September 2019	01 April 2019
Authorised Share Capital				
No. of shares	25,000,000,000	15,000,000,000	15,000,000,000	15,000,000,000
Par value per share (Rs.)	10.00	10.00	10.00	10.00
Amount (in millions)	250000.00	150000.00	150000.00	150,000.00

The authorised share capital of the company was enhanced from Rs. 150000 millions comprising 15,000 millions share of Rs. 10 each to Rs. 250000 millions comprising 25,000 millions share of Rs. 10 each in the annual general meeting held on 30th September 2020.

Issued, Subscribed and Fully Paid-Up

No of Shares	11,880,460,000	9,380,460,000	9,380,460,000	9,380,460,000
Issued during the period				
Total no of shares	11,880,460,000	9,380,460,000	9,380,460,000	9,380,460,000
Par value per share (Rs.)	10.00	10.00	10.00	10.00
Amount (in millions)	118,804.60	93,804.60	93,804.60	93,804.60

(i) Reconciliation of the number of shares outstanding is set out below

Particulars	As at 30 September 2020		As at 30 September 2019		As at 01 April 2019	
	Number of shares	Amount (in millions)	Number of shares	Amount (in millions)	Number of shares	Amount (in millions)
Shares outstanding at the beginning of the period	11,880,460,000	118,804.60	9,380,460,000	93,804.60	9,380,460,000	93,804.60
Shares issued during the period						
Shares outstanding at the end of the period	11,880,460,000	118,804.60	9,380,460,000	93,804.60	9,380,460,000	93,804.60

(ii) The Company has only one class of equity shares having face value of ` 10 each and the holder of the equity share is entitled to one vote per share. The dividend proposed by Board of Directors is subject to approval of the shareholders in the ensuing Annual General Meeting, except in case of interim dividend. In the event of liquidation of the Company, the holders of equity shares will be entitled to receive the remaining assets of the Company in proportion to the number of equity shares held.

(iii) Details of shares held by shareholders holding more than 5% of shares:

Particulars	As at 30 September 2020		As at 30 September 2019		As at 01 April 2019	
	Number of shares	% Holding	Number of shares	% Holding	Number of shares	% Holding
The President of India and his nominees (through Ministry of Railways)	11,880,460,000	100.00%	9,380,460,000	100.00%	9,380,460,000	100.00%

(iv) The company has not, for a period of 5 years immediately preceding the balance sheet date:- issued equity share without payment being received in cash.

- issued equity share by way of bonus share.

- bought back any of its share.

(v) The company has no equity share reserve for issue under options/contracts



Note 22 : Other Equity

Particulars	As at	As at	As at
	30 September 2020	30 September 2019	01 April 2019
Share issue expenses	(170.30)	(93.80)	-
Bond redemption reserve	-	-	57,145.59
General reserve	174,032.28	30,327.36	30,327.36
Retained earnings	12,241.76	133,845.69	62,807.86
Reserve Fund u/s 45-IC of Reserve Bank of India Act, 1934	11,894.35	4,509.50	4,509.50
Equity instruments through other comprehensive income	66.98	61.53	68.08
Total	198,065.07	168,650.28	154,858.39

Note 22.1: Share Issue Expenses

Particulars	As at	As at	As at
	30 September 2020	30 September 2019	01 April 2019
Balance at the beginning of the period (as per audited accounts)	(169.80)	-	-
Addition during the period*	(0.50)	(93.80)	-
Restated balance at the end of the period	(170.30)	(93.80)	-

* Share issue expenses includes stamp duty fees and listing fees for the amount of Rs.119.30 million and Rs. 51.00 million respectively.

Note 22.2: Bond Redemption Reserve

Particulars	As at	As at	As at
	30 September 2020	30 September 2019	01 April 2019
Balance at the beginning of the period (as per audited accounts)	-	57,145.59	57,145.59
Addition/(deletion) during the period	-	(57,145.59)	-
Restated balance at the end of the period	-	-	57,145.59

The Ministry of Corporate Affairs has notified the Companies (Share Capital and Debentures) Amendments Rules, 2019 on 16th August 2019 which exempts NBFC listed companies registered with Reserve Bank of India u/s 45-IA of the RBI Act, 1934 from creation of Debenture Redemption reserve. Accordingly, the balance outstanding against Bond Redemption Reserve as on 01-04-2019 amounting to Rs. 57,145.59 million has been transferred to retained earnings.

Note 22.3: General Reserve

Particulars	As at	As at	As at
	30 September 2020	30 September 2019	01 April 2019
Balance at the beginning of the period (as per audited accounts)	174,032.28	30,327.36	30,327.36
Addition during the period	-	-	-
Restated balance at the end of the period	174,032.28	30,327.36	30,327.36

General reserve is created from time to time by way of transfer of profits from retained earnings for appropriation purposes. General reserve is created by a transfer from one component of other equity to another and is not an item of other comprehensive income.

Note 22.4: Reserve Fund u/s 45-IC of Reserve Bank of India Act, 1934

Particulars	As at	As at	As at
	30 September 2020	30 September 2019	01 April 2019
Balance at the beginning of the period (as per audited accounts)	11,894.35	4,509.50	4,509.50
Addition during the period	-	-	-
Restated balance at the end of the period	11,894.35	4,509.50	4,509.50

The Company will transfer the appropriate amount at the end of financial year ending on 31 March, 2021



Indian Railway Finance Corporation Limited

CIN U65910DL1986GOI026363

Notes to financial statements for the half year ended 30 September 2020

(All amounts in millions of INR, unless stated otherwise)

Note 22.5: Retained Earnings

Particulars	As at	As at	As at
	30 September 2020	30 September 2019	01 April 2019
Balance at the beginning of the period (as per audited accounts)	5,000.00	64,431.40	64,431.40
Add/(Less) : Prior Period Adjustments	(6,626.82)	(1,623.54)	(1,623.54)
Restated balance at the beginning of the period	(1,626.82)	62,807.86	62,807.86
Profit for the year	18,868.58	16,303.35	-
Add/(Less) : Prior Period Adjustments	-	-	-
Profit After Prior Period Adjustment	18,868.58	16,303.35	-
Transfer from (to) bond redemption reserve.	-	57,145.59	-
Transfer from (to) general reserve.	-	-	-
Transfer to Reserve Fund u/s 45-IC of Reserve Bank of India Act, 1934	-	-	-
Dividend	(5,000.00)	(2,000.00)	-
Dividend tax	-	(411.11)	-
Restated balance at the end of the period	12,241.76	133,845.69	62,807.86

Note 22.6: Equity instruments Through Other Comprehensive Income

Particulars	As at	As at	As at
	30 September 2020	30 September 2019	01 April 2019
Balance at the beginning of the period (as per audited accounts)	62.91	68.08	68.08
Total comprehensive income for the period	4.07	(6.55)	-
Restated balance at the end of the period	66.98	61.53	68.08



Note 23 : Interest Income

Particulars	For the Half Year Ended 30 September 2020	For the Half Year Ended 30 September 2019
On financial assets measured at amortised cost :		
- Interest on loans	2,863.95	2,709.92
- Interest income from deposits	71.03	237.88
- Interest income from investments	1.90	2.79
- Pre commencement lease - Interest Income	14,213.82	11,065.08
- Interest income on application money	17.06	19.23
Total	17,167.76	14,034.90

Note 24 : Lease Income

Particulars	For the Half Year Ended 30 September 2020	For the Half Year Ended 30 September 2019
Lease income	56,661.12	51,712.78
Total	56,661.12	51,712.78

Note 25 : Other Income

Particulars	For the Half Year Ended 30 September 2020	For the Half Year Ended 30 September 2019
Profit on sale of fixed assets	0.01	-
Impairment provision written back (Refer Note no. 27)	14.36	21.23
Miscellaneous income	2.72	-
Total	17.09	21.23

Note 26: Finance Cost

Particulars	For the Half Year Ended 30 September 2020	For the Half Year Ended 30 September 2019
Interest on debt securities	59,668.90	49,322.11
Interest on borrowings	24,581.12	18,479.11
Discount on commercial paper	281.70	678.57
Interest on delayed payments to Ministry of Railways	503.00	1,465.64
Interest to Income Tax Authorities	5.33	20.91
Other borrowing cost	116.26	129.37
Sub-Total	85,156.31	70,095.71
Less: Borrowing costs capitalized on Railway Infrastructure Assets	30,746.51	20,722.47
Total	54,409.80	49,373.24

Note 27: Impairment on Financial Instruments Measured at Amortised Cost

Particulars	For the Half Year Ended 30 September 2020	For the Half Year Ended 30 September 2019
Loans & Interest accrued thereon	-	-
Total	-	-

* The Company being a government owned NBFC, hitherto exempt, is subject to provisioning norms vide Reserve Bank of India circular no. RBI/2017-18/181_DNBR (PD) CC. No. 092/03.10.001/2017-18 dated 31 May 2018. Income Recognition and Asset Classification (IRAC) norms to be complied by 31 March 2019. However RBI had vide letter no DNRB (PD). CO.No.1271/03.10.001/2018-19 dated 21 December 2018 had exempted the Company from the aforesaid requirements to the extent of its direct exposure on the sovereign. Therefore the company had not applied impairment requirements to its exposure with MOR. The computation of impairment is as under:

Particulars	For the Half Year Ended 30 September 2020	For the Half Year Ended 30 September 2019
Loan to IRCON International Limited	18,459.20	24,612.30
Loan to Rail Vikas Nigam Limited	44,221.96	32,109.80
Debt Securities*	17.07	-
Interest accrued on above	7,924.23	6,831.21
Total	70,622.46	63,553.31
Provision @ 0.4%	282.49	254.21

The Company apart from the above is of the view that no further impairment is required as per expected credit loss model prescribed in IND AS 109, Financial Instruments as Ircon International Limited and Rail Vikas Nigam Limited, both, are under the Ministry of Railways, Government of India and the Company do not expect any concern in the repayment of aforesaid loans.



Note 28 : Employee Benefit Expense

Particulars	For the Half Year Ended 30 September 2020	For the Half Year Ended 30 September 2019
Salaries and wages	22.45	16.74
Contribution to provident and others funds	3.89	5.19
Staff welfare expenses	0.20	0.59
Total	26.54	22.52

Note 29: Depreciation, Amortisation and Impairment

Particulars	For the Half Year Ended 30 September 2020	For the Half Year Ended 30 September 2019
Depreciation of property, plant and equipment	2.28	2.06
Amortisation of intangible assets	0.06	0.10
Total	2.34	2.16

Note 30 : Other Expenses

Particulars	For the Half Year Ended 30 September 2020	For the Half Year Ended 30 September 2019
Bank charges	0.39	0.14
Fee & subscription	1.32	1.47
Filing fees	-	-
Travelling	0.30	2.61
Conveyance	0.02	0.51
Ground rent	0.07	0.06
Printing & stationery	0.55	0.66
Postage, telegram & telephone	0.13	0.17
Director's fees, allowances and expenses	0.56	1.03
Transport hire charges	2.60	0.90
Insurance	0.04	0.04
Manpower Services	8.09	6.54
Vehicle expenses	0.03	0.08
Legal & professional charge	3.65	5.38
Loss on sale of fixed assets	0.16	0.01
Payment to auditors (refer note (i) below)	1.14	0.43
Property tax	0.28	0.28
Office maintenance charges	1.04	0.59
Office equipment maintenance	1.88	1.44
Advertisement & publicity	1.26	1.99
Sponsorship/Donation	0.12	0.60
Newspaper, books and periodicals	0.11	0.11
Electricity charges	1.54	1.34
Exchange rate variation	0.07	1.75
Miscellaneous expenses	2.83	3.11
Corporate social responsibility expenses (Refer note no. 49)	513.02	35.82
Total	541.20	67.06

(i) Payment to the Auditors Comprises net of GST input credit, where applicable)

(a) Annual Audit fees	-	-
(b) Half yearly Audit Fees	-	0.10
(b) Tax audit fees	-	-
(c) Quarterly Review fees	0.86	0.27
(d) Internal Audit Fees	0.10	-
(e) Certification fees	0.18	0.06
(f) GST Audit Fees	-	-
Total	1.14	0.43



Note 31: Income Taxes

Particulars	For the Half Year Ended 30 September 2020	For the Half Year Ended 30 September 2019
Income Taxes Recognised in Profit and Loss		
Current Tax		
In respect of the current period	-	-
Adjustments for prior periods	-	-
Deferred Tax		
In respect of the current period	-	-
	-	-
	-	-
Total Income Tax Expense Recognised in the Current Period	-	-

The Company has decided to exercise the option permitted under section 115BAA of the Income Tax Act, 1961 as introduced by the Taxation Laws (Amendment) Ordinance, 2019 on 20th September, 2019. After exercising the option of Section 115BAA, the taxable income under the provisions of Income Tax Act, 1961 comes to nil. Further after adoption of Section 115BAA, the Company will be outside the scope and applicability of MAT provisions under Section 115JB of Income Tax Act, 1961. Hence, no provision for tax has been made in the financial statements for the half year ended 30 September 2020.

The income tax expense for the year can be reconciled to the accounting profit as follows:

Particulars	For the Half Year Ended 30 September 2020	For the Half Year Ended 30 September 2019
Profit before tax	18,868.41	16,303.93
Tax rate	25.1680%	25.1680%
Tax thereon	4,748.80	4,103.37
Tax impact on account of unabsorbed depreciation as per computation under normal provisions of the Income tax Act, 1961 under the head 'Profit and Gains of Business'	(4,748.80)	(4,103.37)
Minimum alternate tax on book profits as per section 115JB(1) of Income Tax Act, 1961 (see note 1 below) (Not applicable for half year ended 30th September 2019 as the Company has opted for the provisions of section 115BAA of the Income - tax Act, 1961.	-	-
Proportionate minimum alternate tax on accretion to other equity on date of transition to Ind AS as per Section 115JB (2C) of the Income Tax Act, 1961 (see note 2 below)	-	-
Tax on items recognised in other comprehensive income	-	-
Tax on adjustment for earlier years on finalization of assessments by the assessing authorities	-	-
Total tax expense	-	-

Note -1

Particulars	For the Half Year Ended 30 September 2020	For the Half Year Ended 30 September 2019
Profit for the period as per Ind AS		
Less: Ind AS adjustments		
Total (A)		
Add:-		
Expenses u/s 14A of Income Tax Act	As the Company has opted for section 115BAA of the Income - tax Act, 1961, the MAT provisions of section 115JB of the Income - tax Act, 1961 are no longer applicable to the Company	As the Company has opted for section 115BAA of the Income - tax Act, 1961, the MAT provisions of section 115JB of the Income - tax Act, 1961 are no longer applicable to the Company
Interest u/s 234 B & C		
Provision for post retirement employee benefits		
Standard asset provision		
Total (B)		
Total (A+B)		
Less:-		
Dividend income		
Total (C)		
Book Profit((A+B)-C)		
Tax rate		
Tax thereon		



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Note -2

Particulars	For the Half Year Ended 30 September 2020	For the Half Year Ended 30 September 2019
Other equity as per Ind AS on date of conversion i.e, 01 April 2018	-	-
Adjustment on account of fair value change in the value of investments measured at FVTOCI	-	-
Total	-	-
Other equity as per AS on date of conversion i.e, 01 April 2018	-	-
Difference	-	-
Tax rate	-	-
Tax thereon	-	-
Proportionate amount of tax payable during the period ended	-	-

Income Tax Recognised in Other Comprehensive Income

Particulars	For the Half Year Ended 30 September 2020	For the Half Year Ended 30 September 2019
Remeasurements of defined benefit obligation	-	-
Total Income Tax Recognised in Other Comprehensive Income	-	-

Note 32: Earning Per Share

Particulars	For the Half Year Ended 30 September 2020	For the Half Year Ended 30 September 2019
Net Profit	18,868.41	16,303.93
Weighted average number of equity shares outstanding		
Opening balance at the beginning of the period	11,880,460,000.00	9,380,460,000.00
Issued during the period	-	-
Brought back during the period	-	-
Add: Number of potential equity shares on account of receipt of share application money pending allotment	-	-
Weighted average number of equity shares [including diluted equity share] outstanding at the end of the period	11,880,460,000.00	9,380,460,000.00
Earning per share- Basic [Face value of Rs. 10/- per share]	1.59	1.74
Earning per share- Diluted [Face value of Rs. 10/- per share]	1.59	1.74



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Note 33: Leases

Receivables (Note No. 6) include lease receivables representing the present value of future Lease Rentals receivables on the finance lease transactions entered into by the Company.

The lease agreement in respect of these assets is executed at the year-end based on the lease rentals and Implicit rate of return (IRR) with reference to average cost of annual incremental borrowings plus margin decided at that time. Any variation in the lease rental rate or the implicit rate of return for the year is accordingly adjusted at the year end.

