

14th

ANNUAL REPORT

**LIC CARDS SERVICES
LIMITED**



YEAR 2022



**14th ANNUAL GENERAL MEETING
OF
LIC CARDS SERVICES LIMITED**

Date : 26th September, 2022

Time : 10.30 A.M.

**Venue : LIC Cards Services Limited
Sixth Floor,
Jeevan Prakash Building,
25, KG Marg,
New Delhi – 110001**

Mode : Webex Online Application



MANAGEMENT

BOARD OF DIRECTORS

CHAIRPERSON

Shri M. R. Kumar

DIRECTORS

Shri Siddhartha Mohanty

Shri B.C Patnaik

Shri Tapan Arandhara

CORPORATE IDENTIFICATION NUMBER

CIN- U65100DL2008PLC184790

GST NUMBER

07AABCL5546L1Z8

REGISTERED OFFICE ADDRESS

6th Floor, Jeevan Prakash Building, 25, KG Marg,

New Delhi -110001. Tel: 28844288

www.liccards.in; lic-creditcard@licindia.com

AUDITORS

SSPJ & Co.

Chartered Accountants

105, Roots Tower, Plot No. 7,

District Centre Laxmi Nagar,

New Delhi - 110092

BANKERS

Union Bank of India

F Block, Connaught Place

New Delhi – 110001



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CHAIRPERSON'S SPEECH

Dear Members,

On behalf of the Board of Directors of your Company, LIC Cards Services Ltd., I have great pleasure in welcoming you all to the 14th Annual General Meeting today.

It is a privilege and a matter of great pleasure for me to preside over the Annual General Meeting of your Company.

The Annual Accounts of your Company for the Financial Year 2021-22 along with the Auditors' Report was sent to all the members. With your permission, I would like to take the same as read.

I would like to touch upon the highlights of your Company's performance during the year 2021-22. In year 2021-22 your Company has sold 60170 cards against a budget of 47000 cards. As on 31.03.2022, the total Credit Card portfolio has increased to 4,07,957 from 3,47,787 as on 31.03.2021. The Company has surpassed the income budget on all counts by achieving 118.35 percent of budgeted income. Total Income earned for the F.Y 2021-22 is Rs. 18.19 crores and Net Profit before tax is Rs. 3.47 crores. The following new initiatives were taken during the year 2021-2022 for the growth and expansion of your Company.

- Tie up with IDBI Bank: Launched Co-Branded Credit Card (Eclat & Lumine) and Gift Card (Shagun).
- Development of Website of LIC CSL – www.liccards.in
- Tie up with Indian Oil Corporation Limited (IOCL) for offering reward points on the co-branded LIC CSL Credit Card powered by Axis Bank and promotional offers.
- Tie up with M/s Sodexo SVC India Pvt Ltd (SSVC) for extending Co-branded LIC Meal Card to the Public Sector Undertakings and Banks.

Acknowledgement

On behalf of the Board of Directors of your Company and on my personal behalf, I express our sincere thanks to all the Stakeholders for their valuable support and looking forward to their continuous patronage, guidance and cooperation in future.

I would also take this opportunity to thank our Business Associates, Axis Bank, Union Bank of India (earlier Corporation Bank) and IDBI Bank for the support and help extended to your Company.

The Board places on record its appreciation of M/S SSPJ & Co., Statutory Auditors, for the FY 2021-22 for their support and guidance on financial and operational aspects.

I gratefully acknowledge the valuable support and cooperation provided by the Promoting Company, Life Insurance Corporation of India.

I also wish to place on record my appreciation for the sincere and dedicated efforts put in by all employees individually and as a part of Team LIC CSL but for which all these accomplishments would not have been possible and which helped your Company to deliver strong and desired results.

I am sure that your belief and faith in your Company would take it to newer heights of excellence.

I wish to sincerely thank all of you for attending this AGM and looking forward to your continued and unstinted support for your Company.

My best wishes to all of you.

Thank you
M.R. Kumar
Chairperson

LIC CARDS SERVICES LIMITED

(CIN- U65100DL2008PLC184790)

6th Floor, Jeevan Prakash Building, 25, KG Marg, New Delhi -110001. Tel: 28844292,
www.liccards.co.in; lic-creditcard@licindia.com

NOTICE OF 14th ANNUAL GENERAL MEETING

NOTICE is hereby given that the 14th Annual General Meeting of the Members of LIC Cards Services Limited (CIN- U65100DL2008PLC184790) will be held on Monday, the 26th September, 2022 at 10.30 A.M. at 6th Floor, Jeevan Prakash Building, 25, KG Marg, New Delhi – 110001 through webex online application to transact the following business:-

Ordinary Business

1. To receive, consider and adopt the Audited Balance Sheet as on 31st March, 2022 and the Profit & Loss Account for the Financial Year ended on 31st March, 2022 and the Report of Directors and Auditors thereon. For this purpose to pass the following as ordinary resolution:

“**RESOLVED THAT** the Audited Balance sheet as on 31st March, 2022 and the Profit & Loss Account for the Financial Year ended on 31st March, 2022 and the Report of Directors and Auditors thereon, now before the Meeting be and are hereby received, considered and adopted.”