Reconciliation of the lease receivable amount on the gross value of leased assets worth Rs. 23,46,271.68 millions (30th September 2019: Rs. 20,49,184.00 millions, 1st April 2019: Rs.19,02,666.75 millions) owned by the Company and leased to the Ministry of Railways(MoR) is as under:

Particulars	As at	As at	As at
	30 September 2020	30 September 2019	1 April 2019
Gross value of assets acquired & leased upto the end of previous financial year	22,38,107.84	19,02,666.75	16,62,115.90
Less: Capital recovery provided upto last Year	(7,52,309.85)	(6,52,401.63)	(5,67,399.34)
Capital recovery outstanding on leased assets as at the end of last year	14,85,797.99	12,50,265.12	10,94,716.56
Add: Gross value of assets acquired and leased during the period	1,08,163.84	1,46,517.25	2,40,550.85
	15,93,961.83	13,96,782.37	13,35,267.41
Less: Capital recovery for the period	(55,493.73)	(47,557.02)	(85,002.29)
Net investment in Lease Receivables	15,38,468.10	13,49,225.35	12,50,265.12

The value of contractual maturity of leases as per Ind AS-116 is as under:-

Particulars	As at	As at	As at
	30 September 2020	30 September 2019	1 April 2019
Gross investment in lease	22,37,798.92	19,86,911.78	18,42,569.01
Unearned finance income	6,99,330.82	6,37,686.43	5,92,303.89
Present value of minimum lease payment (MLP)	15,38,468.10	13,49,225.35	12,50,265.12

Gross investment in lease and present value of minimum lease payments (MLP) for each of the periods are as under

Gross investment in lease

Particulars	As at	As at	As at
	30 September 2020	30 September 2019	1 April 2019
Not later than one year	2,27,812.29	1,98,684.94	1,90,228.01
Later than one year and not later than two years	2,27,422.54	2,00,365.56	1,86,567.68
Later than one year and not later than three years	2,21,452.51	1,95,673.57	1,81,938.43
Later than one year and not later than four years	2,12,793.91	1,89,703.54	1,77,183.69
Later than one year and not later than five years	2,02,650.49	1,81,044.94	1,69,998.39
Later than five years	11,45,667.18	10,21,439.23	9,36,652.81
Total	22,37,798.92	19,86,911.78	18,42,569.01

Present value of MLP

Particulars	As at	As at	As at
	30 September 2020	30 September 2019	1 April 2019
Not later than one year	1,17,425.69	1,00,561.03	95,104.40
Later than one year and not later than two years	1,23,318.70	1,07,401.69	99,676.79
Later than one year and not later than three years	1,27,594.71	1,11,641.30	1,03,622.03
Later than one year and not later than four years	1,29,808.18	1,14,994.32	1,07,208.40
Later than one year and not later than five years	1,30,125.25	1,16,211.83	1,09,235.28
Later than five years	9,10,195.57	7,98,415.18	7,35,418.22
Total	15,38,468.10	13,49,225.35	12,50,265.12

Unearned Finance Income & Unguaranteed Residual Income

Particulars	As at	As at	As at
	30 September 2020	30 September 2019	1 April 2019
Unearned finance income	6,99,330.82	6,37,686.43	5,92,303.89
Unguaranteed residual income	NIL	NIL	NIL

The Company has leased rolling stock assets to the Ministry of Railways (MOR). Besides, the Company has funded Railway projects during the year 2011-12, in respect of which the lease had commenced during the year 2015-16. A separate lease agreement for each year of lease has been executed and as per the terms of the lease agreements, lease rentals are received half yearly in advance. The leases are non-cancellable and shall remain in force until all amounts due under the lease agreements are received.



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Note 34: Contingent liabilities and Commitments

Contingent liabilities

a.

Particulars	As at 30 September 2020	As at 30 September 2019	As at 1 April 2019
Claims against the Company not acknowledged as debt – Claims by bondholders in the consumer / civil courts	4.27	4.27	4.27

b. Claims against the Company not acknowledge as debt – relating to service matter pending in Hon'ble Supreme Court - amount not ascertainable.

c. The procurement/acquisition of assets leased out by the Company to the Indian Railways is done by Ministry of Railways (MOR), Government of India. As per the lease agreements entered into between the Company and MOR, the Sales Tax/ VAT liability, if any, on procurement/acquisition and leasing is recoverable from MOR. Since, there is no sales tax/ VAT demand and the amount is unascertainable, no provision is considered necessary.

d. Director General of GST Intelligence (DGGI), Chennai Zonal unit has served a show cause notice dated 16-4-2019 on the company alleging contravention of provision of sec 67,68 and 70 of the Finance Act, 1994 by the company and as to why service tax of Rs26,537.65 million along with interest and penalty be not demanded from the company. The company has submitted reply against the Show Cause notice stating that there is no contravention of provision of any of the above stated section of the Finance Act, 1994. Against the reply given by the company, vide letter dt 21-10-20, Commissioner, CGST, Delhi East, seeking comments given by the DGGI, Chennai Zonal unit and the company is in the process of filing the counter comments to the department and the company is not liable to pay the tax. However, if any liability arises that would be recoverable from the Ministry of Railways, Government of India.

e. The income tax assessments of the Company have been completed upto the Assessment Year 2017-18. The disputed demand of tax including interest thereon amounts to Rs. 9.48 million. The Company has already filed a rectification application u/s 154 against the said tax demands. Based on the decisions of the Appellate Authority in similar matters and interpretation of relevant provisions, the Company is confident that the demands will be either deleted or substantially reduced and accordingly no provision is considered necessary. However, the said demand of Rs.9.48 million has been adjusted by the department, out of the refund to IRFC for the AY 2016-17.

Note 35: Expenditure in Foreign Currency

Particulars	As at 30 September 2020	As at 30 September 2019	As at 1 April 2019
a) Interest/Swap Cost on foreign currency borrowings	3,908.82	2,001.43	4,641.21
b) Processing agent/ fiscal Agent/ admin fees	4.45	3.48	8.55
c) Underwriting/ arranger fees	-	-	-
d) International credit rating agencies fees	59.32	25.14	11.38
e) Others	16.01	0.26	4.46
Total	3,988.60	2,030.31	4,665.60

Note 36: Segment reporting

The Company has identified "Leasing and Finance" as its sole reporting segment. Thus there is no inter-segment revenue and the entire revenue is presented in the statement of profit and loss is derived from external customers all of whom is domiciled in India, the Company's country of domicile.

All non-current assets other than financial instruments are also located in India.

The Company derives more than 10% of its revenue from a single customer (ie. Ministry of Railways , Government of India (MOR) and entities under the control of MOR). The break up of the revenue is an under:

Particulars	As at 30 September 2020	As at 30 September 2019	As at 1 April 2019
Revenue from MOR & entities under the control of MOR			
- Lease Income	56,661.12	51,712.78	94,100.09
- Interest Income	2,863.95	2,709.92	5,251.05
- Pre Commencement lease interest income	14,213.82	11,065.08	11,757.72
Total	73,738.89	65,487.78	1,11,108.86



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Note 37: Employee benefits

37.1	Particulars	As at 30 September 2020	As at 30 September 2019	As at 1 April 2019
	Contribution to provident fund	1.69	1.29	2.41
	Contribution to gratuity	0.16	0.46	0.66
	Contribution to leave encashment	(0.32)	2.07	3.01
	Contribution to post retirement medical and pension	1.60	1.37	1.24

37.2 The Company operates a funded gratuity benefit plan.

A) Actuarial Assumptions

Particulars	As at 30 September 2020	As at 30 September 2019	As at 1 April 2019
Economic Assumptions			
Discount rate	6.30% p.a.	6.85% p.a.	7.50% p.a
Salary escalation	6.00% p.a	6.00% p.a	6.00% p.a
Demographic Assumptions			
Retirement age	60	60	60
Attrition rate	0.00%	0.00%	0.00%
Mortality table used	100% of IALM (2012-14)	100% of IALM (2006-08)	100% of IALM (2006-08)

Notes:

- The discount rate is based on the prevailing market yield of India Government securities as at the balance sheet date for the estimated term of obligations.
- The estimate of future salary increases considered in actuarial valuation takes into account inflation, seniority, promotion and other relevant factors such as supply and in the employment market.
- The expected return is based on the expectation of the average long term rate of return expected on investments of the fund during the estimated term of the obligations.

B) Movements in present value of the defined benefit obligation

Particulars	As at 30 September 2020	As at 30 September 2019	As at 1 April 2019
Present value of obligation as at the beginning of the year	10.26	9.57	7.65
Acquisition adjustment out	1.88	-	-
Interest cost	0.31	0.36	0.58
Past service cost	-	-	-
Current service cost	0.40	0.41	0.65
Benefit paid	(1.35)	-	(2.00)
Actuarial (gain)/loss on obligations due to change in financial assumptions	0.22	0.48	0.07
Actuarial (gain)/loss on obligations- due to experience	(0.39)	0.10	2.62
Actuarial (gain)/loss on obligations- demographic changes	-	(0.01)	-
Liability at the end of the year	11.33	10.91	9.57

C) Movements in the fair value of plan assets

Particulars	As at 30 September 2020	As at 30 September 2019	As at 1 April 2019
Fair value of plan assets at the beginning of the year	17.04	7.77	7.21
Contribution from the employer	-	0.35	-
Interest income	0.55	0.31	0.57
Return on plan assets excluding amounts included in interest income	-	(0.01)	(0.01)
Benefits paid	-	-	-
Reimbursement paid by the insurer	-	-	-
Actuarial gain/(loss) for the year on asset	-	-	-
Fair value of the plan assets for the period ending	17.59	8.42	7.77



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D) Amount recognised in the Balance Sheet

Particulars	As at 30 September 2020	As at 30 September 2019	As at 1 April 2019
Present value of funded obligation at the end of the year	11.33	10.91	9.57
Fair value of plan assets at the end of the year	(17.59)	(8.42)	(7.77)
Net liability/ (assets) recognised in the Balance Sheet	(6.26)	2.49	1.80

E) Expenses recognised in the Statement of Profit and Loss during the year:

Particulars	As at 30 September 2020	As at 30 September 2019	As at 1 April 2019
Current service cost	0.40	0.41	0.65
Past service cost	-	-	-
Net interest cost (Income)	(0.24)	0.05	0.01
Expected return on plan assets	-	-	-
Expense recognised in the Statement of Profit and Loss	0.16	0.46	0.66

F) Expenses recognised in Other Comprehensive Income during the year:

Particulars	As at 30 September 2020	As at 30 September 2019	As at 1 April 2019
Net cumulative unrecognised actuarial gain/(loss) opening			
Actuarial (gain) / loss for the year on PBO	(0.17)	0.57	2.70
Actuarial (gain) / loss for the year on Asset	-	0.01	0.01
Unrecognised actuarial gain / (loss) for the period ending	(0.17)	0.58	2.71

G) Composition of the plan assets:

Particulars	As at 30 September 2020	As at 30 September 2019	As at 1 April 2019
Policy of insurance	100.00%	100.00%	100.00%

H) Change in Net benefit obligations

Particulars	As at 30 September 2020	As at 30 September 2019	As at 1 April 2019
Net defined benefit liability at the start of the year	(6.78)	1.80	0.43
Acquisition adjustment	1.88	-	-
Total service cost	0.16	0.46	0.66
Net interest cost (income)	-	-	-
Re-measurements	(0.17)	0.58	2.71
Reimbursement paid by the insurer	-	-	-
Contribution to the plan assets	-	(0.35)	-
Benefit paid directly by the enterprise	(1.35)	-	(2.00)
Net defined benefit liability/ (assets) for the period ending	(6.26)	2.49	1.80

I) Bifurcation of PBO at the end of year as current and non current:

Particulars	As at 30 September 2020	As at 30 September 2019	As at 1 April 2019
Current liability (Amount due within one year)	(1.29)	0.91	0.83
Non-Current liability (Amount due over one year)	(4.97)	1.58	0.97
Total PBO at the end of year	(6.26)	2.49	1.80

J) Bifurcation of defined benefit obligation

Particulars	As at 30 September 2020	As at 30 September 2019	As at 1 April 2019
Vested	10.35	9.89	8.83
Non- Vested	0.98	1.02	0.74
Total	11.33	10.91	9.57



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K) Sensitivity analysis of the defined benefit obligation

Below is the sensitivity analysis determined for significant actuarial assumptions for the determination of defined benefit obligations and based on reasonably possible changes of the respective assumptions occurring at the end of the reporting period while holding all other assumptions constant.

Particulars	As at 30 September 2020	As at 30 September 2019	As at 1 April 2019
a) Impact of the change in discount rate			
-Impact due to increase of 0.50 %	10.89	10.54	9.23
-Impact due to decrease of 0.50 %	11.80	11.31	9.94
b) Impact of the change in salary increase			
-Impact due to increase of 0.50 %	11.61	11.19	9.73
-Impact due to decrease of 0.50 %	11.02	10.67	9.27

Sensitivities due to mortality and withdrawals are not material and hence impact of change not calculated.

Sensitivities as to rate of inflation, rate of increase of pensions in payment, rate of increase of pensions before retirement & life expectancy are not applicable being a lump sum benefit on retirement.

L) The employer's best estimate of contribution expected to be paid during the next year:

Particulars	As at 30 September 2020	As at 30 September 2019	As at 1 April 2019
Expected contribution of the next year	1.29	0.91	0.83

M) These plans typically expose the Company to Actuarial Risks such as Investment Risk, Liquidity Risk, Market Risk and Legislative Risk.

Actuarial Risk	It is the risk that benefits will cost more than expected. This can arise due to one of the following reasons: Adverse Salary Growth Experience: Salary hikes that are higher than the assumed salary escalation will result into an increase in Obligation at a rate that is higher than expected. Variability in mortality rates: If actual mortality rates are higher than assumed mortality rate assumption than the Gratuity Benefits will be paid earlier than expected. Since there is no condition of vesting on the death benefit, the acceleration of cashflow will lead to an actuarial loss or gain depending on the relative values of the assumed salary growth and discount rate. Variability in withdrawal rates: If actual withdrawal rates are higher than assumed withdrawal rate assumption than the Gratuity Benefits will be paid earlier than expected. The impact of this will depend on whether the benefits are vested as at the resignation date.
Investment Risk	For funded plans that rely on insurers for managing the assets, the value of assets certified by the insurer may not be the fair value of instruments backing the liability. In such cases, the present value of the assets is independent of the future discount rate. This can result in wide fluctuations in the net liability or the funded status if there are significant changes in the discount rate during the inter-valuation period.
Liquidity Risk	Employees with high salaries and long durations or those higher in hierarchy, accumulate significant level of benefits. If some of such employees resign/retire from the company there can be strain on the cashflows.
Market Risk	Market risk is a collective term for risks that are related to the changes and fluctuations of the financial markets. One actuarial assumption that has a material effect is the discount rate. The discount rate reflects the time value of money. An increase in discount rate leads to decrease in Defined Benefit Obligation of the plan benefits & vice versa. This assumption depends on the yields on the corporate/government bonds and hence the valuation of liability is exposed to fluctuations in the yields as at the valuation date.
Legislative Risk	Legislative risk is the risk of increase in the plan liabilities or reduction in the plan assets due to change in the legislation/regulation. The government may amend the Payment of Gratuity Act thus requiring the companies to pay higher benefits to the employees. This will directly affect the present value of the Defined Benefit Obligation and the same will have to be recognized immediately in the year when any such amendment is effective.

37.3 Actuarial Assumptions for unfunded Post Retirement Medical Benefits:

Particulars	As at 30 September 2020	As at 30 September 2019	As at 1 April 2019
Compensated absences			
Discount rate	6.30% p.a	6.85%	7.50% p.a
Future salary increase	N/A	N/A	N/A
Medical inflation Rate	8.90%p.a	8.90%p.a	8.90%p.a
Retirement age	60 years	60 years	60 years
Mortality table	100% of IALM (2012-14)	100% of IALM (2006-08)	100% of IALM (2006-08)



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These plans typically expose the Company to Actuarial risks such as Investment Risk, Liquidity Risk and Market Risk.

Actuarial Risk	<p>It is the risk that benefits will cost more than expected. This can arise due to one of the following reasons:</p> <p>Adverse Salary Growth Experience: Salary hikes that are higher than the assumed salary escalation will result into an increase in Obligation at a rate that is higher than expected.</p> <p>Variability in morbidity rates: If actual morbidity rates are higher than assumed morbidity rate assumption than the Post Retirement Medical Benefits will be paid earlier than expected.</p> <p>Variability in withdrawal rates: If actual withdrawal rates are higher than assumed withdrawal rate assumption than the Post Retirement Medical Benefits will not be paid earlier than expected. This will lead to an actuarial gain in the year of such experience.</p>
Investment Risk	<p>For funded plans that rely on insurers for managing the assets, the value of assets certified by the insurer may not be the fair value of instruments backing the liability. In such cases, the present value of the assets is independent of the future discount rate. This can result in wide fluctuations in the net liability or the funded status if there are significant changes in the discount rate during the inter-valuation period.</p>
Liquidity Risk	<p>Employees with high treatment costs and long durations of treatments, accumulate significant level of benefits. Such benefits can lead to strain on the cashflows.</p>
Market Risk	<p>Market risk is a collective term for risks that are related to the changes and fluctuations of the financial markets. One actuarial assumption that has a material effect is the discount rate. The discount rate reflects the time value of money. An increase in discount rate leads to decrease in Defined Benefit Obligation of the plan benefits & vice versa. This assumption depends on the yields on the corporate/government bonds and hence the valuation of liability is exposed to fluctuations in the yields as at the valuation date.</p>



37.4 The Company operates a funded leave benefit plan.

A) Actuarial Assumptions

Particulars	As at 30 September 2020	As at 30 September 2019	As at 1 April 2019
Economic Assumptions			
Discount rate	6.30% p.a.	6.85% p.a.	7.50% p.a.
Salary escalation	6.00% p.a.	6.00% p.a.	6.00% p.a.
Demographic Assumptions			
Retirement age	60 Years	60 Years	60 Years
Attrition rate	0.00% p.a.	0.00% p.a.	0.00% p.a.
Mortality table used	100% of IALM (2012-14)	100% of IALM (2006-08)	100% of IALM (2006-08)
Leave Availment and Encashment Rate			
Leave Availment Rate	10% p.a.	10% p.a.	10% p.a.
Encashment in service	0.00% p.a.	0.00% p.a.	0.00% p.a.

B) Movements in present value of the defined benefit obligation

Particulars	As at 30 September 2020	As at 30 September 2019	As at 1 April 2019
Present value of obligation as at the beginning of the year	12.21	9.86	9.17
Acquisition adjustment out	6.22	-	-
Interest cost	0.34	0.35	0.70
Past service cost	-	-	-
Current service cost	0.80	0.61	1.12
Benefit paid	(5.19)	(1.42)	(2.75)
Actuarial (gain)/loss on obligations- due to change in financial assumptions	0.16	0.31	0.04
Actuarial (gain)/loss on obligations- due to experience adjustments	(1.33)	1.02	1.58
Actuarial (gain)/loss on obligations- due to change in demographic assumption	-	-	-
Liability at the end of the year	13.21	10.73	9.86

C) Movements in the fair value of plan assets

Particulars	As at 30 September 2020	As at 30 September 2019	As at 1 April 2019
Fair value of plan assets at the beginning of the year	9.29	6.19	5.76
Contribution by employer	-	0.63	-
Interest income	0.32	0.23	0.48
Return on plan assets excluding amounts included in interest income	(0.01)	-	(0.05)
Benefits paid	-	-	-
Actuarial gain/(loss) for the year on asset	-	-	-
Fair value of the plan assets at the end of the year	9.60	7.05	6.19

D) Amount recognised in the Balance Sheet

Particulars	As at 30 September 2020	As at 30 September 2019	As at 1 April 2019
Present value of funded obligation at the end of the year	13.21	10.73	9.86
Fair value of plan assets at the end of the year	9.60	7.05	6.19
Net liability recognised in the Balance Sheet	3.61	3.68	3.67

E) Expenses recognised in the Statement of Profit and Loss during the year:

Particulars	As at 30 September 2020	As at 30 September 2019	As at 1 April 2019
Current service cost	0.80	0.61	1.12
Past service cost	-	-	-
Net interest cost (Income)	0.04	0.12	0.22
Net value of re measurements on the obligation and planned assets	(1.16)	1.34	1.67
Expense recognised in the Statement of Profit and Loss	(0.32)	2.07	3.01

F) Components of actuarial gain/loss on obligation

Particulars	As at 30 September 2020	As at 30 September 2019	As at 1 April 2019
Due to change in financial assumptions	0.16	0.31	0.04
Due to change in demographic assumption	-	-	-
Due to experience adjustments	(1.33)	1.02	1.58
Return on plan assets excluding amounts included in interest income	0.01	0.01	0.05
	(1.16)	1.34	1.67



G) Composition of the plan assets:			
Particulars	As at 30 September 2020	As at 30 September 2019	As at 1 April 2019
Policy of insurance	100%	100%	100%

H) Change in Net benefit obligations			
Particulars	As at 30 September 2020	As at 30 September 2019	As at 1 April 2019
Net defined benefit liability at the start of the year	2.92	3.67	3.41
Acquisition adjustment	6.22		
Total service cost	0.80	0.61	1.12
Net interest cost (Income)	0.30	0.11	0.22
Re-measurements	(1.43)	1.34	1.67
Contribution paid to the fund	-	(0.63)	-
Benefit paid directly by the enterprise	(5.20)	(1.42)	(2.75)
Net defined benefit liability at the end of the year	3.61	3.68	3.67

I) Bifurcation of PBO at the end of year as current and non current:			
Particulars	As at 30 September 2020	As at 30 September 2019	As at 1 April 2019
Current liability (Amount due within one year)	1.88	1.26	1.22
Non-Current liability (Amount due over one year)	1.73	2.42	2.45
Total PBO at the end of year	3.61	3.68	3.67

K) Sensitivity analysis of the defined benefit obligation

Below is the sensitivity analysis determined for significant actuarial assumptions for the determination of defined benefit obligations and based on reasonably possible changes of the respective assumptions occurring at the end of the reporting period while holding all other assumptions constant.

Particulars	As at 30 September 2020	As at 30 September 2019	As at 1 April 2019
a) Impact of the change in discount rate			
-Impact due to increase of 0.50 %	12.90	10.49	9.64
-Impact due to decrease of 0.50 %	13.56	10.98	10.09
b) Impact of the change in salary increase			
-Impact due to increase of 0.50 %	13.56	10.98	10.09
-Impact due to decrease of 0.50 %	12.90	10.48	9.64

Sensitivities due to mortality and withdrawals are not material and hence impact of change not calculated.

Sensitivities as to rate of inflation, rate of increase of pensions in payment, rate of increase of pensions before retirement & life expectancy are not applicable being a lump sum benefit on retirement.

L) These plans typically expose the Company to actuarial risks such as Investment Risk, Liquidity Risk and Market Risk.

Actuarial Risk	It is the risk that benefits will cost more than expected. This can arise due to one of the following reasons: Adverse Salary Growth Experience: Salary hikes that are higher than the assumed salary escalation will result into an increase in obligation at a rate that is higher than expected. Variability in mortality rates: If actual mortality rates are higher than assumed mortality rate assumption then the leave benefit will be paid earlier than expected. The acceleration of cashflow will lead to an actuarial loss or gain depending on the relative values of the assumed salary growth and discount rate. Variability in withdrawal rates: If actual withdrawal rates are higher than assumed withdrawal rate assumption then the leave benefit will be paid earlier than expected. The impact of this will depend on the relative values of the assumed salary growth and discount rate. Variability in availment rates: If actual availment rates are higher than assumed availment rate assumption then leave balances will be utilised earlier than expected. This will result in reduction in leave balances and obligation.
Investment Risk	For funded plans that rely on insurers for managing the assets, the value of assets certified by the insurer may not be the fair value of instruments backing the liability. In such cases, the present value of the assets is independent of the future discount rate. This can result in wide fluctuations in the net liability or the funded status if there are significant changes in the discount rate during the inter-valuation period.
Liquidity Risk	Employees with high salaries and long durations or those higher in hierarchy, accumulate significant level of benefits. If some of such employees resign/retire from the company there can be strain on the cashflows.
Market Risk	Market risk is a collective term for risks that are related to the changes and fluctuations of the financial markets. One actuarial assumption that has a material effect is the discount rate. The discount rate reflects the time value of money. An increase in discount rate leads to decrease in Defined Benefit Obligation of the plan benefits & vice versa. This assumption depends on the yields on the corporate/government bonds and hence the valuation of liability is exposed to fluctuations in the yields as at the valuation date.



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Notes to financial statements for the half year ended 30 September 2020

(All amounts in millions of INR, unless stated otherwise)

Note 38: Financial Instruments

38.1: Capital management

The Company manages its capital to ensure that the Company will be able to continue as going concern while maximizing the return to shareholders and also complying with the ratios stipulated in the loan agreements through the optimization of the debt and equity balance.

The capital structure of the Company consists of net debt (Debt Securities & Borrowings as detailed in Note 15 & 16 offset by cash and bank balances as detailed in Note 3) and total equity of the Company.

The Company is not subject to any externally imposed capital requirements.

38.1.1 Gearing ratio

The gearing ratio at the end of the reporting period was as follows:

Particulars	As at	As at	As at
	30 September 2020	30 September 2019	1 April 2019
Debt (See note 'I' below)	24,53,493.18	18,46,316.54	17,39,326.75
Cash and cash equivalents	16.61	13.03	37.07
Net debt	24,53,476.57	18,46,303.51	17,39,289.68
Total equity	3,16,869.67	2,62,454.88	2,48,662.99
Net debt to equity ratio (in times)	7.74	7.03	6.99

38.1.2 Net Worth

Particulars	As at	As at	As at
	30 September 2020	30 September 2019	1 April 2019
Total Assets	29,19,865.81	23,82,779.79	20,64,382.95
Total Liabilities	26,02,996.14	21,20,324.91	18,15,719.96
Net Worth	3,16,869.67	2,62,454.88	2,48,662.99

38.1.3 Debt Equity Ratio

Particulars	As at	As at	As at
	30 September 2020	30 September 2019	1 April 2019
Debt	24,53,493.18	18,46,316.54	17,39,326.75
Equity	3,16,869.67	2,62,454.88	2,48,662.99
	7.74	7.03	6.99

Note:

i) Debt computed as under:

Particulars	As at	As at	As at
	30 September 2020	30 September 2019	1 April 2019
Debt Securities (Note 15)	16,12,586.66	13,51,895.53	12,35,978.99
Borrowing (other than debt securities) (Note 16)	8,40,906.52	4,94,421.01	5,03,347.76
Total Debt	24,53,493.18	18,46,316.54	17,39,326.75

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Notes to financial statements

(All amounts in millions of INR, unless stated otherwise)

38.2 Financial Instruments - Accounting classification and fair value measurement

38.2.1 Categories of financial instruments

Particulars	As at	As at	As at
	30 September 2020	30 September 2019	1 April 2019
Financial assets			
Measured at amortised cost			
Cash and cash equivalents	16.61	13.03	37.07
Bank balance other than above	942.18	96,175.05	773.59
Investments (Pass through certificates)	17.00	27.63	33.30
Loans	62,430.44	56,495.21	58,954.87
Other financial assets	12,93,364.17	8,59,693.33	7,38,239.44
Receivables (Lease Receivables)	15,38,468.10	13,49,225.35	12,50,265.12
Measured at fair value through Profit and Loss			
Derivative financial instruments	-	-	466.90
Measured at fair value through Other Comprehensive Income			
Investments (IRCON)	97.05	91.60	98.15
Financial liabilities			
Measured at amortised cost			
Payables			
(I) Trade payables			
(i) total outstanding dues of micro enterprises and small enterprises	-	-	-
(ii) total outstanding dues of creditors other than micro enterprises and small enterprises	-	-	-
(II) Other payables			
(i) total outstanding dues of micro enterprises and small enterprises	1.52	4.58	0.08
(ii) total outstanding dues of creditors other than micro enterprises and small enterprises	439.90	148.02	121.65
Debt securities	16,12,586.66	13,51,895.53	12,35,978.99
Borrowings (Other than debt securities)	8,40,906.52	4,94,421.01	5,03,347.76
Other financial liabilities (Interest accrued but not due, amount payable to MoR etc.)	1,45,029.44	2,70,504.01	72,999.42
Measured at fair value through Profit and Loss			
Derivative financial instruments	3,883.47	3,102.49	3,105.95



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(All amounts in millions of INR, unless stated otherwise)

38.2.2: Fair value measurements

Fair value hierarchy

The fair value hierarchy reflects the significance of the inputs used in making the measurements and has the following levels:

Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities;

Level 2: Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (i.e. as prices in markets that are not active) or indirectly (i.e. quoted prices for similar assets or liabilities);

Level 3: Inputs for the asset or liability that are not based on observable market data (unobservable inputs).

The following table presents fair value hierarchy of assets and liabilities measured at fair value on a recurring basis as of 30 September 2020:

Particular	As at 30 September 2020	Fair Value measurement at end of the reporting period/ year using		
		Level 1	Level 2	Level 3
Investment in IRCON International Limited	97.05	97.05	-	-

The following table presents fair value hierarchy of assets and liabilities measured at fair value on a recurring basis as of 30 September 2019:

Particular	As at 30 September 2019	Fair Value measurement at end of the reporting period/ year using		
		Level 1	Level 2	Level 3
Investment in IRCON International Limited	91.60	91.60	-	-

The following table presents fair value hierarchy of assets and liabilities measured at fair value on a recurring basis as of 1 April 2019:

Particular	As at 1 April 2019	Fair Value measurement at end of the reporting period/ year using		
		Level 1	Level 2	Level 3
Investment in IRCON International Limited	98.15	98.15	-	-

Valuation technique used to determine fair value

The Company maintains policies and procedures to value financial assets or financial liabilities using the best and most relevant data available. The fair values of the financial assets and liabilities are included at the amount that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The following methods and assumptions were used to estimate the fair values:

The Company holds nominal Equity (less than 0.26%) in IRCON International Limited. The equity shares of IRCON International Limited were listed on National Stock Exchange (NSE) with effect from 28 September 2018. The Company had elected to classify its investment in IRCON International Limited as fair value through other comprehensive income (OCI). The fair value as on 30 September 2020, 30 September 2019 & 1st April 2019 has been measured as per the quoted on National Stock Exchange (Level 1 Input).

Dividend received

Particulars	For the Half Year ended 30 September 2020	For the Half Year ended 30 September 2019	For the year ended 31 March 2019
Dividend received (IRCON International Limited)	2.32	-	5.14

Fair value of financial assets and financial liabilities that are not measured at fair value (but fair value disclosures are required)

The directors consider that the carrying amounts of financial assets and financial liabilities recognised in the financial statements approximate their fair values.



38.3 Financial risk management

The Company's activities expose it to a variety of financial risks which includes market risk (including currency risk, interest rate risk and other price risk), credit risk and liquidity risk.

The Company's focus is to ensure liquidity which is sufficient to meet the Company's operational requirements. The Company monitors and manages key financial risks so as to minimise potential adverse effects on its financial Performance. The Company has a risk management policy which covers the risks associated with the financial assets and liabilities. The details for managing each of these risks are summarised ahead.

38.4: Market risk

Market risk is the risk that the expected cash flows or fair value of a financial instrument could change owing to changes in market prices. The Company's activities expose it primarily to the financial risks of changes in foreign currency exchange rates and interest rates.

Company use derivative instruments to manage market risk against the volatility in foreign exchange rates and interest rates in order to minimize their impact on its results and financial position. Company policy is not to utilize any derivative financial instruments for trading or speculative purposes.

38.5: Foreign currency risk management

The Company undertakes transactions denominated in foreign currencies; consequently, exposures to exchange rate fluctuations arise.

The carrying amounts of the Company's foreign currency denominated monetary assets and monetary liabilities at the end of the reporting period are as follows.

Particulars	Liabilities as at			Assets as at		
	As at	As at	As at	As at	As at	As at
	30 September 2020	30 September 2019	1 April 2019	30 September 2020	30 September 2019	1 April 2019
Secured foreign currency term loan	333.72	531.85	625.44	-	-	-
Unsecured bonds from overseas capital market	1,48,369.85	70,996.38	69,571.19	-	-	-
Unsecured foreign currency term loans	96,362.80	48,319.16	25,618.35	-	-	-
Total	2,45,066.37	1,19,847.39	95,814.98	-	-	-

Foreign currency sensitivity analysis

The following table details the company's sensitivity to a 10% increase and decrease in the INR against the relevant outstanding foreign currency denominated monetary items. 10% sensitivity indicates management's assessment of the reasonable possible change in foreign exchange rates. The sensitivity analysis includes only outstanding foreign currency denominated monetary items and adjusts their translation at the period end for a 10% change in foreign currency rates. A positive number below indicates an increase in profit or equity where Rupee appreciates 10% against the relevant currency. A negative number below indicates a decrease in profit or equity where the Rupee depreciates 10% against the relevant currency.

Particulars	As at		As at		As at	
	30 September 2020		30 September 2019		1 April 2019	
	INR strengthens by 10%	INR weakening by 10%	INR strengthens by 10%	INR weakening by 10%	INR strengthens by 10%	INR weakening by 10%
Profit or (loss)	24,506.64	(24,506.64)	11,984.74	(11,984.74)	9,581.50	(9,581.50)

In management's opinion, the sensitivity analysis is unrepresentative of the inherent foreign exchange risk because the exposure at the end of the reporting period does not reflect the exposure during the year.

38.6: Interest rate risk management

The Company is exposed to interest rate risk because it borrows funds at both fixed and floating interest rates. The risk is managed by the Company by maintaining an appropriate mix between fixed and floating rate borrowings. Company use financial instruments to manage its exposure to changing interest rates and to adjust its mix of fixed and floating interest rate debt on long-term debt.

The Company's exposures to interest rates on financial assets and financial liabilities are detailed in the liquidity risk management section of this note.

Interest rate sensitivity analysis

The sensitivity analyses below have been determined based on the exposure to interest rates for both derivatives and non-derivative instruments at the end of the reporting period. For floating rate liabilities, the analysis is prepared assuming the amount of the liability outstanding at the end of the reporting period was outstanding for the whole year. A 50 basis point increase or decrease represents management's assessment of the reasonably possible change in interest rates.

If interest rates had been 50 basis points higher/ lower and all other variables were held constant, the Company's:

- i) Profit for the Half year ended 30 September 2020 would decrease/increase by Rs. 7,913.73 millions (30 September 2019: decrease/increase Rs. 6,469.69 millions, 1 April 2019: decrease/increase Rs. 5,861.05 millions). This is mainly attributable to the Company's exposure to interest rates on its variable rate debt securities;
- ii) Profit for the half year ended 30 September 2020 would decrease/increase by Rs. 4,079.42 million (30 September 2019: decrease/increase Rs. 2,494.42 millions, 1 April 2019: decrease/increase Rs. 1,837.40 millions). This is mainly attributable to the Company's exposure to interest rates on its variable rate borrowings.

Interest Rate Benchmark Reform:

Following the request received by the Financial Stability Board from the G20, a fundamental review and reform of the major interest rate benchmarks is underway across the world's largest financial market. This reform was not contemplated when Ind AS 107 & Ind AS 109 were notified and consequently the Ministry of Corporate Affairs, Government of India has notified a set of temporary exceptions from applying specific hedge accounting requirements to provide clarifications on how the standard should be applied in these circumstances.

Following are the temporary exceptions provided from applying specific hedge accounting requirements:

- (i) For assessing highly probable requirement for cash flow hedges: For the purpose of determining whether a forecast transaction (or a component thereof) is highly probable, an entity shall assume that the interest rate benchmark on which the hedged cash flows (contractually or non-contractually specified) are based is not altered as a result of interest rate benchmark reform.
- (ii) Reclassifying the amount accumulated in the cash flow hedge reserve: For the purpose of determining whether the hedged future cash flows are expected to occur, an entity shall assume that the interest rate benchmark on which the hedged cash flows (contractually or non-contractually specified) are based is not altered as a result of interest rate benchmark reform.
- (iii) Assessing the economic relationship between the hedged item and the hedging instrument: An entity shall assume that the interest rate benchmark on which the hedged cash flows and/or the hedged risk (contractually or non-contractually specified) are based, or the interest rate benchmark on which the cash flows of the hedging instrument are based, is not altered as a result of interest rate benchmark reform.
- (iv) Designating a component of an item as a hedged item: Subject to certain exemptions, for a hedge of a non-contractually specified benchmark component of interest rate risk, an entity shall apply the requirement – that the risk component shall be separately identifiable – only at the inception of the hedging relationship.