2. To appoint a Director in place of Mr. Siddhartha Mohanty, who retires by rotation and being eligible offers himself for re-appointment. For this purpose to pass the following as ordinary resolution:-

“**RESOLVED THAT** the Director Mr. Siddhartha Mohanty, who retires by rotation and who is eligible for re-appointment be and is hereby re-appointed as Director on the Board of the Company.”

None of the Directors, except Mr. Mr. Siddhartha Mohanty may be deemed to be concerned or interested in the proposed resolution.

3. To take note of the appointment of Statutory Auditors, appointed by Comptroller and Auditor General of India vide their letter reference number No./CA. V/ COY/CENTRAL GOVERNMENT,LCCSL (1)/658 dated 01.09.2022, to hold office from conclusion of this meeting till the conclusion of next Annual General Meeting and approve fixation of Audit Fees of Rs. 85,000 for Statutory Audit plus applicable taxes and Rs. 25,000/- for Tax Audit plus applicable taxes. For this purpose to pass the following resolutions:

“**RESOLVED THAT** appointment of ‘S S P J & Co’ as Statutory Auditors of Company by Comptroller and Auditor General of India vide its letter reference number No./CA. V/ COY/CENTRAL GOVERNMENT,LCCSL (1)/658 dated 01.09.2022 to hold office from conclusion of this Annual General Meeting till the conclusion of next Annual General Meeting be and is hereby noted.”

“**RESOLVED FURTHER THAT** Audit Fee of Rs. 85,000 for Statutory Audit plus applicable taxes and Rs. 25,000/- for Tax Audit plus applicable taxes to the Statutory Auditors for the Financial Year 2022-23 be and is hereby approved.”

“**RESOLVED FURTHER THAT,** the Board of Directors of the Company be and is hereby authorized to fix the remuneration of Statutory Auditors for Financial Year 2022-23.”

Special Business

1. To Consider and, if thought fit, to pass, with or without modification(s), the following Resolution as an Ordinary Resolution;

“**RESOLVED THAT** pursuant to the provisions of section 197 and other applicable provisions, if any, of the Companies Act, 2013 (“Act”) read with Schedule V to the Act and the rules made thereunder, including any statutory modification thereof, or any other laws, consent of the Members of the Company hereby accorded for the remuneration structure (inclusive of salary, perquisites and allowances) of Shri Tapan Arandhara, Chief Executive of the Company for the F.Y 2022-23.

“**FURTHER RESOLVED THAT** for the purpose of giving effect to this resolution, Chief Executive of the Company be and is hereby authorised, on behalf of the Company, to do all acts, deeds, matters and things as deemed necessary, proper or desirable and to sign and execute all necessary documents, applications and returns for the purpose of giving effect to the aforesaid resolution along with filing of necessary E-form as return of appointment with the Registrar of Companies, NCT of Delhi and Haryana.”

By Order of the Board
For LIC Cards Services Limited



Tapan Arandhara
Chief Executive

Place: New Delhi.

Date: 14.09.2022

NOTES:

1. Members are requested to bring their copies of the Annual Report for the meeting.
2. Members seeking any information relating to the Accounts may write to the Chief Executive Officer at the Company’s registered office at 6th Floor, Jeevan Prakash Building, 25, KG Marg, New Delhi -110001 or send email at lic-credicard@licindia.com.
3. All the documents referred to in the Notice shall be available for inspection through electronic mode, basis the request being sent on lic-credicard@licindia.com.
4. Ministry of Corporate Affairs (MA), vide its General Circular No. 02/2022 dated 05.05.2022 has allowed the Companies to conduct AGM through online mode for this year.
5. The Company is pleased to inform that, AGM of the Company will be held through, the two way online facility. The web-link of the meeting shall be provided separately in due course.
6. In case of any assistance with regard to using technology before or during the meeting, please contact Mr. Ajeet Sinha – Senior Manager on 9582690498.
7. The proceedings of the meeting shall be recorded and shall be kept in the safe custody of the Company. Such recording shall be made available at the request of the Members.
8. The notice of the AGM is being sent by electronic mode to the members at e-mail addresses which are available with the Company.
9. The facility for joining the meeting shall be kept open 10 minutes before the time scheduled to start the meeting and shall not be closed till the expiry of 10 minutes after the scheduled time of the meeting.