Under these temporary exceptions, interbank offered rates (IBORs) are assumed to continue unaltered for the purposes of hedge accounting until such time as the uncertainty is resolved. The application of this set of temporary exceptions is mandatory for accounting periods starting on after 1st April 2020. Significant judgements will be required in determining when uncertainty is expected to be resolved and therefore when the temporary exceptions will cease to apply. However, as at 30th September 2020, the uncertainty continued to exist and so the temporary exceptions apply to the Company's hedge accounting relationships that reference benchmarks subject to reform or replacement.

The Company has cash flow and fair value hedge accounting relationships that are exposed to different IBORs, predominantly US dollar Libor and JPY Libor. The existing derivatives and some of the loans, bonds and other financial instruments designated in relationships referencing these benchmarks will transition to new risk-free rates (RFRs) in different ways and at different types. External progress on the transition to RFRs is being monitored, with the objective of ensuring a smooth transition for the Company's hedge accounting relationship. The specific issues arising will vary with the details of each hedging relationship, but may arise due to the transition of existing products included in the designation, a change in expected volumes of products to be issued, a change in contractual terms of new products issued, or a combination of these factors. Some hedges may need to be de-designated and new relationships entered into, while others may survive the market-wide benchmark reforms.

The hedge accounting relationships that are affected by the adoption of the temporary exceptions are presented in the balance sheet in note 5, 'Derivatives Financial Instruments'.

38.7: Other price risks

The Company has a small amount of investment in equity instruments, price risk of which is not considered material.

38.8: Credit risk management

Credit risk arises from the possibility that the counterparty will default on its contractual obligations resulting in financial loss to the company. To manage this, the Company periodically assesses the financial reliability of customers, taking into account the financial conditions, current economic trends, and analysis of historical bad debts and ageing of accounts receivable.

The Company consider the probability of default upon initial recognition of assets and whether there has been a significant increase in credit risk on an ongoing basis through each reporting period. To assess whether there is significant increase in credit risk, it considers reasonable and supportive forward looking information such as:



- (i) Actual or expected significant adverse change in business.
- (ii) Actual or expected significant changes in the operating results of the counterparty.
- (iii) Financial or economic conditions that are expected to cause a significant change to the counterparty's ability to meet its obligation.
- (iv) Significant increase in credit risk and other financial instruments of the same counterparty.
- (v) Significant changes in the value of collateral supporting the obligation or in the quality of third party guarantees or credit enhancements.

Credit risk is managed through approvals, establishing credit limits, continuous monitoring of creditworthiness of customers to which the company grants credit terms in the normal course of business. The company also assesses the financial reliability of customers taking into account the financial condition, current economic trends and historical bad debts and ageing of accounts receivables.

The Company's major exposure is from lease receivables from Ministry of Railways, Government of India and loans to Rail Vikas Nigam Limited and IRCON International Limited which are under the control of Ministry of Railways. There is no credit risk on lease receivables being due from sovereign. With respect to loan given to Rail Vikas Nigam Limited and IRCON International Limited, the company consider the Reserve Bank of India directions in terms of its circular no. RBI/2017-18/181_DNBR (PD) CC. No. 092/03.10.001/2017-18 dated 31-May-2018 read with letter no. DNRB (PD). CO.No.1271/03.10.001/2018-19 dated 21-December-2018, to be adequate compliance with the impairment norms as per Ind AS 109, Financial Instruments, as IRCON International Limited and Rail Vikas Nigam Limited, both, are under Ministry of Railways, Government of India and the Company do not expect any concern in the repayment of aforesaid loans.



38.9: Liquidity risk management

Liquidity risk is defined as the potential risk that the Company cannot meet the cash obligations as they become due.

Ultimate responsibility for liquidity risk management rests with the board of directors, which has established an appropriate liquidity risk management framework for the management of the company's short, medium, and long-term funding and liquidity management requirements. The Company manages liquidity risk by maintaining adequate reserves and banking facilities, by continuously monitoring forecast and actual cash flows, and by matching the maturity profiles of financial assets and liabilities. Besides, there is a provision in the lease agreements with the Ministry of Railways (MOR) whereby MOR undertakes to provide lease rentals in advance (to be adjusted from future payments) in case the Company doesn't have adequate liquidity to meet its debt service obligations.

Liquidity and interest risk tables

The following tables detail the company's remaining contractual maturity for its financial liabilities with agreed repayment periods. The tables have been drawn up based on the undiscounted cash flows of financial liabilities based on the earliest date on which the company can be required to pay. The tables include both interest and principal cash flows. To the extent that interest flows are floating rate, the undiscounted amount is derived from interest rate curves at the end of the reporting period. The contractual maturity is based on the earliest date on which the company may be required to pay.

Particulars	0-1 year	1-3 years	3-5 years	5+ years	Total	Recognition of borrowings at amortised cost using effective interest rate method	Fair value hedge adjustment-recoverable from Ministry of Railways	Carrying Amount(Balance Sheet amount as per IND AS
30 September 2020								
Trade Payables-Other Payables	441.42				441.42	-	-	441.42
Other Financial Liabilities								
-Interest accrued but not due	70,711.06	-	-	59,414.15	1,30,125.21	-	-	1,30,125.21
- Dividend Payable	5,000.00	-	-	-	5,000.00	-	-	5,000.00
-Unclaimed mature debentures and interest accrued thereon	101.24	-	-	-	101.24	-	-	101.24
-Amount Payable to MOR	9,802.47	-	-	-	9,802.47	-	-	9,802.47
-Earnest Money Deposit	0.52	-	-	-	0.52	-	-	0.52
Debt Securities								
-Bonds in Domestic Market	80,513.98	2,24,528.74	1,07,942.42	10,26,719.31	14,39,704.45	(969.22)	-	14,38,735.23
-Commercial Paper	25,481.58	-	-	-	25,481.58	-	-	25,481.58
-Bonds in Overseas Market	-	-	37,125.00	1,11,375.00	1,48,500.00	(130.15)	-	1,48,369.85
Borrowing (Other than Debt Securities)								
Borrowings in India	43,600.00	64,631.40	81,720.60	5,54,258.00	7,44,210.00	-	-	7,44,210.00
Borrowings outside India	222.75	111.38	-	1,01,235.56	1,01,569.69	(1,999.54)	(2,873.63)	96,696.52
30 September 2019								
Trade Payables-Other Payables	152.60	-	-	-	152.60	-	-	152.60
Other Financial Liabilities								
-Interest accrued but not due	56,321.33	-	-	41,455.15	97,776.48	-	-	97,776.48
-Unclaimed mature debentures and interest accrued thereon	76.90	-	-	-	76.90	-	-	76.90
-Dividend Payable	2,000.00	-	-	-	2,000.00	-	-	2,000.00
-Dividend Tax Payable	411.11	-	-	-	411.11	-	-	411.11
-Amount Payable to MOR	1,70,239.18	-	-	-	1,70,239.18	-	-	1,70,239.18
-Earnest Money Deposit	0.34	-	-	-	0.34	-	-	0.34
Debt Securities								
-Bonds in Domestic Market	58,802.10	1,58,822.36	1,62,367.91	8,78,400.30	12,58,392.67	(1,083.01)	-	12,57,309.66
-Commercial Paper	23,589.50	-	-	-	23,589.50	-	-	23,589.50
-Bonds in Overseas Market	-	-	35,525.00	35,525.00	71,050.00	(53.62)	-	70,996.38
Borrowing (Other than Debt Securities)								
Borrowings in India	1,44,320.00	28,000.00	35,200.00	2,38,050.00	4,45,570.00	-	-	4,45,570.00
Borrowings outside India	213.15	319.73	-	52,195.92	52,728.80	(957.92)	(2,919.87)	48,851.01
01 April 2019								
Trade Payables-Other Payables	121.73	-	-	-	121.73	-	-	121.73
Other Financial Liabilities								
-Interest accrued but not due	39,266.31	26,497.39	7,154.47	-	72,918.17	-	-	72,918.17
-Unclaimed mature debentures and	80.91	-	-	-	80.91	-	-	80.91
-Dividend Payable	-	-	-	-	-	-	-	-
-Dividend Tax Payable	-	-	-	-	-	-	-	-
-Amount Payable to MOR	-	-	-	-	-	-	-	-
-Earnest Money Deposit	0.33	-	-	-	0.33	-	-	0.33
Debt Securities								
-Bonds in Domestic Market	76,152.10	1,89,172.40	1,61,167.10	7,11,184.27	11,37,675.87	(1,127.84)	-	11,36,548.03
-Commercial Paper	29,859.77	-	-	-	29,859.77	-	-	29,859.77
-Bonds in Overseas Market	-	-	34,815.00	34,815.00	69,630.00	(58.81)	-	69,571.19
Borrowing (Other than Debt Securities)								
Borrowings in India	1,32,104.00	77,000.00	28,000.00	2,39,999.97	4,77,103.97	-	-	4,77,103.97
Borrowings outside India	208.89	417.78	-	29,342.05	29,968.72	(618.98)	(3,105.95)	26,243.79



38.10: Derivative financial instruments

The Company holds derivative financial instruments such as foreign currency forward contracts to mitigate the risk of changes in exchange rates on foreign currency exposures. The objective of hedges is to minimize the volatility of INR cash flows of highly probable forecast transaction.

Hedge effectiveness is determined at the inception of the hedge relationship, and through periodic prospective effectiveness assessments to ensure that an economic relationship exists between the hedged item and hedging instrument, including whether the hedging instrument is expected to offset changes in cash flows of hedged items.

As on 30 September 2020

Types of hedge and risks	Nominal value (Foreign Currency)		Carrying amount of hedging instruments	Maturity date	Hedge ratio	Weighted average strike price/rate
	USD					
	No. of Outstanding Contracts	Amount				USD
Forward Contract						
1. Sell						
2. Buy						
Swap Contracts						
1. Buy	2	291.79	3,070.89	10-03-2026	1:1	N/A
2. Buy	2	74.07	812.57	30-03-2026	1:1	N/A

As on 30 September 2019

Types of hedge and risks	Nominal value (Foreign Currency)		Carrying amount of hedging instruments	Maturity date	Hedge ratio	Weighted average strike price/rate
	USD					
	No. of Outstanding Contracts	Amount				USD
Forward Contract						
1. Sell	-	-	-	-	-	-
2. Buy	-	-	-	-	-	-
Swap Contracts						
1. Buy	2	291.79	2,447.96	10-03-2026	1:1	N/A
2. Buy	2	74.07	654.53	30-03-2026	1:1	N/A

As on 1 April 2019

Types of hedge and risks	Nominal value (Foreign Currency)		Carrying amount of hedging instruments	Maturity date	Hedge ratio	Weighted average strike price/rate
	USD					
	No. of Outstanding Contracts	Amount				USD
Forward Contract						
1. Sell	-	-	-	-	-	-
2. Buy	-	-	-	-	-	-
Swap Contracts						
1. Buy	2	291.79	2,080.28	10-03-2026	1:1	N/A
2. Buy	2	74.07	558.77	30-03-2026	1:1	N/A

Disclosure of effects of hedge accounting on financial performance

Cash Flow hedge	Opening	Changes during the year	Closing	Receivables/ (Payables) from MOR	Impact on financial performance
30-Sep-20	(974.93)	(34.91)	(1,009.84)	34.91	
30-Sep-19	466.90	(649.52)	(182.62)	649.52	
01-Apr-19	968.47	(501.57)	466.90	501.57	

Note 39: Capital Funds, Risk Weighted Assets and Capital Risk Adjusted Ratio (CRAR) of Company are given below:

Particulars	As at	As at	As at
	30 September 2020	30 September 2019	1 April 2019
Capital Fund-Tier I	3,16,869.26	2,62,454.34	2,48,658.31
Capital Fund-Tier II			
Risk weighted assets along-with adjusted value of off balance sheet items	73,025.63	66,017.79	71,629.96
CRAR			
CRAR-Tier I Capital	433.92%	397.55%	347.14%
CRAR-Tier II Capital	433.92%	397.55%	347.14%
Amount of subordinated debt raised as Tier-II capital			
Amount raised by issue of Perpetual Debt Instruments			



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Note 40: The particulars of loans given as required to be disclosed by section 186 (4) of Companies Act, 2013 are as below:

S.No.	Name of Party	As at 30 September 2020				As at 30 September 2019				As at 1 April 2019			
		Amount of loan	Loan Given during the year	Terms	Purpose of Utilization by Recipient	Amount of loan outstanding	Loan Given during the year	Terms	Purpose of Utilization by Recipient	Amount of loan outstanding	Loan Given during the year	Terms	Purpose of Utilization by Recipient
1	Rail Vikas Nigam Limited (RVNL) -I	34,561.96	7,000.00	3 + 12 years	Regular Project Work	22,449.80	6,310.00	3 + 12 years	Regular Project Work	18,766.30	800.00	3 + 12 years	Regular Project Work
2	IRCON International Limited	18,459.20	-	5 years	Station Development	24,612.30	-	5 years	Station Development	30,765.34	-	5 years	Station Development
3	Rail Vikas Nigam Limited (RVNL) -II	9,660.00	-	3 + 12 years	Regular project Work	9,660.00	-	3 + 12 years	Regular project Work	9,660.00	9,660.00	3 + 12 years	Regular project Work
	Total	62,681.16	7,000.00			56,722.10	6,310.00			59,191.64	10,460.00		



Note 41: Other Disclosures

- (a) Lease rental is charged on the assets leased from the first day of the month in which the Rolling Stock assets have been identified and placed on line as per the Standard Lease Agreements executed between the Company and MOR from year to year.
- (b) Ministry of Railways (MOR) charges interest on the value of the assets identified prior to the payments made by the Company, from the first day of the month in which the assets have been identified and placed on line to the first day of the month in which the money is paid to the MOR. However, no interest is charged from the MOR on the amount paid by the company prior to identification of Rolling stock by them.
- (c) (i) Interest rate variation on the floating rate linked rupee borrowings and interest rate and exchange rate variations on interest payments in the case of foreign currency borrowings are adjusted against the lease income/ pre-commencement lease income in terms of the variation clauses in the lease agreements for Rolling Stock/ memorandum of understanding (MoU) for funding of Infrastructure assets executed with the Ministry of Railways. During the Half year ended 30 September 2020, such differential has resulted in an amount of Rs. 1,412.38 millions refundable by the Company (30 September 2019: Rs. 246.40 millions, 1 April 2019: Rs. 707.98 millions accruing to the Company) which has been accounted for in the lease income/pre-commencement lease income.
- (ii) In respect of foreign currency borrowings, which have not been hedged, variation clause have been incorporated in the lease agreements specifying notional hedging cost adopted for working out the cost of funds on the leases executed with MOR. Hedging cost in respect of these foreign currency borrowings is compared with the amount recovered by the company on such account on notional cost basis and accordingly, the same is adjusted against the lease income. During the half year ended 30 September 2020 in respect of these foreign currency borrowings, the Company has recovered a sum of Rs. 3,706.31 millions (30 September 2019: Rs. 929.21 millions, 1 April 2019: Rs. 2,269.78 millions) on this account from MOR against a sum of Rs. Nil millions (30 September 2019 :Rs. Nil millions, 1 April 2019:Rs. 1,732.43 millions) incurred towards hedging cost and the balance amount of Rs. 3706.31 millions (30 September 2019: Rs. 929.21 millions, 1 April 2019: Rs. 537.35 millions) is refundable from MOR.
- (d) For computing the Lease Rental in respect of the rolling stock assets acquired and leased to the Ministry of Railways amounting to Rs. 1,08,163.84 millions during the half year ended 30th September 2020 (Previous half year ended 30 September 2019: Rs. 1,46,517.25 millions, 1 April 2019: Rs. 2,40,550.85 millions), the Lease Rental Rate and the Internal Rate of Return have been worked out with reference to the average cost of incremental borrowings made during the current half year plus the margin equivalent to the previous year. The lease agreement in respect of these assets will be executed at the year end based on the lease rentals and IRR with reference to average cost of annual incremental borrowings during the year plus margin decided at that time. Any variation in the lease rental rate or the internal rate of return for the year will be accordingly adjusted at the year end.
- (e) The Leases executed for Rolling Stock in the year 1989-90, 1988-89 & 1987-88 for Rs. 10,725.60 millions, Rs. 8607.27 millions & Rs. 7,703.27 millions have expired on 31 March 2020, 31 March 2019 & 31 March 2018 respectively. During the primary and secondary lease periods full value of assets (including interest) has been recovered from the lessee (MOR). These assets have outlived their useful economic life. Formalities for the transfer of these assets to MOR are under progress and necessary adjustments in the accounts if required, will be carried out on transfer of Rolling Stock to MOR.

Note 42:

- (a) (i) The Reserve Bank of India has issued Master Direction – Non- Banking Financial Company- Systemically Important Non Deposit Taking Company and Deposit Taking Company (Reserve Bank) Directions, 2016 vide notification DNBR.PD.008/03.10.119/2016-17 dated 1st September 2016 as amended from time to time have become mandatory with effect from 31 May, 2018. The Reserve Bank of India has granted exemption to the Company in respect of classification of asset, provisioning norms and credit concentration norms to the extent of direct exposure to sovereign.
- (a) (ii) Till the financial year 2017-18, the Company, being a government NBFC, was exempt from creation and maintenance of Reserve Fund as specified u/s 45-IC of Reserve Bank of India Act, 1934. However, the said exemption has been withdrawn by the Reserve Bank of India (RBI) vide Notification No. DNBR (PD) CC.NO.092/0310.001/2017-18 dated 31st May 2018. Accordingly, the Company is now creating the Reserve Fund as required u/s 45IC of RBI Act, 1934, wherein at least 20% of net profit every year will be transferred before the declaration of dividend. No appropriation is allowed to be made from the reserve fund except for the purpose as may be specified by the Bank from time to time and further, any such appropriation is also required to be reported to the Bank within 21 days from the date of such withdrawal. The Company created a reserve of Rs. 4,509.50 millions as on 31st March 2019 u/s 45IC. The reserve for the half year 2020-21 will be created as on 31st March 2021 when the profit for the year is determined
- (b) In terms of the Ministry of Corporate Affairs circular dated 18th April 2002, the Company, being a Non-Banking Finance Company registered with RBI, is required to create Bond Redemption Reserve equivalent to 50% of the value of the bonds raised through Public issue by the redemption date of such Bonds. Subsequently, the requirement for creation of Bond Redemption Reserve in case of Public Issue of bonds by Non-Banking Finance Company registered with RBI was brought down to 25% by MCA vide their circular dated 11th February 2013. Further, the Companies (Share Capital and Debentures) Rules, 2014 dated 3rd April 2014 also mandates the Non- Banking Finance Companies registered with RBI to create Bond Redemption Reserve equivalent to 25% of the value of the Bonds raised through public issue by the redemption dates of such bonds. Accordingly, the Company was required to transfer 50% of the value of the bonds raised through public issue during FY 2011-12 and 25% of the value of Bonds raised through Public Issue during 2012-13, FY 2013-14 and FY 2015-16 to Bond Redemption Reserve by the redemption dates of such Bonds. The Company has raised Rs. 2,48,816.74 millions through public issue of bonds in FY 2011-12, FY 2012-13, FY 2013-14 and FY 2015-16. The average residual maturity of the above mentioned bonds is more than 7 years as on 31st March 2019. The Company had transferred an amount of Rs. 57,145.59 millions to the Bond Redemption Reserve till the end of F.Y. 2018-19.

The Ministry of Corporate Affairs has notified the Companies (Share Capital and Debentures) Amendments Rules, 2019 on 16th August, 2019 which exempts NBFC listed companies registered with Reserve Bank of India u/s45-IA of the RBI Act, 1934 from creation of Debenture Redemption reserve. Accordingly, the balance outstanding against Bond Redemption Reserve as on 31st March 2019 amounting to Rs. 57,145.59 million has been transferred to retained earnings.



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(c)

The Comptroller & Auditor General of India (C&AG) during the course of their supplementary review of accounts for the Financial year 2018-19 had made an observation that the 'Advance against the Railway infrastructure Assets to be leased.' should have been classified under other non financial assets. Based on the reply furnished by the Company, the C&AG had decided to drop the observation. However, as agreed, during the course of discussion with the C&AG, it was decided to refer the aforesaid matter to the Expert Advisory Committee(EAC) of the Institute of Chartered Accountants of India(ICAI) for an expert opinion. The EAC, ICAI has since furnished its opinion and upheld the accounting classification of 'Advance against the Railway infrastructure Assets to be leased.' as other financial assets currently being shown by the Company in the financial statements



Note 43:

- i The Finance Act, 2001 provides for levy of service tax on the finance and interest charges recovered through lease rental installments on the Financial Leases entered on or after 16-07-2001. The Central Government vide Order No.1/1/2003-ST dated 30 April 2003 and subsequent clarification dated 15-12-2006 issued by Ministry of Finance has exempted the Lease Agreements entered between the Company and Ministry of Railways from levy of Service Tax thereon u/s 93(2) of Finance Act, 1994.
- ii The GST Council in their meeting held on 19 May, 2017 has exempted the services of leasing of assets (rolling stock assets including wagons, coaches, locos) by Indian Railways Finance Corporation to Indian Railways from the levy of Goods & Service Tax (GST), Notification No. 12/2017 (Heading 9973) which has been made applicable with effect from 1 July, 2017.
- iii. The Company had deposited a sum of Rs.14,664.47 million towards GST under reverse charge mechanism for funds transferred to MoR for making payments on behalf of Company to contractors for construction of projects for the period November 2017 to June 2018. As opined by the tax consultant, the above transaction did not involve any supply from MoR to the company and accordingly, no GST under RCM was payable by the Company and hence, refund applications were filed with the GST department for the refund of said deposit of Rs 14,664.47 millions. However, vide orders dated 25-09-2020 and 30-09-2020, the said refund applications have been rejected by the additional commissioner (Department of Trade and Taxes), GNCT of Delhi. The Company is in the process of filing appeals before the First Appellate Authority against the said orders of lower tax authorities for not accepting the refund applications of the Company.

In the ultimate event of non-admissibility of refund claims by the GST department, the amount would be adjusted by the Company against the GST liability on lease rentals from infrastructure assets to be lease to MoR or other GST liability in future.

Further, an amount of Rs. 6,32,384.00 million was transferred to MoR between July 2018 and April 2020 for making payments on behalf of Company to the contractors for construction of projects. GST under RCM of Rs. 75,886.08 million thereon has not been deposited as the funds transfer does not involve any supply from MOR as per the opinion of GST consultant.

Note 44:

Increase/(Decrease) in liability due to exchange rate variation on foreign currency loans for purchase of leased assets/creation of Infrastructure assets amounting to (Rs. 3,826.93 millions) (30 September 2019 : Rs. 3,240.59 million, 1 April, 2019: Rs. 2,670.04 millions) has not been charged to the Statement of Profit and Loss as the same is recoverable from the Ministry of Railways (lessee) separately as per lease agreements in respect of rolling stock assets/memorandum of understanding (MoU) for funding of Infrastructure assets to be leased. The notional hedging cost on external commercial borrowings inbuilt into the Lease Rentals amounting to Rs. 3,706.31 millions (30 September 2019 : Rs. 929.21 millions, 1 April 2019: Rs. 537.35 millions) is refundable to Ministry of Railways for the half year ended 30 Sep 2020(Ref of Note 41 C (ii)). Further, a sum of Rs. 55.20 Millions (30 September 2019 : Rs. 45.95 million, 1 April 2019: Rs. 2,664.02 million) has been recovered towards crystallised exchange rate variation on foreign currency loans repaid during the half year ended 30th September 2020. The amount recoverable from MoR on account of exchange rate variation net of notional hedging cost and crystallised exchange rate variation is Rs. 9,470.59 million (30th September 2019: Rs. 6,977.31 million, 1st April 2019: Rs. 4,711.88 million).

Effective portion of (loss)/gain on account of decrease/increase in the fair value of the derivative assets (hedging instruments) amounting to (Rs. 34.91 million) (September 2020),(Rs.(649.52) million) (September 2019), ((Rs.501.57 millions) (April 2019) classified as cash flow hedges has not been recognised in the other comprehensive income as the same is recoverable/refundable to the MOR (Lessee) since the derivatives have been contracted to hedge the financial risk of MOR (Lessee).

Note 45:

The Ministry of Railways (MOR) vide letter dated 23 July 2015 had authorized the Company to draw funds from LIC in consultation with MOR for funding of Railway Projects in line with leasing methodology adopted by Company for funding Railway Projects in past. Pending execution of the Lease Documents, the Company has entered into a Memorandum of Understanding with the Ministry of Railways on 23 May 2017 containing principal terms of the lease transactions. The total sum of Rs. 10,11,552.90 millions disbursed to MOR till the end of 30 September 2020 (30 September 2019:Rs. 6,89,668.90 millions, 1 April 2019 : Rs. 5,97,152.90 million) has been shown as 'Advance against Railway Infrastructure Assets to be leased'. During the half year ended 30 September 2020 a sum of Rs. 1,22,740.31 millions (30 September 2019: Rs. 71,264.86 millions, 1 April 2019 : Rs. 51,935.50 millions) incurred by the Company on account of interest cost on the funds borrowed for the purpose of making aforesaid advances has been capitalised and added to the Advance paid against Infrastructure assets to be leased out to MoR. Under erstwhile Indian GAAP, the said amount was accounted for as Interest Income which under the IndAS has now been reduced from interest expense. In respect of National Project, a total sum of Rs. 75,787.00 millions disbursed to MoR till the end of 30 September 2020 (30 September 2019: 50,787.00millions, 1 April 2019 : Rs.50,787.00 millions) has been shown as 'Advance funding against National Project' on which a sum of Rs. 6,767.16 millions (30 September 2019: 1,434.28 millions, 1 April 2019 : Rs. 41.17 millions) has been incurred by the Company on account of interest cost on the funds borrowed for the purpose of making aforesaid advances has been capitalised and added to the Advance funding against National Project to be leased out to MoR. The same would be recovered through lease rentals in future over the life of the leases. Details are as under:

Particulars	As at	As at	As at
	30 September 2020	30 September 2019	1 April 2019
Advance paid against infrastructure assets to be leased	10,11,552.90	6,89,668.90	5,97,152.90
-Add: Borrowing cost capitalised on borrowed funds	1,22,740.31	71,264.86	51,935.50
Total	11,34,293.21	7,60,933.76	6,49,088.40
Less: Advance adjusted for payment by MoR to project contractors	(37,920.71)	-	-
Total	10,96,372.50	7,60,933.76	6,49,088.40

Particulars	As at	As at	As at
	30 September 2020	30 September 2019	1 April 2019
Advance funding against National Project	75,787.00	50,787.00	50,787.00
-Add: Borrowing cost capitalised on borrowed funds	6,767.16	1,434.28	41.17
Total	82,554.16	52,221.28	50,828.17

Capitalisation rate used to determine the borrowing cost



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Particulars	As at	As at	As at
	30 September 2020	30 September 2019	1 April 2019
Capitalisation rate	6.35%	7.49%	8.01%

It may be noted that till 30th April 2020 all activities pertaining to development of infrastructure assets were carried out by MOR where IRFC was the undisclosed principal as per the development agency agreement entered between MOR & IRFC. Pursuant to modification in GST Act, 2017 wherein lease rentals on infrastructure assets are now taxable and in terms of the understanding with MoR, IRFC is now the disclosed principal with effect from 1st May 2020. Accordingly, the project contractor are raising invoices in company name from 1st May 2020 in respect of this supply of Goods/ Services rendered on railway infrastructure assets to be leased to MoR. During the period from 1st May 2020 to 30th September 2020, the total amount of such invoices received from MoR arrives at Rs. 36,895.07 millions on which the Company is entitled to get GST input tax credit of Rs. 1,068.51 millions.

Further, the Company is now in receipt of certain information and details of the utilization of advance to MoR for creation of infrastructure assets to be leased for which advance funding has been made to MoR as mentioned above. As per these details certain infrastructure projects have been completed and already commissioned by MOR. Further information / details are being sought from MOR. These are still awaited.

As per MOU referred above, the payments in respect of lease are to commence in October, 2020. However, the requisite Lease Agreement(s) between MOR and the Company with respect to aforesaid infrastructure assets is (are) yet to be executed as the key terms and conditions of the lease structure are being finalised. The accounting as per Ind AS 116, Leases and other applicable Ind AS can be proceeded with only on execution of lease agreement(s). On application of Ind AS 116 / other applicable standards, there will be accounting and disclosure implications in the financial statements. In the absence of information / details as mentioned above, the impact whereof on these financial statements presently cannot be ascertained. The Company expects to execute necessary agreements / documents within the current financial year.



Note 46:

- (a) Office building including parking area has been capitalised from the date of taking possession. However, the sale/transfer deed is still pending for execution in favour of the Company. Stamp duty payable on the registration of office building works out to about Rs. 9.15 millions (as certified by approved valuer) (30 September 2019: Rs. 9.15 millions, 1 April 2019: Rs. 9.15 millions), which will be accounted for on registration.
- (b) During the period under review an amount of Rs. 72.45 millions on account of the benefit accruing due to reduction in the interest rate pertaining to the financial year 2017-18 has been passed on to MOR during the nine month period ended on 31st March 2020, by way of reduction of equivalent amount from the Lease Income instead of recognising the same as a prior period item. The amount involved is not considered material in terms of the extant policy of the Company and accordingly, the effect of the same has been considered in the current reporting period.
- (c) The Company has made a provision of Rs.118.80 millions in the financial statements for the year ended on 31st March 2020 towards the stamp duty on account of increase in the Equity Capital infused by MOR from time to time in the earlier years. The aforesaid stamp duty has been computed at the basic rate. The Company is in the process of getting the stamp duty adjudicated by the Collector of Stamps. The actual liability will be known upon receipt of adjudication order and differential amount, if any, will be provided for and paid in the year of adjudication.
- (d) **Impact of material prior period adjustments**
The Company during the current financial year initiated a detailed reconciliation of various ledgers of Ministry of Railways, Government of India (MoR) maintained in its books of accounts. The reconciliation could not be completed earlier owing to unprecedented situation arising out of Covid 19 and for want of additional information from MoR. The Company noted certain items that required adjustments in financial statements / information of earlier years as per Ind AS 8, Accounting Policies, Changes in Accounting Estimates & Errors as under:

Particular	Impact on Profit Before Tax being Decrease in Profits	Impact u/s 115JB of the Income – tax Act, 1961	Impact on Other Equity as on 31st March 2020
As on 1st April 2019	(2,067.91)	444.35	(1,623.56)
For the Half Year Ended 30th September 2019	(844.02)	Nil*	(844.02)
For the Half Year Ended 31st March 2020	(4,159.25)	Nil*	(4,159.25)
Total 19-20	(5,003.27)	Nil*	(5,003.27)
Grand Total	(7,071.18)	444.35	(6,626.83)

*IRFC has opted for taxation under section 115BAA of the Income – tax Act, 1961 for financial year 2019 – 20 & onwards. Hence, the provisions of minimum alternate tax under section 115JB of the Income – tax Act, 1961 are no longer applicable to the Company.

- (e) Estimation of uncertainty relating to the Global Health Pandemic COVID-19

The outbreak of Coronavirus (COVID -19) pandemic globally and in India is causing significant disturbance and slowdown of economic activity. The Company has adopted measures to curb the spread of infection in order to protect the health of our employees and ensure business continuity with minimal disruption.

The Company has evaluated impact of this pandemic on its business operations and based on its review and current indicators of future economic conditions, there is no significant Impact on its financial results. However, the impact assessment of COVID 19 is a continuing process given the uncertainties associated with its nature and duration and accordingly the impact may be different from that estimated as at the date of approval of these financial statements. The Company will continue monitoring any material changes to future economic conditions.

Note 47:

- (a) The Company discharges its obligation towards payment of interest and redemption of bonds, for which warrants are issued, by depositing the respective amounts in the designated bank accounts. Reconciliation of such accounts is an ongoing process and has been completed upto 31 March 2020. The Company does not foresee any additional liability on this account. The total balance held in such specified bank accounts as on 30 September 2020 is Rs. 101.24 millions (30 September 2019: Rs. 76.90 millions, 1 April, 2019: Rs. 80.91 millions).



- (b) The Company is required to transfer any amount remaining unclaimed and unpaid in such interest and redemption accounts after completion of 7 years to Investor Education Protection Fund (IEPF) administered by the Ministry of Corporate Affairs, Government of India. During the half year ended 30 September 2020, a sum of Rs. NIL millions was deposited in IEPF (30 September 2019: Rs. NIL million, 1 April, 2019: Rs.0.07 millions.)

Note 48:

The Company, in the earlier years, had executed Asset Securitisation Transactions by securitising an identified portion of future lease rentals originating on its assets leased to Ministry of Railways. As part of the securitisation transaction, future lease rentals were transferred to a bankruptcy remote Special Purpose Vehicle (SPV) which, in turn, issued Pass Through Certificates (PTCs) to the investors. The lease receivables, accordingly, were derecognised in the books of account of the company.

In terms of the Reserve Bank of India (RBI) Guidelines on Minimum Retention Requirement issued by the Reserve Bank of India as applicable to the Non-Banking Finance Companies, the company being the originator, had opted to retain a minimum of 5% of the book value of the receivables being securitised. Accordingly, the Company had invested Rs. 169.77 millions in the Pass Through Certificates (PTCs) issued by the 'Special Purpose Vehicle' towards Minimum Retention Requirement. Out of the amount invested in Pass Through Certificates (PTCs), Rs. 152.70 millions have matured till 30th September 2020, leaving a balance of Rs. 17.07 millions. Details of the amount invested in Pass Through Certificates (PTCs) and outstanding as on 30th September 2020 is as follows:

As on 30 September 2020

Series	Date of Maturity	Nos of PTC	Face value per PTC	Total amount
T	15-Oct-20	5	0.99	4.93
U	15-Apr-21	5	0.94	4.71
V	15-Oct-21	5	0.90	4.50
W	15-Apr-22	5	0.59	2.93
Total *		20		17.07

* Impairment loss as per Ind AS 109 has been made for an amount of Rs. 0.07 millions

As on 30 September 2019

Series	Date of Maturity	Nos of PTC	Face value per PTC	Total amount
R	15-Oct-19	5	1.08	5.40
S	15-Apr-20	5	1.03	5.16
T	15-Oct-20	5	0.99	4.93
U	15-Apr-21	5	0.94	4.71
V	15-Oct-21	5	0.90	4.50
W	15-Apr-22	5	0.59	2.93
Total		30		27.63

As on 1 April 2019

Series	Date of Maturity	Nos of PTC	Face value per PTC	Total amount
Q	15-Apr-19	5	1.13	5.67
R	15-Oct-19	5	1.08	5.40
S	15-Apr-20	5	1.03	5.16
T	15-Oct-20	5	0.99	4.93
U	15-Apr-21	5	0.94	4.71
V	15-Oct-21	5	0.90	4.50
W	15-Apr-22	5	0.59	2.93
Total		35		33.30



Note 49: Corporate Social Responsibility

As per Section 135 of Companies Act 2013 a Corporate Social responsibility Committee has been formed by the Company. During the year the Company has undertaken Corporate Social Responsibility activities as approved by the CSR Committee which are specified in Schedule VII of the Companies Act 2013.