10. Attendance of members is allowed at the meeting through online mode and the same shall be counted for quorum. Therefore, proxy shall not be allowed to attend and vote at the meeting.
11. The voting at the meeting shall be conducted by show of hands unless a poll in accordance with section 109 of the Companies Act, 2013 is demanded by any member.
12. The members can pose question currently at the Meeting or they can submit questions or queries regarding agenda items on the designated email address through which the notice has been sent.
13. The explanatory statement pursuant to section 102 of the companies act, 2013 is annexed hereto.

Explanatory Statement pursuant to Section 102 of the Companies Act, 2013.

Item No. -4 - Approval of Remuneration Payable to Chief Executive for the F.Y 2022-23

I. General information:

- (1) Nature of industry: Credit Card Industry
- (2) Date or expected date of commencement of commercial production: The Company is already in existence since 2008 and operations are in place
- (3) In case of new companies, expected date of commencement of activities as per project approved by financial institutions appearing in the prospectus: **N.A**
- (4) Financial performance based on given indicators

Particulars	2021-22	(Amount ('000))
Profit/ (Loss) before Income Tax		34685.01
Less: Tax Expenses		8998.74
Net Profit/ (Loss) after Tax		25686.26

- (5) Foreign investments or collaborations, if any: **N.A**

II. Information about Shri Tapan Arandhara:

- Background details: Shri Tapan Arandhara had a long and a distinguished career at LIC of India wherein he served LIC of India in different capacities. In his last assignment he was the Regional Manager (P&GS), LIC.
- Past remuneration: LIC CSL paid remuneration of Rs 39.27 lakh (inclusive of salary, perquisites and allowances)
- Recognition or awards: **N.A**
- Job profile and his suitability: Shri Tapan Arandhara had a long and a distinguished career at LIC of India wherein he served LIC of India in different capacities. In his last assignment he was the Regional Manager (P&GS), LIC. Shri Tapan Arandhara joined LIC CSL in April, 2021 as the Chief Executive. Considering his vast experience in different roles, Shri Tapan Arandhara is suitable for the current role of Director and Chief Executive at LIC CSL.
- Remuneration proposed: The proposed remuneration for the F.Y 2022-23 will be approx 43 lakh and the same will be within the limit of Schedule V of the Companies Act, 2013. As per Schedule V of the Companies Act, 2013 limit of yearly remuneration payable is Rs 84 lakh subject to approval of shareholders in general meeting.
- Comparative remuneration profile with respect to industry, size of the company, profile of the position and person: The remuneration paid to Shri Tapan Arandhara is commensurate with the size of the company and profile of person with respect to the industry the company operates in and working in LIC of India.

- Pecuniary relationship directly or indirectly with the company, or relationship with the managerial personnel or other director, if any: Shri Tapan Arandhara is not directly indirectly related with any managerial personnel or Director of the company.

III. Other information:

- Reasons of inadequate profits: The Company is in growing stage. Presently growth in Income is on lesser side as compared to growth in Expenditure.
- Steps taken or proposed to be taken for improvement: Continuous efforts are being undertaken by the Company to explore more Business opportunities.
- Expected increase in productivity and profits in measurable terms: The Company expects to increase its productivity and profits in future. The Financials would show better numbers in the upcoming financial years.

Your Board recommends passing of this resolution for approval of remuneration payable to Chief Executive of the Company by way of Ordinary Resolution.

None of the Directors, except Mr. Tapan Arandhara is concerned or interested in the proposed resolution as Item 4 of this notice.

By Order of the Board
For LIC Cards Services Limited



Tapan Arandhara
Chief Executive

Place: New Delhi
Date: 14.09.2022

**To
The Members,
LIC Cards Services Limited**

Your Directors have pleasure in presenting their 14th Annual Report on the business and operations of the Company together with the Audited Financial Statement of the Company for the year ended 31st March 2022.

1. FINANCIAL RESULTS

A highlight of Financial Performance of your Company's is given below:

Sr.No.	Particulars	F.Y. ended on 31.03. 2022 (Lakh)	F.Y. ended on 31.03. 2021 (Lakh)
1.	Sourcing fees on sale of Cards	791.57	348.20
2.	Income from spends	671.26	556.92
3.	Income from Activisation	78.10	34.40
4.	Income from Gift Card	21.45	17.18
5.	Income from Meal Card	103.08	98.56
6.	Interest & other income	154.45	133.77
7.	Total Income	1819.91	1189.03
8.	Operating, Admn. & Other Expenses	109.39	63.35
9.	Employees Cost	756.12	352.94
10.	Commission and incentive to SRs & CSMs	591.70	227.75
11.	Advertisement & Business promotion expenses	15.85	15.33
12	Total Expenses	1473.06	659.37
13.	Profit/Loss before exceptional and extraordinary items & Tax (7-12)	346.85	529.66
14.	Provision for Income Tax	89.99	133.40
15.	Profit/(Loss) after tax (13-14)	256.86	396.26
16.	Paid up Capital	100.00	100.00
17.	Net Worth	1357.06	1100.20

Note:

Amount due to Sponsor (LIC of India) as on 31.03.2022 is Rs 1287.79/ Lakh- as against Rs 1439.15 Lakh as on 31.03.2021 and this has been duly accounted for in the Management Expenses.

2. DIVIDEND

As company required funds for business and growth, no Dividend is recommended for the year under review.

3. TRANSFER OF UNCLAIMED DIVIDEND TO INVESTOR EDUCATION AND PROTECTION FUND

The provisions of Section 125(2) of the Companies Act, 2013 do not apply as there was no dividend declared and paid last year.

4. RESERVES

The Company has transferred Rs.2,56,86,270/- to Reserves.

5. COMPANY'S WORKING DURING THE YEAR/ STATE OF COMPANY'S AFFAIR

Despite of having lockdown in the entire country due to COVID-19 the Financial Year 2021-22 has been a very successful year for your Company.

New Initiates: The following new initiates were taken during the year 2021-2022

- Tie up with IDBI Bank. Launched Co-Branded Credit Card (Eclat & Lumine) and Gift Card (Shagun).
- Development of Website of LIC CSL – www.liccards.in
- Tie up with Indian Oil Corporation Limited (IOCL) for offering reward points on the co-branded LIC CSL Credit Card powered by Axis Bank and promotional offers.
- Tie up with M/s Sodexo SVC India Pvt Ltd (SSVC) for extending Co-branded LIC Meal Card to the Public Sector Undertakings and Banks.

Performance Review:

In the Financial year 2021-22 LIC CSL performance is as under:

		% to Budget	Growth (%age)
No. of Cards Sold	60170	128.02%	153.56%
Total Income	Rs 18,19,90,619	118.35%	53.06%
Total Expenses	Rs 14,73,05,594	111.54%	123.40%

- Profit before Tax for the F.Y 2021-2022 is Rs 3,46,85,010/- as compared to Rs 5,29,66,870/- for the previous year 2020-21. The decrease in the profit is due to arrears paid upon wage revision.
- Profit after Tax for the F.Y 2021-2022 is Rs 2,56,86,270/- as compared to Rs 3,96,26,660/- for the previous year 2020-21. The decrease in the profit is due to arrears paid upon wage revision.
- Net Worth of the Company as at the close of F.Y 2021-2022 is Rs 13,57,06,390/- as compared to Rs 11,00,20,120/- for the previous year 2020-21.
- Portfolio size has been increased to 407957 Credit Cards at the end of 2021-22 as compared to 347787 for the previous year 2020-21.

Future prospects:

Despite of having two wave of Covid the Financial Year 2021-22 has been a very successful year for your Company. Your Company will ensure to increase its total portfolio by a good number and achievement of target in future also. This is due to the fact that the popularity of credit cards is to rise in the year 2022 because of multiple factors such as

- enhanced reach of e-commerce industry,
- rise in the customers' demand for the traits of convenience and quickness in varied financial processes,
- increasing awareness of the credit tool across age groups,
- demand for credit cards have grown in non-metro cities etc.

Further, your company will have substantial increase in Spend Income. Endeavour will be to have new partnership in Co-branded Credit Card also. Your Company new initiatives such as Tie up with IDBI Bank for Co-Branded Credit Card and Gift Card, Tie up with Indian Oil Corporation Limited (IOCL) for offering reward points on the co-branded LIC CSL Credit Card powered by Axis Bank and promotional offers and Tie up with M/s Sodexo SVC India Pvt Ltd (SSVC) for extending Co-branded LIC Meal Card to the Public Sector Undertakings and Banks will have substantial increase in the Revenue of your Company in the coming years.

6. CHANGE IN THE NATURE OF BUSINESS, IF ANY

During the financial year 2021-22, there was no change in the nature of business of the Company.

7. MATERIAL CHANGES AND COMMITMENTS, IF ANY, AFFECTING THE FINANCIAL POSITION OF THE COMPANY WHICH HAVE OCCURRED BETWEEN THE END OF THE FINANCIAL YEAR OF THE COMPANY TO WHICH THE FINANCIAL STATEMENTS RELATE AND THE DATE OF THE REPORT.

No material changes and commitments affecting the financial position of the Company occurred between the ends of the financial year to which these financial statements relate on the date of this report.