Gross amount spent by the company for the half year ended 30 September 2020 is Rs 344.06 millions

ii) Amount spent during the year on:

As on 30 September 2020

Sl. No	Particulars	In cash	Yet to be paid in cash	Total
i)	Construction/Acquisition of any assets	-	-	-
ii)	On Purpose other than (i) above	344.06	168.96	513.02
iiia)	Sanitation and safe drinking water (Item No. (i) of Schedule - VII)	1.76	-	1.76
iiib)	Promoting Education (Item No. (ii) of Schedule - VII)	-	-	-
iiic)	Social Welfare (Item No. (iii) of Schedule-VII)	-	-	-
iiid)	Forest & Environment, animal welfare etc. (Item No. (iv) of Schedule-VII)	42.30	168.96	211.26
iiie)	Contribution to 'Clean Ganga Fund' (Item No. (iv) of Schedule-VII)	-	-	-
iiif)	Ensuring environment sustainability item No. (iv) of Schedule - (VII)	-	-	-
iiig)	Measures for armed forces veterans, (Item No. (vi) of Schedule VII)	-	-	-
iiih)	Contribution to the prime minister's national relief fund (Item No (viii) of Schedule-VII)	300.00	-	300.00
Grand Total (i+ii)		344.06	168.96	513.02

As on 30 September 2019

Sl. No	Particulars	In cash	Yet to be paid in cash	Total
i)	Construction/Acquisition of any assets	-	-	-
ii)	On Purpose other than (i) above	35.82	-	35.82
iiia)	Sanitation and safe drinking water (Item No. (i) of Schedule - VII)	18.45	-	18.45
iiib)	Promoting Education (Item No. (ii) of Schedule - VII)	7.50	-	7.50
iiic)	Social Welfare (Item No. (iii) of Schedule-VII)	-	-	-
iiid)	Forest & Environment, animal welfare etc. (Item No. (iv) of Schedule-VII)	-	-	-
iiie)	Contribution to 'Clean Ganga Fund' (Item No. (iv) of Schedule-VII)	-	-	-
iiif)	Ensuring environment sustainability (item No. (iv) of Schedule - (VII)	9.87	-	9.87
iiig)	Measures for armed forces veterans, (Item No. (vi) of Schedule VII)	-	-	-
iiih)	Contribution to the prime minister's national relief fund (Item No (viii) of Schedule-VII)	-	-	-
Grand Total (i+ii)		35.82	-	35.82

As on 1 April 2019

Sl. No	Particulars	In cash	Yet to be paid in cash	Total
i)	Construction/Acquisition of any assets	-	-	-
ii)	On Purpose other than (i) above	71.98	12.80	84.78
iiia)	Sanitation and safe drinking water (Item No. (i) of Schedule - VII)	29.54	-	29.54
iiib)	Promoting Education (Item No. (ii) of Schedule - VII)	-	-	-
iiic)	Social Welfare (Item No. (iii) of Schedule-VII)	-	-	-
iiid)	Forest & Environment, animal welfare etc. (Item No. (iv) of Schedule-VII)	-	-	-
iiie)	Contribution to 'Clean Ganga Fund' (Item No. (iv) of Schedule-VII)	-	-	-
iiif)	Ensuring environment sustainability (item No. (iv) of Schedule - (VII)	32.44	12.80	45.24
iiig)	Measures for armed forces veterans, (Item No. (vi) of Schedule VII)	10.00	-	10.00
iiih)	Contribution to the prime minister's national relief fund (Item No (viii) of Schedule-VII)	-	-	-
Grand Total (i+ii)		71.98	12.80	84.78



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Note 50: Interest on deposit & Investment include Tax Deducted at Source amounting to Rs. 2.00 millions for the half year ended 30 September 2020 (30 September 2019: Rs 1.85 Millions, 1 April 2019: Rs 3.46 millions). Ministry of Railways has also deducted tax at source amounting to Rs. 2,366.00 millions (30 September 2019: Rs. 4,001.30 millions, 1 April 2019: Rs. 3,705.12 millions) on lease rentals.

Note 51: Disclosure under Micro, Small and Medium Enterprises Development Act, 2006:

Particular	As at	As at	As at
	30 September 2020	30 September 2019	1 April 2019
Principal amount remaining unpaid as at year end	1.52	4.58	0.08
Interest due thereon remaining unpaid as at year end	-	-	-
Interest paid by the company in terms of Section 16 of MSME Development Act, 2006 along with the amount of the payment made to the supplier beyond the appointed day during the year.	-	-	-
Interest due and payable for the period of delay in making payment but without adding the interest specified under MSME Development Act, 2006.	-	-	-
Interest accrued and remaining unpaid as at year end.	-	-	-
Further interest remaining due and payable even in the succeeding years, until such date when the interest due as above are actually paid to the small enterprises.	-	-	-

Note 52: In respect of physical verification of assets given on lease, Ministry of Railways (Lessee) is required to maintain the leased assets in good working condition as per laid down norms, procedures and standards, as detailed & agreed in standard lease agreement. In the opinion of the management, the aforesaid system is satisfactory considering the fact that the assets are maintained and operated by the Central Government.



53.1 Related party disclosures

Related parties and their relationships

i. Transaction with Key Management personnel

Key Management Personnel

Relationship:

As on 30.09.2020

Designation	Name	Period
Chairman & Managing Director	Sh. Amitabh Banerjee	(From 12 October 2019)*
Director - Finance	Sh. Niraj Kumar	(Upto 31st July 2020)**
Director - Finance	Mrs. Shelly Verma	(From 1 September 2020)***
Company Secretary	Sh. Vijay Babulal Shirode	(From 9 March 2018)

* Shri Amitabh Banerjee was appointed as Managing Director on the IRFC Board on 12th October, 2019. He took over the charge of Chairman & Managing Director on the IRFC Board on 21st May, 2020.

**Shri Niraj Kumar was superannuated as on 31st July 2020.

*** Mrs. Shelly Verma has been appointed as Director Finance from 1st September 2020

As on 30.09.2019

Designation	Name	Period
Managing Director	Sh. Vijay Kumar	(From 26 July 2018)
Director - Finance	Sh. Niraj Kumar	(From 1 July 2015)
Company Secretary	Sh. Vijay Babulal Shirode	(From 9 March 2018)

As on 01.04.2019

Designation	Name	Period
Managing Director	Sh. S.K Pattanayak	(From 9 March 2017 to 26 July 2018)
Managing Director	Sh. Vijay Kumar	(From 26 July 2018)
Director - Finance	Sh. Niraj Kumar	(From 1 July 2015)
Company Secretary	Sh. Vijay Babulal Shirode	(From 9 March 2018)

Transactions:

Particulars	As at 30 September 2020	As at 30 September 2019	As at 1 April 2019
Salary/Allowances	5.97	3.27	6.46
Reimbursements	0.24	0.01	0.30
Incentives	0.76	3.45	1.44
Totals	6.97	6.73	8.20

ii. Details of significant transactions and outstanding balances with Ministry of Railways are as under

Particulars	As at 30 September 2020	As at 30 September 2019	As at 1 April 2019
Lease Receivables	15,38,468.10	13,49,225.35	12,50,265.12
Advance for Railways Infrastructure Assets	10,96,372.50	7,60,933.76	6,49,088.40
Advance for National Project	82,554.16	52,221.28	50,828.17
Interest accrued but not due on advance for railway project to be leased	59,138.49	32,438.85	21,340.11
Other (Payable)	(9,802.47)	(1,70,239.18)	-
Other Receivables	10,480.43	7,159.93	7,306.71

Particulars	As at 30 September 2020	As at 30 September 2019	As at 1 April 2019
- Lease Income	56,661.12	51,712.78	94,100.09
- Pre-commencement Lease-interest income	14,213.82	11,065.08	11,757.72

53.2 Transaction with Government related entities

i. The Company is a Government related entity as the entire equity shareholding of the Company is held by the President of India through Ministry of Railways, Government of India. The Company is also related to Rail Vikas Nigam Limited and IRCON International Limited which are also government related entities and with whom the Company has transactions. The Company has exempted from disclosure in para 25 of Ind AS 24, 'Related Party Transactions' being a government related entity.

ii. Details of significant transactions with Rail Vikas Nigam Limited and IRCON International Limited .

Particulars	As at 30 September 2020	As at 30 September 2019	As at 1 April 2019
- Closing Balances of Loan to Rail Vikas Nigam Ltd	44,221.96	32,109.80	28,426.30
- Closing Balances of Loan to IRCON International Ltd.	18,459.20	24,612.30	30,765.34
- Interest Income received thereon	2,863.95	2,709.92	5,251.05
- Interest Receivables	7,900.48	6,831.21	9,669.11



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Note 54: Additional disclosures in accordance with RBI directions on Corporate Governance

54.1: Investments

Particulars		As at 30 September 2020	As at 30 September 2019	As at 1 April 2019
1	Value of investments			
i	Gross value of investments			
	(a) In India	114.12	119.23	131.45
	(b) Outside India	-	-	-
ii	Provisions for depreciation			
	(a) In India	0.07	-	-
	(b) Outside India	-	-	-
iii	Net value of investments			
	(a) In India	114.05	119.23	131.45
	(b) Outside India	-	-	-
2	Movement of provisions held towards depreciation on investments			
i	Opening balance	0.09	-	-
ii	Add: Provisions made during the year	(0.02)	-	-
iii	Less: Write-off/ write-back of excess provisions during the year	-	-	-
iv	Closing balance	0.07	-	-

54.2: Derivatives

54.2.1: Forward rate agreement/ Interest rate swap

Particulars		As at 30 September 2020	As at 30 September 2019	As at 1 April 2019
i	The notional principal of swap agreements	27,165.65	25,994.88	25,475.35
ii	Losses which would be incurred if counterparties failed to fulfill their obligations under the agreements	-	-	466.90
iii	Collateral required by the NBFC upon entering into swaps	-	-	-
iv	Concentration of credit risk arising from the swaps	-	-	-
v	The fair value of the swap book	(3,883.47)	(3,102.49)	(2,639.05)



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54.2.2: Disclosure of risk exposure in derivatives

Qualitative disclosure

The Company enters into derivatives for the purpose of hedging and not for trading/speculation purposes.

The Company has framed a risk management policy duly approved by the board in respect of its External Commercial Borrowings (ECBs). A risk management committee comprising the Managing Director and Director Finance has been formed to monitor, analyze and control the currency and interest rate risk in respect of ECBs.

The Company avails various derivative products like currency forwards, Cross Currency swap, Interest rate swap etc. for hedging the risks associated with its ECBs.

Quantitative disclosures

As at 30 September 2020

Particulars		Currency derivatives	Cross Currency & Interest Rate Derivatives	Interest rate derivatives
i	Derivatives (notional principal amount)	-	13,582.83	13,582.83
	For hedging	-	-	-
ii	Marked to market positions	-	-	-
	a) Asset	-	2,873.63	1,009.84
	b) Liability	-	2,037.42	407.48
iii	Credit exposure	-	-	2,36,486.85
iv	Unhedged exposure	-	-	-

As at 30 September 2019

Particulars		Currency derivatives	Cross Currency & Interest Rate Derivatives	Interest rate derivatives
i	Derivatives (notional principal amount)	-	12,997.44	12,997.44
	For hedging	-	-	-
ii	Marked to market positions	-	-	-
	a) Asset	-	2,919.87	182.62
	b) Liability	-	1,949.62	389.92
iii	Credit exposure	-	-	1,10,781.36
iv	Unhedged exposure	-	-	-

As at 01 April 2019

Particulars		Currency derivatives	Cross Currency & Interest Rate Derivatives	Interest rate derivatives
i	Derivatives (notional principal amount)	-	12,737.67	12,737.67
	For hedging	-	-	-
ii	Marked to market positions	-	-	-
	a) Asset	-	-	466.90
	b) Liability	-	3,105.95	-
iii	Credit exposure	-	1,910.65	849.03
iv	Unhedged exposure	-	-	86,861.05



54.2.3. Derivative Instruments

The Company judiciously contracts financial derivative instruments in order to hedge currency and / or interest rate risk. All derivative transactions contracted by the Company are in the nature of hedging instruments with a defined underlying liability. The Company does not deploy any financial derivative for speculative or trading purposes.

(a) The Company uses foreign currency forward contracts to hedge its risk associated with foreign currency fluctuations in respect its External Commercial Borrowings.

Outstanding foreign exchange forward contracts entered into by the Company which have been used for hedging the foreign currency risk on repayment of external commercial borrowings (principal portion):

As at 30 September 2020			As at 30 September 2019			As at 1 April 2019		
No. of Contracts	Borrowing outstanding in foreign Currency (USD Million)	INR equivalent (million)	No. of Contracts	Borrowing outstanding in foreign Currency (USD Million)	INR equivalent (million)	No. of Contracts	Borrowing outstanding in foreign Currency (USD Million)	INR equivalent (million)
-	-	-	-	-	-	-	-	-

(b) In respect of following External Commercial Borrowings, the Company has executed cross currency swap to hedge the foreign exchange exposure in respect of both principal outstanding and interest payments and converted its underlying liability from one foreign currency to another:

As at 30 September 2020			As at 30 September 2019			As at 1 April 2019			Remarks
No. of Contracts	Borrowing outstanding in foreign Currency	Notional USD equivalent	No. of Contracts	Borrowing outstanding in foreign Currency	Notional USD equivalent	No. of Contracts	Borrowing outstanding in foreign Currency	Notional USD equivalent	
1	JPY 12 Billion	145.90 Million	1	JPY 12 Billion	145.90 Million	1	JPY 12 Billion	145.90 Million	Back to back recovery of INR/USD exchange rate variation from MOR.
1	JPY 3 Billion	37.04 Million	1	JPY 3 Billion	37.04 Million	1	JPY 3 Billion	37.04 Million	Back to back recovery of INR/USD exchange rate variation from MOR.

(c) The foreign currency borrowings which have not been hedged, are as follows:

As at 30 September 2020		As at 30 September 2019		As at 1 April 2019		Remarks
No. of Contracts	Borrowing outstanding in foreign Currency	No. of Contracts	Borrowing outstanding in foreign Currency	No. of Contracts	Borrowing outstanding in foreign Currency	
1	USD 4.50 Million	1	USD 7.50 Million	1	USD 9.00 Million	Back to back recovery of exchange rate variation from MOR.
1	USD 500 Million	1	USD 500 Million	1	USD 500 Million	
1	USD 500 Million	1	USD 500 Million	1	USD 500 Million	
1	JPY 26,231.25 Million (Equivalent to USD 250 Million)	1	JPY 26,231.25 Million (Equivalent to USD 250 Million)	1	JPY 26,231.25 Million (Equivalent to USD 250 Million)	
1	JPY 32,856 Million (Equivalent to USD 300 Million)	1	JPY 32,856 Million (Equivalent to USD 300 Million)			
1	USD 300 Million					
1	USD 700 Million					
1	USD 300 Million					
1	JPY 33,189 million (Equivalent to USD 300 Million)					

(d) Other than currency forward contracts, the Company also resorts to interest rate derivatives like Cross Currency Interest Rate Swap and Interest Rate Swap for hedging the interest rate risk associated with its external commercial borrowings.

The Company recognizes these derivatives in its Financial Statements at their Fair Values. Further, in view of the fact that these derivatives are Over the Counter (OTC) contracts customized to match the residual tenor and value of the underlying liability, the Company relies on the valuations done by the counter parties to the derivative transactions using the theoretical valuation models.

No. of transaction	Description of Derivative	Notional Principal	Fair Value Asset / (liability) at 30 September 2020	Fair Value Asset / (liability) at 30 September 2019	Fair Value Asset / (liability) at 1 April 2019
2	Cross Currency Interest Rate Swap (JPY Fixed Interest Rate Liability to USD Floating Rate Liability)	JPY 12 Bn. / USD Mio 145.90; JPY 3 Bn. / USD Mio 37.04	(2,873.63)	(2,919.87)	(3,105.95)
2	Foreign Currency Interest Rate Swap (Floating Rate USD Libor to Fixed Rate)	JPY 12 Bn. / USD Mio 145.90; JPY 3 Bn. / USD Mio 37.04	(1,009.84)	(182.62)	466.90
1	Foreign Currency Interest Rate Swap (Floating Rate USD Libor to Fixed Rate)	USD 200.00 Mio	-	-	-



54.3: Disclosures relating to securitisation

The Company has not entered into any securitization transaction during the year. However, the Company had entered into two securitization transactions in respect of its lease receivables from MoR on 25 January 2010 and 24 March 2011. As per IND AS 109, financial instruments, the gain on these transactions was recognised in the year of transactions, itself.

54.3.1: In terms of the Minimum Retention Requirement (MRR) as contained in the draft guidelines issued by RBI in April 2010, the Company had invested 5% of the total securitized amount towards MMR in respect of its second securitization transaction executed in 2011. The present exposure on account of securitization transaction at 30 September 2020 is Rs. 17.07 millions (30 September 2019: Rs. 27.63 millions; 1 April 2019: Rs. 33.30 millions). The details are as below:

Particulars	As at	As at	As at
	30 September 2020	30 September 2019	1 April 2019
1 No. of SPVs sponsored by the NBFC for securitisation transactions	2	2	2
2 Total amount of securitised asset as per books of the SPVs sponsored	747.41	1,245.84	1,511.66
3 Total amount of exposures retained by the NBFC to comply with MRR as on the date of balance sheet *	17.07	27.63	33.30
a) Off-balance sheet exposures			
First loss	-	-	-
Others	17.07	27.63	33.30
b) On-balance sheet exposures			
First loss	-	-	-
Others	-	-	-
4 Amount of exposures to securitisation transactions other than MRR	NIL	NIL	NIL

* Impairment loss as per Ind AS 109 has been made for an amount of Rs. 0.07 million

54.3.2: Company has not sold any financial assets to Securitization / Reconstruction Company for asset construction during the half year ended on 30 September 2020. (30 September 2019: Rs. NIL, 1 April 2019: Rs. Nil)..