8. DETAILS OF SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS OR TRIBUNALS IMPACTING THE GOING CONCERN STATUS AND COMPANY'S OPERATIONS IN FUTURE

There are no significant and material orders passed by the regulators or courts or tribunals impacting the going concern status and company's operations in future.

9. INTERNAL FINANCIAL CONTROLS

The Internal Controls of the Company are adequate and commensurate with the size and scale of the operations. These controls operate through well documented standard operating procedures, policies and process guidelines that are designed to provide reasonable assurance to management of the reliability of financial information compliance to operating and adherence to Statutory / regulatory requirements. The Internal Controls are routinely tested and certified by the Statutory Auditors.

10. DETAILS OF SUBSIDIARY/JOINT VENTURES/ASSOCIATE COMPANIES

The Company does not have any Subsidiary, Associate Company or a Joint Venture.

11. PERFORMANCE AND FINANCIAL POSITION OF EACH OF THE SUBSIDIARIES, ASSOCIATES AND JOINT VENTURE COMPANIES INCLUDED IN THE CONSOLIDATED FINANCIAL STATEMENT.

The Company does not have any Subsidiary, Associate Company or a Joint Venture.

12. DEPOSITS

The Company has not accepted any Deposits from public during the financial year 2021-22.

13. STATUTORY AUDITORS

M/s. SSPJ & Co., Chartered Accountants have been appointed as Statutory Auditors of your Company by Comptroller and Auditor General of India in terms of provisions of Section 139 of the Companies Act, 2013 who will hold office till the conclusion of 14th Annual General Meeting to be held in the calendar year 2022.

14. AUDITORS' REPORT- The explanations or comments by the Board on every qualification, reservation or adverse remark or disclaimer made by the auditor, if any, in his report shall be given.

15. SHARE CAPITAL

The paid up equity share capital of the Company as on 31/03/2022 was Rs. 1,00,00,000/-. Further the Company has not bought back any of its securities, has not issued any Sweat Equity Shares, has not provided any Stock Option Scheme to the employees and no Bonus Shares were issued during the year under review.

16. EXTRACT OF THE ANNUAL RETURN

The extracts of Annual Return pursuant to the provisions of Section 92(3) and Section 134(3)(a) read with Rule 12 of the Companies (Management and administration) Rules, 2014 is furnished in form MGT-9 as Annexure I and is attached to this Report and is also available on the website of company. The company has filed its annual return for the financial year ended 31.03.2021 and the same has been uploaded on the website of the Company i.e. www.liccards.in

17. CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO

Your Company is engaged in the business of marketing and distribution of Credit Cards and Gift Cards and not carrying on any manufacturing activities. Further, your Company has not earned any Foreign Currency nor incurred any expenditure in Foreign Currency during the Financial Year 2020-21.

Hence, the particulars as prescribed under Section 134 (3) (m) of the Companies Act, 2013 read with Rule 8(3) of the Companies (Accounts) Rules, 2014 are not applicable

Particulars as prescribed under Section 134 (3) (m) of the Companies Act, 2013 read with Rule 8(3) of the Companies (Accounts) Rules, 2014 are as follows:

<p>(A) Conservation of Energy-</p> <p>(i) The steps taken or impact on conservation of energy- As the Company is engaged in business of investment management of Pension Assets, scope to conserve energy is limited. However, efforts are made to conserve energy wherever possible.</p> <p>(ii) The steps taken by the Company for utilizing alternate sources of energy</p> <p>(iii) The capital investment on energy conservation equipment</p>	<p>Not Applicable</p>
<p>(B) Technology absorption</p> <p>(i) The efforts made towards technology absorption</p> <p>(ii) The benefits derived like product improvement, cost reduction, product development or import substitution</p> <p>(iii) In case of imported technology (imported during the last three years reckoned from the beginning of the financial year)-</p> <p>(a) The details of technology imported</p> <p>(b) The year of import</p> <p>(c) Whether the technology has been fully absorbed</p> <p>(d) If not fully absorbed, areas where absorption has not taken place, and the reasons thereof</p> <p>(iv) The expenditure incurred on Research and Development</p>	<p>Not Applicable</p>
<p>(C) Foreign Exchange earnings and outgo</p> <p>The foreign exchange earned in terms of actual inflows during the year and the Foreign Exchange outgo during the year in terms of actual outflows - There were no Foreign Exchange earnings and outgo during the year</p>	<p>Not Applicable</p>

18. CORPORATE SOCIAL RESPONSIBILITY (CSR)

During the year 2021-22 your Company has contributed Rs. 7,96,383/- to the Prime Minister's National Relief Fund, pursuant to the provisions of Section 135 of the Companies Act, 2013 and applicable Rule. An annual report on CSR Activities is furnished in Annexure II and is attached to this Report.

19. DIRECTORS:

CHANGES IN DIRECTORS:

During the F.Y 2021-21 the following Directors have been appointed and resigned:

Name of Directors	Appointment/ Resignation	Date of Appointment/ Resignation
Shri Vipin Anand	Resignation	30.07.2021
Shri Rakesh Kumar	Resignation	30.07.2021
Shri Mukesh Gupta	Resignation	01.10.2021
Shri Siddhartha Mohanty	Appointment	As Additional Director on 10.08.2021 Change in Designation from Additional Director to Director on 24.11.2021
Shri B.C Patnaik	Appointment	As Additional Director on 06.10.2021 Change in Designation from Additional Director to Director on 24.11.2021
Shri Tapan Arandhara	Appointment	As Additional Director on 31.07.2021 Change in Designation from Additional Director to Director on 24.11.2021

KEY MANAGERIAL PERSONNEL

As per Section 203 of the Companies Act, 2013 read with the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, every listed company, and every other public company having paid up share capital of Rs. 10 Crores or more shall have the whole-time key managerial personnel.

Hence the particular of this provision is not applicable to your company as paid up share capital of your Company is less than Rs.10 Crores.

RETIREMENT BY ROTATION

Shri Siddhartha Mohanty retires by rotation at the ensuing Annual General Meeting and being eligible offer himself for re-appointment.

20. NUMBER OF MEETINGS OF THE BOARD OF DIRECTORS

During Financial Year 2021-22, six Meetings of the Board of Directors were held on 28.06.2021, 29.07.2021, 07.09.2021, 29.12.2021, 10.02.2022 and 16.02.2022

Board Meeting	Total No. of directors on Date of Meeting	No. of Directors Attended	% of Attendance
28.06.2021	4	4	100%
29.07.2021	4	4	100%
07.09.2021	4	4	100%
29.12.2021	4	4	100%
10.02.2022	4	4	100%
16.02.2022	4	4	100%

21. AUDIT COMMITTEE, NOMINATION AND REMUNERATION COMMITTEE AND STAKEHOLDERS RELATIONSHIP COMMITTEE

The provision of constitution of Audit Committee under sec 177 of the Companies Act, 2013 and a Nomination and Remuneration Committee and Stakeholder Relationship Committee under sec 178 of the companies Act, 2013 is applicable to every listed company and the Public Companies having

- i. paid up share capital of Ten crores rupees or more
- ii. turnover of One hundred crores rupees or more; or
- iii. having, in aggregate, outstanding loans, debentures and deposits, exceeding Fifty crore rupees

Hence the particular of this provision is not applicable to your company.

22. VIGIL MECHANISM

The provision of establishment of vigil mechanism under sec 177 (9) of the Companies Act, 2013 is applicable to and Companies having

- i. every listed company;
- ii. Companies which accept deposits from the Public Companies which have borrowed money from Banks and PFI in excess of Rs.50 crores; or
- iii. Companies which are required to constitute an audit committee

Hence the particular of this provision is not applicable to your company but as good Corporate Governance practice, your Company has adopted the policy of vigilance mechanism.

23. PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS UNDER SECTION 186

During the year, the Company has not granted any loans or provided guarantees or made any investments under Section 186 of the Companies Act, 2013 hence the said provision is not applicable.

24. PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES TO IN SUB-SECTION (1) OF SECTION 188 OF THE COMPANIES ACT, 2013:

The particulars of every contract or arrangements or transactions entered into by the Company with related parties referred to in sub-section (1) of section 188 of the Companies Act, 2013 including certain arms length transactions under third proviso thereto is furnished in Form No. AOC -2 as Annexure II and is attached to this Report.

25. MANAGERIAL REMUNERATION

Particulars of Employees:

The disclosure pursuant to Rule 5(2) of Companies (Appointment and Remuneration of Managerial Personnel), Rules 2014 is not applicable as during the financial year none of the employees was in receipt of remuneration of more than Rs 8.50 Lakh per month or Rs 102 Lakh per annum.

Disclosure if MD/WTD is receiving remuneration or commission from a MD/WTD or Subsidiary Company

As per Section 197 (14) of The Companies Act, 2013 no remuneration or Commission was paid by your Company

REMUNERATION TO CHIEF EXECUTIVE AND/OR WHOLE TIME DIRECTOR

As per clause 119AA of the Article of association the Chief Executive and/or Whole time Director shall receive such remuneration and be subject to such terms and conditions of service as may from time to time be determined by LIC of India.