54.3.3 : Company has not undertaken any assignment transaction during the half year ended on 30 September 2020. (30 September 2019: Rs. NIL, 1 April 2019: Rs. Nil).

54.3.4 : Company has neither purchased nor sold any non-performing financial assets during the half year ended on 30 September 2020. (30 September 2019: Rs. NIL, 1 April 2019: Rs. Nil)

54.4: Asset liability management maturity pattern of certain items of Assets and Liabilities

Refer financial instrument notes 38.9

54.5: Exposures

54.5.1: Exposure to real Estate sector

The Company does not have any exposure to real estate sector.

54.5.2: Exposure to capital market

Particulars	As at	As at	As at
	30 September 2020	30 September 2019	1 April 2019
i Direct investment in equity shares, convertible bonds, convertible debentures and units of equity-oriented mutual funds the corpus of which is not exclusively invested in corporate debt (includes investment in fully convertible preference shares			
- At Cost	19.99	19.99	19.99
- At Fair Value	97.05	91.60	98.15
ii Advances against shares / bonds / debentures or other securities or on clean basis to individuals for investment in shares (including IPOs / ESOPs), convertible bonds, convertible debentures, and units of equity-oriented mutual funds	-	-	-
iii Advances for any other purposes where shares or convertible bonds or convertible debentures or units of equity oriented mutual funds are taken as primary security	-	-	-
iv Advances for any other purposes to the extent secured by the collateral security of shares or convertible bonds or convertible debentures or units of equity oriented mutual funds i.e. where the primary security other than shares / convertible bonds / convertible debentures / units of equity oriented mutual funds 'does not fully cover the advances (excluding loans where security creation is under process)	-	-	-
v Secured and unsecured advances to stockbrokers and guarantees issued on behalf of stockbrokers and market makers	-	-	-
vi Loans sanctioned to corporates against the security of shares/ bonds / debentures or other securities or on clean basis for meeting promoters contribution to the equity of new companies in anticipation of raising resources	-	-	-
vii Bridge loans to companies against expected equity flows / issues	-	-	-
viii All exposures to Venture Capital Funds (both registered and unregistered)	-	-	-
Total exposure to capital market	97.05	91.60	98.15

54.5.4: Details of Single Borrower Limit (SGL) / Group Borrower Limit (GBL) exceeded by the NBFC

The Reserve Bank of India has issued Systemically Important Non-Banking Financial (Non-Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2015 vide notification no.DNBR.009/CGM(CDS)-2015 dated 27th March 2015. The Company, being a Government Company, these Directions, except the provisions contained in Paragraph 25 thereof, are not applicable to the Company.

54.5.5: Unsecured advances

The outstanding amounts against unsecured loans, advances & lease receivables are as under:

Particulars	As at	As at	As at
	30 September 2020	30 September 2019	1 April 2019
Ministry of Railways, Government of India			
- Lease receivables	15,38,468.10	13,49,225.35	12,50,265.12
- Other receivables/(payables)	-	-	-
Rail Vikas Nigam Limited, a wholly owned entity of Ministry of Railways, Govt. of India	44,221.96	32,109.80	28,425.30
IRCON International Limited	18,459.20	24,612.30	30,765.34
Interest accrued thereon(RVNL & IRCON)	7,900.48	6,831.21	9,669.11
Total	16,09,049.74	14,12,778.66	13,19,125.87



54.6: Miscellaneous

Particulars	As at	As at	As at
	30 September 2020	30 September 2019	1 April 2019
54.6.1: Registration obtained from other financial sector regulators	NIL	NIL	NIL

Particulars	As at	As at	As at
	30 September 2020	30 September 2019	1 April 2019
54.6.2: Disclosure of Penalties imposed by RBI and other regulators	NIL	NIL	NIL

54.6.3: Ratings assigned by credit rating agencies and migration of ratings during the year

a. Rating assigned by credit rating agencies and migration of ratings during the year:

S.No	Rating Agencies	As at	As at	As at
		30 September 2020	30 September 2019	1 April 2019
	Long Term Rating			
1	CRISIL	CRISIL AAA/ Stable	CRISIL AAA	CRISIL AAA
2	ICRA	ICRA AAA	ICRA AAA	ICRA AAA
3	CARE	CARE AAA/ Stable	CARE AAA	CARE AAA
	Short Term Rating			
1	CRISIL	CRISIL A1+	CRISIL A1+	CRISIL A1+
2	ICRA	ICRA A1+	ICRA A1+	ICRA A1+
3	CARE	CARE A1+	CARE A1+	CARE A1+

b. Long term foreign currency issuer rating assigned to the Company

S.No	Rating Agencies	As at	As at	As at
		30 September 2020	30 September 2019	1 April 2019
	Long Term Rating			
1	Fitch Rating	BBB-/ Negative	BBB-/Stable	BBB-/Stable
2	Standard & Poor	BBB-/ Stable	BBB-/Stable	BBB-/Stable
3	Moody's	Baa3/Negative	Baa2/Stable	Baa2/Stable
4	Japanese Credit Rating Agency	BBB+/Stable	BBB+/Stable	BBB+/Stable

Particulars	As at	As at	As at
	30 September 2020	30 September 2019	1 April 2019
54.6.4 (a) : Net Profit or Loss for the period	-	(844.02)	(1,623.56)
54.6.4 (b) : Prior period items (Refer Note No. (d))	-	(844.02)	(1,623.56)
54.6.4 (c) : Changes in accounting policies	-	-	-

Note 54.7

Particulars	As at	As at	As at
	30 September 2020	30 September 2019	1 April 2019
54.7.1: Provisions and Contingencies	Refer Note 34	Refer Note 34	Refer Note 34
54.7.2: Drawn down from reserves	NIL	NIL	NIL

Particulars	As at	As at	As at
	30 September 2020	30 September 2019	1 April 2019
54.7.3: Concentration of Deposits, Advances, Exposures and NPAs			
54.7.3.1: Concentration of Deposits (for deposit taking NBFCs)	Company is a non deposit accepting NBFC	Company is a non deposit accepting NBFC	Company is a non deposit accepting NBFC



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54.7.3.2: Concentration of advances

Particulars	As at	As at	As at
	30 September 2020	30 September 2019	1 April 2019
Total advances to twenty largest borrowers	27,79,825.20	22,18,875.60	20,09,136.56
Percentage of advances to twenty largest borrowers to total advances of the NBFC	100%	100%	100%

54.7.3.3: Concentration of exposures

Particulars	As at	As at	As at
	30 September 2020	30 September 2019	1 April 2019
Total exposure to twenty largest borrowers/ customers	27,79,922.25	22,18,967.20	20,09,234.71
Percentage of exposure to twenty largest borrowers/ customers to total exposure of the NBFC on borrowers/customers	100%	100%	100%

54.7.3.4: Concentration of NPAs

NIL NIL NIL

54.7.3.5: Sector-wise NPAs

NIL NIL NIL

54.7.4: Movement of NPAs

NIL NIL NIL

54.7.5: Overseas Assets

NIL NIL NIL

54.7.6: Off-balance sheet SPVs sponsored

NIL NIL NIL

54.8: Disclosure of complaints

54.8.1: Investor complaints

Particulars	As at	As at	As at
	30 September 2020	30 September 2019	1 April 2019
(a) No. of complaints pending at the beginning of the year	-	-	-
(b) No. of complaints received during the year	327	303	1,073
(c) No. of complaints redressed during the year	327	303	1,073
(d) No. of complaints pending at the end of the year	-	-	-



Note 55: Current and non current classification

As required by the paragraph 61 of Ind As 1, Presentation of financial statements, the classification into current and non current of line item of assets and liabilities as in the balance sheet is as under :

a) Classification of balance sheet as at 30 September 2020

Particulars	As at		
	30 September 2020		
Line Item	Amount	Current	Non-current
Assets			
Financial Assets			
Cash and cash equivalents	16.61	16.61	-
Bank balance other than (a) above	942.18	942.18	-
Derivative financial instruments	-	-	-
Receivables			
- Trade receivables	-	-	-
- Lease receivables	15,38,468.10	1,17,425.69	14,21,042.41
Loans	62,430.44	8,455.93	53,974.51
Investments	114.05	9.60	104.45
Other financial assets	12,93,364.17	2,222.57	12,91,141.60
Total financial assets	28,95,335.55	1,29,072.58	27,66,262.97
Non-financial assets			
Current tax assets (net)	8,630.52	8,630.52	-
Deferred tax assets (net)	-	-	-
Property, plant and equipment	109.27	-	109.27
Other Intangible assets	0.41	-	0.41
Other non-financial assets	15,790.06	15,759.79	30.27
Total non-financial assets	24,530.26	24,390.31	139.95
Total Assets	29,19,865.81	1,53,462.89	27,66,402.92
Liabilities			
Financial liabilities			
Derivative financial instruments	3,883.47	-	3,883.47
Trade payable	441.42	441.42	-
Debt securities	16,12,586.66	1,05,991.06	15,06,595.60
Borrowings (other than debt securities)	8,40,906.52	43,822.48	7,97,084.04
Other financial liabilities	1,45,029.44	85,615.29	59,414.15
Total financial liabilities	26,02,847.51	2,35,870.25	23,66,977.26
Non-financial liabilities			
Current tax liabilities (net)	-	-	-
Provisions	92.97	80.83	12.14
Deferred tax liabilities (net)	-	-	-
Other non-financial liabilities	55.66	55.66	-
Total non-financial liabilities	148.63	136.49	12.14
Total liabilities	26,02,996.14	2,36,006.74	23,66,989.40
Equity			
Equity share capital	1,18,804.60	-	1,18,804.60
Other equity	1,98,065.07	-	1,98,065.07
Total equity	3,16,869.67	-	3,16,869.67
Total Liabilities and Equity	29,19,865.81	2,36,006.74	26,83,859.07



b) Classification of balance sheet as at 30 September 2019

Particulars Line Item	As at 30 September 2019		
	Amount	Current	Non-current
Assets			
Financial Assets			
Cash and cash equivalents	13.03	13.03	-
Bank balance other than (a) above	96,175.05	96,175.05	-
Derivative financial instruments	-	-	-
Receivables	-	-	-
- Lease receivables	13,49,225.35	1,00,561.03	12,48,664.32
Loans	56,495.21	8,810.51	47,684.70
Investments	119.23	10.56	108.67
Other financial assets	8,59,693.33	2,741.92	8,56,951.41
Total financial assets	23,61,721.20	2,08,312.10	21,53,409.10
Non-financial assets			
Current tax assets (net)	6,251.52	6,251.52	-
Deferred tax assets (net)	-	-	-
Property, plant and equipment	111.17	-	111.17
Other Intangible assets	0.51	-	0.51
Other non-financial assets	14,695.39	14,670.09	25.30
Total non-financial assets	21,058.59	20,921.61	136.98
Total Assets	23,82,779.79	2,29,233.71	21,53,546.08
Liabilities			
Financial liabilities			
Derivative financial instruments	3,102.49	-	3,102.49
Trade payable	152.60	152.60	-
Debt securities	13,51,895.53	92,390.26	12,59,505.27
Borrowings (other than debt securities)	4,94,421.01	1,37,282.74	3,57,138.27
Other financial liabilities	2,70,504.01	2,29,026.88	41,477.13
Total financial liabilities	21,20,075.64	4,58,852.48	16,61,223.16
Non-financial liabilities			
Current tax liabilities (net)	-	-	-
Provisions	140.89	42.74	98.15
Deferred tax liabilities (net)	-	-	-
Other non-financial liabilities	108.38	108.38	-
Total non-financial liabilities	249.27	151.12	98.15
Total liabilities	21,20,324.91	4,59,003.60	16,61,321.31
Equity			
Equity share capital	93,804.60	-	93,804.60
Other equity	1,68,650.28	-	1,68,650.28
Total equity	2,62,454.88	-	2,62,454.88
Total Liabilities and Equity	23,82,779.79	4,59,003.60	19,23,776.19

b) Classification of balance sheet as at 1 April 2019

Particulars Line Item	As at 1 April 2019		
	Amount	Current	Non-current
Assets			
Financial Assets			
Cash and cash equivalents	37.07	37.07	-
Bank balance other than (a) above	773.59	773.59	-
Derivative financial instruments	466.90	-	466.90
Receivables	-	-	-
- Lease receivables	12,50,265.12	95,104.40	11,55,160.72
Loans	58,954.87	8,779.57	50,175.30
Investments	131.45	11.06	120.39
Other financial assets	7,38,239.44	8,599.99	7,29,639.45
Total financial assets	20,48,868.44	1,13,305.68	19,35,562.76
Non-financial assets			
Current tax assets (net)	414.67	414.67	-
Deferred tax assets (net)	-	-	-
Property, plant and equipment	112.25	-	112.25
Other Intangible assets	0.50	-	0.50
Other non-financial assets	14,987.09	14,961.79	25.30
Total non-financial assets	15,514.51	15,376.46	138.05
Total Assets	20,64,382.95	1,28,682.14	19,35,700.81
Liabilities			
Financial liabilities			
Derivative financial instruments	3,105.95	-	3,105.95
Trade payable	121.73	121.73	-
Debt securities	12,35,978.99	1,06,011.36	11,29,967.63
Borrowings (other than debt securities)	5,03,347.76	1,24,312.45	3,79,035.31
Other financial liabilities	72,999.42	38,511.05	34,488.37
Total financial liabilities	18,15,553.85	2,68,956.59	15,46,597.26
Non-financial liabilities			
Current tax liabilities (net)	-	-	-
Provisions	117.96	80.98	36.98
Deferred tax liabilities (net)	-	-	-
Other non-financial liabilities	48.15	48.15	-
Total non-financial liabilities	166.11	129.13	36.98
Total liabilities	18,15,719.96	2,69,085.72	15,46,634.24
Equity			
Equity share capital	93,804.60	-	93,804.60
Other equity	1,54,858.39	-	1,54,858.39
Total equity	2,48,662.99	-	2,48,662.99
Total Liabilities and Equity	20,64,382.95	2,69,085.72	17,95,297.23



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For the purpose of this note:-

- i) The Company classify an assets as current when,
- It expects to realise the asset, or intends to sell or consume it, in its normal operating cycle;
 - It holds the asset primarily for the purpose of trading;
 - It expects to realise the asset within twelve months after the reporting period or;
 - The asset is cash or a cash equivalents (as defined in Ind AS 7) unless the asset is restricted from been exchanged or used to settle a liability for at least twelve months after the reporting period.

All other assets are classified as non current.

- ii) The Company classify a liability as current when,
- It expects to settle the liability in its normal operating cycle;
 - It holds the liability primarily for the purpose of trading;
 - The liability is due to be settled within twelve months after the reporting period or;
 - It does not have an unconditional right to defer settlements of the liability for at least twelve months after the reporting period (see paragraph 73). Terms of a liability that could at the option of the counterparty, result in its settlement by the issue of equity instruments do not affects its classification.

All other liabilities are classified as non current.