Further, as per clause 119A of the Article of association LIC of India, may from time to time appoint Chief Executive and/or Whole time Director of the Company for such period as it shall think fit, and LIC of India may also, from time to time (subject to the provisions of any agreement between such Director and LIC of India) remove him from office, and appoint another in his place. Such power of appointment, removal or replacement vested with the LIC of India shall be exercised by it through the Chairperson/CE & MD for the time being of the LIC of India.

REMUNERATION TO NON EXECUTIVE DIRECTOR

The LIC of India shall also be entitled to appoint Non Executive Directors of the Company and such Directors shall not be entitled to any sitting fees.

26. A statement on Declaration given by the independent Directors under sub-section (6) of Section 149 of Companies Act, 2013 [Rule 4 of Chapter XI of (Appointment and Qualifications of Directors) Rules, 2014]

This provision of appointment of independent Directors is applicable for the Public Companies having

- paid up share capital of Ten crore rupees or more
- turnover of One hundred crore rupees or more; or
- having, in aggregate, outstanding loans, debentures and deposits, exceeding Fifty crore rupees

Hence the particular of this provision is not applicable to your company.

27. SECRETARIAL AUDIT

As per section 204 of the Companies Act, 2013 read with Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, this provision is applicable to Listed Company and every public company having a paid-up share capital of fifty crore rupees or more or every public company having a turnover of two hundred fifty crore rupees or more.

Hence the particular of this provision is not applicable to your company.

28. COST AUDIT

Since your Company is engaged in the business of marketing and distribution of Credit Cards, Meal Cards and Gift Cards and not carrying on any production and manufacturing activities, your Company is exempted from Cost Audit as per the provision of Sec 148 of the Companies Act, 2013.

29. CORPORATE GOVERNANCE CERTIFICATE

The provision of Corporate Governance Certificate is not applicable to your Company.

30. RISK MANAGEMENT POLICY

Your Company is engaged in the business of marketing and distribution of Credit Cards and Gift Card and Risks associated with Credit Cards and Gift cards are managed by the respective Banks.

31. REGULATORY COMPLIANCE

The Company has been following guidelines, directions and circulars issued by Ministry of Corporate Affairs and other appropriate authorities from time to time as applicable to the Company

32. DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to Section 134(3(c)) and 134 (5) of the Companies Act, 2013 the Directors of the Company state that:-

- (a) In the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- (b) the Directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit and loss of the company for that period;
- (c) the Directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- (d) the directors had prepared the annual accounts on a going concern basis; and
- (e) The Directorshad laid down internal financial controls to be followed by the company and that such internal financial controls are adequate and were operating effectively.
- (f) The Directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

33. FORMAL ANNUAL EVALUATION

Pursuant to the provision of Sec 134 of the companies Act, 2013 every listed company and every other public company having a paid up share capital of twenty five crore rupees or more calculated at the end of the preceding financial year shall include, in the report by its Board of directors, a statement indicating the manner in which formal annual evaluation has been made by the Board of its own performance and that of its committees and individual Directors.

Hence the particular of this provision is not applicable to your company as paid up share capital of your Company is only 1 crore.

34. THE DETAILS OF APPLICATION MADE OR ANY PROCEEDING PENDING UNDER THE INSOLVENCY AND BANKRUPTCY CODE, 2016 (31 OF 2016) DURING THE YEAR ALONGWITH THEIR STATUS AS AT THE END OF THE FINANCIAL YEAR.

Your Company has neither made any application nor is any proceeding pending under the Insolvency and Bankruptcy Code, 2016 during the review year.

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

Your Company has not taken any loan from Banks & Financial Institutions. So, provisions of this clause are not applicable to your Company.

36. ACKNOWLEDGEMENTS.

Your Directors would like to place on record their appreciation and gratitude for valuable assistance and co-operation extended to the Company by Life Insurance Corporation of India, the promoter of the Company, Shareholders, Customers, Axis Bank, IDBI Bank, Union Bank of India and other Business Associates, M/S SSPJ & Co. Statutory Auditors, Bankers and various departments of Government and Local Authorities. Your Directors also wish to place on record their sincere appreciation for the valued contribution, unstinted efforts and spirit of dedication shown by the Officials at all levels for the progress and the high performance of the Company during the Year under review

For and on behalf of the Board of Directors

Place: Mumbai
Date: 09.06.2022



CHAIRPERSON

FORM NO. MGT 9

Pursuant to Section 92 (3) of the Companies Act, 2013 and rule 12(1) of the Company (Management & Administration) Rules, 2014.