Note 56 SCHEDULE TO THE BALANCE SHEET OF A NON-BANKING FINANCIAL COMPANY AS REQUIRED UNDER MASTER DIRECTION - NON-BANKING FINANCIAL COMPANY - SYSTEMICALLY IMPORTANT NON-DEPOSIT TAKING COMPANY AND DEPOSIT TAKING COMPANY (RESERVE BANK) DIRECTIONS, 2016

S. No.	Particulars	As at 30 September 2020		As at 30 September 2019		As at 1 April 2019	
		Amount Outstanding	Amount Overdue	Amount Outstanding	Amount Overdue	Amount Outstanding	Amount Overdue
Liabilities Side:							
1] Loans and advances availed by the NBFC inclusive of interest accrued thereon but not paid :							
(a) Debentures/ Bonds :							
- Secured							
		12,33,875.18	-	10,77,455.18	-	9,74,691.31	-
- Unsecured							
		3,53,229.90	-	2,50,850.85	-	2,31,427.91	-
(b) Deferred Credits							
		-	-	-	-	-	-
(c) Term Loans							
		8,40,906.52	-	4,94,421.01	-	5,03,347.76	-
(d) Inter-corporate loans and Other Borrowings							
		-	-	-	-	-	-
(e) Commercial Paper							
		25,481.58	-	23,589.50	-	29,859.77	-
(f) Public Deposits							
		-	-	-	-	-	-
(g) Fixed Deposits accepted from Corporates							
		-	-	-	-	-	-
(h) FCNR Loans							
		-	-	-	-	-	-
(i) External Commercial Borrowings							
		-	-	-	-	-	-
(j) Associated liabilities in respect of securitization transactions							
		-	-	-	-	-	-
(k) Subordinate debt (including NCDs issued through Public issue)							
		-	-	-	-	-	-
(l) Other Short Term Loans and credit facilities from banks							
		-	-	-	-	-	-
2] Break-up of (1) (f) above (Outstanding public deposits inclusive of interest accrued thereon but not paid) :							
(a) In the form of Unsecured debentures -							
		-	-	-	-	-	-
(b) In the form of partly secured debentures i.e. Debentures where there is a shortfall in the value of security							
		-	-	-	-	-	-
(c) Other public deposits							
		-	-	-	-	-	-
Asset side:							
3] Break-up of Loans and Advances including bills receivables (other than those included in (4) below) :							
(a) Secured							
		-	-	-	-	-	-
(b) Unsecured							
		13,18,844.90	-	9,16,052.92	-	7,97,148.69	-
4] Break up of Leased Assets and stock on hire and hypothecation loans counting towards AFC activities :							
(i) Lease assets including lease rentals under sundry debtors :							
(a) Financial lease							
		15,38,468.10	-	13,49,225.35	-	12,50,265.12	-
(b) Operating lease							
		-	-	-	-	-	-
(ii) Stock on hire including hire charges under sundry debtors :							
(a) Assets on hire							
		-	-	-	-	-	-
(b) Repossessed Assets							
		-	-	-	-	-	-
(iii) Other loans counting towards AFC activities:							
(a) Loans where assets have been repossessed							
		-	-	-	-	-	-
(b) Loans other than (a) above							
		-	-	-	-	-	-
5] Break-up of Investments :							
Current Investments :							
1. Quoted :							
(i) Shares:(a) Equity							
		-	-	-	-	-	-
(b) Preference							
		-	-	-	-	-	-
(ii) Debentures and Bonds							
		-	-	-	-	-	-
(iii) Units of mutual funds							
		-	-	-	-	-	-
(iv) Government Securities							
		-	-	-	-	-	-
2. Unquoted :							
(i) Shares:(a) Equity							
		-	-	-	-	-	-
(b) Preference							
		-	-	-	-	-	-
(ii) Debentures and Bonds							
		-	-	-	-	-	-
(iii) Units of mutual funds							
		-	-	-	-	-	-
(iv) Government Securities							
		-	-	-	-	-	-
(v) Investments in Pass Through Certificates under securitization transactions							
		-	-	-	-	-	-
(vi) Commercial Papers							
		-	-	-	-	-	-
(vii) Investments in Pass Through Certificates under securitization transactions							
		-	-	-	-	-	-
Long Term Investments :							
1. Quoted :							
(i) Shares: (a) Equity							
		97.05	-	91.60	-	98.15	-
(b) Preference							
		-	-	-	-	-	-
(ii) Debentures and Bonds							
		-	-	-	-	-	-
(iii) Units of mutual funds							
		-	-	-	-	-	-
(iv) Government Securities							
		-	-	-	-	-	-
2. Unquoted :							
(i) Shares:(a) Equity							
		-	-	-	-	-	-
(b) Preference							
		-	-	-	-	-	-
(ii) Debentures and Bonds							
		-	-	-	-	-	-
(iii) Units of mutual funds							
		-	-	-	-	-	-
(iv) Government Securities							
		-	-	-	-	-	-
(v) Investments in Pass Through Certificates under securitization transactions							
		17.07	-	27.63	-	33.30	-



6) Borrower group-wise classification assets financed as in (3) and (4) above :

Category	As at 30 September 2020 Amount of Net provision			As at 30 September 2019 Amount of Net provision			As at 1 April 2019 Amount of Net provision		
	Secured	Unsecured	Total	Secured	Unsecured	Total	Secured	Unsecured	Total
1. Related Parties									
(a) Subsidiaries	-	-	-	-	-	-	-	-	-
(b) Companies in the same group	-	-	-	-	-	-	-	-	-
(c) Other related parties	-	28,57,313.00	28,57,313.00	-	22,65,278.27	22,65,278.27	-	20,47,413.81	20,47,413.81
2. Other than related parties									
Total	-	28,57,313.00	28,57,313.00	-	22,65,278.27	22,65,278.27	-	20,47,413.81	20,47,413.81

7) Investor group-wise classification of all investments (current and long term) in shares and securities (both quoted and unquoted):

Category	As at 30 September 2020		As at 30 September 2019		As at 1 April 2019	
	Market value/Break up/or fair value of NAV	Book value (net of provision)	Market value/Break up/or fair value of NAV	Book value (net of provision)	Market value/Break up/or fair value of NAV	Book value (net of provision)
1. Related Parties						
(a) Subsidiaries	-	-	-	-	-	-
(b) Companies in the same group	-	-	-	-	-	-
(c) Other related parties	97.05	97.05	91.60	91.60	98.15	98.15
2. Other than related parties						
Total	114.12	114.05	119.23	119.23	131.45	131.45

8) Other information:

Particulars	As at 30 September 2020	As at 30 September 2019	As at 1 April 2019
i) Gross Non-Performing Assets :			
(a) Related parties	-	-	-
(b) Other than related parties	-	-	-
ii) Net Non-Performing Assets :			
(a) Related parties	-	-	-
(b) Other than related parties	-	-	-
iii) Assets acquired in satisfaction of debt :			



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Note 57 DISCLOSURE AS REQUIRED UNDER RBI NOTIFICATION NO. RBI/2019-20/170 DOR (NBFC).CC .PD .NO .109/22.10.106/2019-20 DATED 13 MARCH 2020 ON IMPLEMENTATION OF INDIAN ACCOUNTING STANDARDS

- (i) A comparison between provisions required under extant prudential norms on Income Recognition, Asset Classification and Provisioning (IRACP) and impairment allowances made under Ind AS 109 for the half year ended 30 September 2020

Asset Classification as per RBI Norms	Asset classification as per Ind AS 109	Gross Carrying Amount as per Ind AS	Loss Allowances (Provisions) as required under Ind AS	Net Carrying Amount	Provisions required as per IRACP norms	Difference between Ind AS 109 provisions and IRACP
(1)	(2)	(3)	(4)	(5)=(3)-(4)	(6)	(7)=(4)-(6)
Performing Assets						
Standard *	Stage 1	16,09,187.61	282.48	16,08,905.13	282.48	-
	Stage 2	-	-	-	-	-
Subtotal for standard		16,09,187.61	282.48	16,08,905.13	282.48	-
Non-Performing Assets (NPA)						
Substandard	Stage 3					
Doubtful - up to 1 year	Stage 3	-	-	-	-	-
1 to 3 years	Stage 3	-	-	-	-	-
More than 3 years	Stage 3	-	-	-	-	-
Subtotal for doubtful						
Loss	Stage 3					
Subtotal for NPA		-	-	-	-	-
Other items such as guarantees, loan commitments, etc. which are in the scope of Ind AS 109 but not covered under current Income Recognition, Asset Classification and Provisioning (IRACP) norms	Stage 1					
	Stage 2					
	Stage 3					
Subtotal		-	-	-	-	-
Total	Stage 1	16,09,187.61	282.48	16,08,905.13	282.48	-
	Stage 2	-	-	-	-	-
	Stage 3	-	-	-	-	-
Total		16,09,187.61	282.48	16,08,905.13	282.48	-

* Standard assets includes amount recoverable from ministry of railways being due from sovereign. The Reserve Bank of India has granted exemption to the Company in respect of classification of asset, provisioning norms and credit concentration norms to the extent of direct exposure to sovereign (refer note no. 42(a) (i))



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- (ii) A comparison between provisions required under extant prudential norms on Income Recognition, Asset Classification and Provisioning (IRACP) and impairment allowances made under Ind AS 109 for the half year ended 30 September 2019

Asset Classification as per RBI Norms	Asset classification as per Ind AS 109	Gross Carrying Amount as per Ind AS	Loss Allowances (Provisions) as required under Ind AS	Net Carrying Amount	Provisions required as per IRACP norms	Difference between Ind AS 109 provisions and IRACP
(1)	(2)	(3)	(4)	(5)=(3)-(4)	(6)	(7)=(4)-(6)
Performing Assets						
Standard *	Stage 1	14,12,930.56	254.21	14,12,676.35	254.21	-
	Stage 2	-	-	-	-	-
Subtotal for standard		14,12,930.56	254.21	14,12,676.35	254.21	-
Non-Performing Assets (NPA)						
Substandard	Stage 3	-	-	-	-	-
Doubtful - up to 1 year	Stage 3	-	-	-	-	-
1 to 3 years	Stage 3	-	-	-	-	-
More than 3 years	Stage 3	-	-	-	-	-
Subtotal for doubtful		-	-	-	-	-
Loss	Stage 3	-	-	-	-	-
Subtotal for NPA		-	-	-	-	-
Other items such as guarantees, loan commitments, etc. which are in the scope of Ind AS 109 but not covered under current Income Recognition, Asset Classification and Provisioning (IRACP) norms	Stage 1	-	-	-	-	-
	Stage 2	-	-	-	-	-
	Stage 3	-	-	-	-	-
Subtotal		-	-	-	-	-
Total	Stage 1	14,12,930.56	254.21	14,12,676.35	254.21	-
	Stage 2	-	-	-	-	-
	Stage 3	-	-	-	-	-
Total		14,12,930.56	254.21	14,12,676.35	254.21	-

* Standard assets includes amount recoverable from ministry of railways being due from sovereign. The Reserve Bank of India has granted exemption to the Company in respect of classification of asset, provisioning norms and credit concentration norms to the extent of direct exposure to sovereign (refer note no. 42(a) (i))



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- (iii) A comparison between provisions required under extant prudential norms on Income Recognition, Asset Classification and Provisioning (IRACP) and impairment allowances made under Ind AS 109 for the half year ended 1 April 2019

Asset Classification as per RBI Norms	Asset classification as per Ind AS 109	Gross Carrying Amount as per Ind AS	Loss Allowances (Provisions) as required under Ind AS	Net Carrying Amount	Provisions required as per IRACP norms	Difference between Ind AS 109 provisions and IRACP
(1)	(2)	(3)	(4)	(5)=(3)-(4)	(6)	(7)=(4)-(6)
Performing Assets						
Standard *	Stage 1	13,19,293.36	275.44	13,19,017.92	275.44	-
	Stage 2	-	-	-	-	-
Subtotal for standard		13,19,293.36	275.44	13,19,017.92	275.44	-
Non-Performing Assets (NPA)						
Substandard	Stage 3					
Doubtful - up to 1 year	Stage 3	-	-	-	-	-
1 to 3 years	Stage 3	-	-	-	-	-
More than 3 years	Stage 3	-	-	-	-	-
Subtotal for doubtful						
Loss	Stage 3					
Subtotal for NPA		-	-	-	-	-
Other items such as guarantees, loan commitments, etc. which are in the scope of Ind AS 109 but not covered under current Income Recognition, Asset Classification and Provisioning (IRACP) norms	Stage 1					
	Stage 2					
	Stage 3					
Subtotal		-	-	-	-	-
Total	Stage 1	13,19,293.36	275.44	13,19,017.92	275.44	-
	Stage 2	-	-	-	-	-
	Stage 3	-	-	-	-	-
Total		13,19,293.36	275.44	13,19,017.92	275.44	-

* Standard assets includes amount recoverable from ministry of railways being due from sovereign. The Reserve Bank of India has granted exemption to the Company in respect of classification of asset, provisioning norms and credit concentration norms to the extent of direct exposure to sovereign (refer note no. 42(a) (i))

Since the total impairment allowances under Ind AS 109 is equal to the total provisioning required under IRACP (including standard asset provisioning) as at 30 September 2020, no amount is required to be transferred to 'Impairment Reserve'. The gross carrying amount of asset as per Ind AS 109 and Loss allowances (Provisions) thereon includes interest accrual on net carrying value of stage - 3 assets as permitted under Ind AS 109. While, the provisions required as per IRACP norms does not include any such interest as interest accrual on NPAs is not permitted under IRACP norms.

The balance in the 'Impairment Reserve' (as and when created) shall not be reckoned for regulatory capital. Further, no withdrawals shall be permitted from this reserve without prior permission from the Department of Supervision, RBI.

- (ii) In terms of recommendations as per above referred notification, the Company has adopted the same definition of default for accounting purposes as guided by the definition used for regulatory purposes.

As at 30 September 2020, there are no loan accounts that are past due beyond 90 days but not treated as impaired.



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**Note 58 DISCLOSURES AS REQUIRED UNDER COVID 19 REGULATORY PACKAGE -
ASSET CLASSIFICATION AND PROVISIONING ISSUED BY RBI VIDE NOTIFICATION NO.
RBI/2019-20/220 DOR.No. BO.BC.63/21/04.048/2019 -20 DATED 17 APRIL 2020**

S.no	Particulars	Amount
i	Respective amounts in SMA / overdue categories, where the moratorium / deferment was extended in terms of paragraph 2 & 3 of the aforesaid notification	Nil
ii	Respective amount where asset classification benefit is extended	Nil
iii	Provisions made during quarter 2 of Financial year 2020 - 21	Nil
iv.	Provisions adjusted during the respective accounting periods against slippages and residual provisions in terms of paragraph 6 of the aforesaid notification	Nil



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Note 59 DISCLOSURES AS REQUIRED UNDER GUIDELINES ON LIQUIDITY RISK MANAGEMENT FRAMEWORK FOR NBFCs ISSUED BY RBI VIDE NOTIFICATION NO. RBI/2019-20/88 DOR.NBFC (PD) CC. NO. 102 /03.10.001/2019-20 DATED 4 NOVEMBER 2019

Public Disclosures on Liquidity Risk:

A. Funding Concentration based on significant counterparty

Particular	As at 30 September 2020	As at 30 September 2019	As at 1 April 2019
Number of Significant Counterparties*	-	-	-
Amount in (Millions)	-	-	-
Percentage of Funding Concentration of Total Deposits	N/A	N/A	N/A
Percentage of Funding Concentration of Total Liabilities	N/A	N/A	N/A
Total Liabilities	26,02,996.14	21,20,324.91	18,15,719.96

As per RBI Notification No. RBI/2019-20/88 DOR.NBFC (PD) CC. NO. 102 /03.10.001/2019-20 DATED 4 November 2019 A "significant counterparty" is defined as a single counterparty or group of connected or affiliated counterparties accounting in aggregate for more than 1% of the NBFC-NDSI's, NBFC-Ds total liabilities and 10% for other non-deposit taking NBFCs

B. Top 10 Borrowings

Particular	As at 30 September 2020	As at 30 September 2019	As at 1 April 2019
Total Amount of Top 10 Borrowings	6,34,317.53	5,29,396.52	5,61,965.15
Percentage of Amount of Top 10 Borrowings to total borrowings (%)	25.85%	28.67%	32.31%
Total Borrowings	24,53,493.18	18,46,316.54	17,39,326.75

C. Funding Concentration based on significant instrument/product

Particular	As at 30 September 2020	Percentage(%) of Total Liabilities	As at 30 September 2019	Percentage(%) of Total Liabilities	As at 1 April 2019	Percentage(%) of Total Liabilities
Significant instrument/Product						
Non-convertible debentures	14,38,735.23	55.27%	12,57,309.65	59.30%	11,36,548.03	62.59%
Term loan from Banks (including FCNR loans)	5,53,500.00	21.26%	2,22,250.00	10.48%	2,77,905.00	15.31%
External Commercial Borrowings	2,45,066.37	9.41%	1,19,847.39	5.65%	95,814.98	5.28%
Associated liabilities in respect of securitization transactions	-	-	-	-	-	-
Public deposits	-	-	-	-	-	-
Subordinated redeemable non-convertible debentures	-	-	-	-	-	-

As per RBI Notification No. RBI/2019-20/88 DOR.NBFC (PD) CC. NO. 102 /03.10.001/2019-20 DATED 4 November 2019 A "significant instrument/product" is defined as a single instrument/product of group of similar instruments/products which in aggregate amount to more than 1% of the NBFC-NDSI's, NBFC-Ds total liabilities and 10% for other non-deposit taking NBFCs

D. Stock Ratios

Particular	As at 30 September 2020	Percentage(%) of Total Public Funds	Percentage(%) of Total Assets	Percentage(%) of Total Liabilities
Commercial Papers (CPs)	25,481.58	NA	0.87%	0.98%
Non-convertible debentures (NCDs) with original maturity of less than one year	-	NA	NA	NA
Other short-term liabilities	15,710.00	NA	0.54%	0.60%
Particular	As at 30 September 2019	Percentage(%) of Total Public Funds	Percentage(%) of Total Assets	Percentage(%) of Total Liabilities
Commercial Papers (CPs)	23,589.50	NA	0.99%	1.11%
Non-convertible debentures (NCDs) with original maturity of less than one year	-	NA	NA	NA
Other short-term liabilities	48,320.00	NA	2.03%	2.28%
Particular	As at 1 April 2019	Percentage(%) of Total Public Funds	Percentage(%) of Total Assets	Percentage(%) of Total Liabilities
Commercial Papers (CPs)	29,859.77	NA	1.45%	1.64%
Non-convertible debentures (NCDs) with original maturity of less than one year	-	NA	NA	NA
Other short-term liabilities	24,198.97	NA	1.17%	1.33%

As per RBI Notification No. RBI/2019-20/88 DOR.NBFC (PD) CC. NO. 102 /03.10.001/2019-20 DATED 4 November 2019 A "Other short-term liabilities" is defined as a all short-term borrowings other than CPs and NCDs with original maturity less than 12 months.

E. Institutional set-up for liquidity risk management
Refer Note no. 38.9



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Note 60:

a) Previous year figures have been regrouped/ rearranged, whenever necessary, in order to make them comparable with those of the current year.

Note 61: Approval of financial statements

a) The financial statements for the year ended 30 September 2020 were approved by the Board of Directors on 02 Dec 2020.

For M/s. KBDS & Co.
Chartered Accountants
(FRN 323288E)



(Dashrath Kumar Singh)
(Partner)



M.No. 060030

UDIN: 20060030AAAACM8209

For and on behalf of the Board of Directors
Indian Railway Finance Corporation Limited



(Vijay Babulal Shirode)
Company Secretary &
JGM (Law)
FCS: 6876


(Shelly Verma)
Director Finance

DIN: 07935630


(Amitabh Banerjee)
Chairman & Managing Director

DIN: 03315975

Place: New Delhi

Date: 02-12-2020