EXTRACT OF ANNUAL RETURN

As on financial year ended on 31/03/2022

I REGISTRATION & OTHER DETAILS:

i	CIN	U65100DL2008PLC184790
ii	Registration Date	11-Nov-08
iii	Name of the Company	LIC CARDS SERVICES LIMITED
iv	Category of the Company	PUBLIC LIMITED COMPANY
v	Address of the Registered office & contact details	
	Address :	6TH FLOOR, JEEVAN PRAKASH BULIDING, 25 KG MARG
	Town / City :	NEW DELHI
	State :	DELHI - 110001
	Country Name :	INDIA
	Telephone (with STD Code) :	011-28844288
	Fax Number :	-
	Email Address :	lic-creditcard@licindia.com
	Website, if any:	www.liccards.in
vi	Whether listed company	NO
vii	Name and Address of Registrar & Transfer Agents (RTA):-	
	Name of RTA:	Beetal Financial & Computer Services Private Ltd
	Address :	Beetal House, 3rd Floor, 99, Madangir, B/H Local Shopping Center
	Town / City :	New Delhi
	State :	Delhi
	Pin Code:	110062
	Telephone :	011-29961281
	Fax Number :	-
	Email Address :	beetalrta@gmail.com

II. PRINCIPAL BUSINESS ACTIVITY OF THE COMPANY

Marketing & Distribution of Payment Products

All the business activities contributing 10 % or more of the total turnover

Sl. No.	Name and Description of main products / services	NIC Code of the Product / service	% to total turnover of the company
1	Marketing & Distribution of White label/ Co- branded Cards	0	100
2			
3			

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES -

No. of Companies for which information is being filled	1
--	---

S. No.	NAME AND ADDRESS OF THE COMPANY	CIN/GLN	HOLDING/ SUBSIDIARY /ASSOCIATE	% of shares held	Applicable Section
1	LIC OF INDIA	0	HOLDING	100	0

IV. SHARE HOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity)

i. Category-wise Share Holding

Category of Shareholders	No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
A. Promoter s									
(1) Indian									
a) Individual(on behalf of LIC)	0	6	6	0.0006%	0	6	6	0.0006%	0%
b) Central Govt	0	0	0	0%	0	0	0	0%	0%
c) State Govt(s)	0	0	0	0%	0	0	0	0%	0%
d) Bodies Corp.	0	0	0	0%	0	0	0	0%	0%
e) Banks / FI (LIC OF INDIA)	999994	0	999994	99.9994%	999994	0	999994	99.9994%	0%
f) Any other	0	0	0	0%	0	0	0	0%	0%
(2) Foreign	0	0	0	0%	0	0	0	0%	0%
a) NRI - Individual/	0	0	0	0%	0	0	0	0%	0%
b) Other - Individual/	0	0	0	0%	0	0	0	0%	0%
c) Bodies Corp.	0	0	0	0%	0	0	0	0%	0%
d) Banks / FI	0	0	0	0%	0	0	0	0%	0%
e) Any Others	0	0	0	0%	0	0	0	0%	0%
Total shareholding of Promoter (A)	0	0	0	100%	0	0	0	100%	0%
B. Public Shareholding									
1. Institutions									
a) Mutual Funds	0	0	0	0%	0	0	0	0%	0%
b) Banks / FI	0	0	0	0%	0	0	0	0%	0%
c) Central Govt	0	0	0	0%	0	0	0	0%	0%
d) State Govt(s)	0	0	0	0%	0	0	0	0%	0%
e) Venture Capital Funds	0	0	0	0%	0	0	0	0%	0%
f) Insurance Companies	0	0	0	0%	0	0	0	0%	0%
g) FIs	0	0	0	0%	0	0	0	0%	0%
h) Foreign Venture Capital Funds	0	0	0	0%	0	0	0	0%	0%
i) Others (specify)	0	0	0	0%	0	0	0	0%	0%
Sub-total (B)(1):-	0	0	0	0%	0	0	0	0%	0%
2. Non-Institutions									
a) Bodies Corp.									
i) Indian	0	0	0	0%	0	0	0	0%	0%
ii) Overseas	0	0	0	0%	0	0	0	0%	0%
b) Individuals				0%				0%	0%
i) Individual shareholders holding nominal share capital upto Rs. 1 lakh	0	0	0	0%	0	0	0	0%	0%
ii) Individual shareholders holding nominal share capital in excess of Rs 1 lakh									
c) Others (specify)	0	0	0	0%	0	0	0	0%	0%
Sub-total (B)(2):-	0	0	0	0%	0	0	0	0%	0%
Total Public Shareholding (B)=(B)(1)+ (B)(2)	0	0	0	0%	0	0	0	0%	0%
C. Shares held by Custodian for GDRs & ADRs	0	0	0	0%	0	0	0	0%	0%
Grand Total (A+B+C)	999994	6	1000000	100%	999994	6	1000000	100%	0%

ii Shareholding of Promoters

Sl No.	Shareholder's Name	Shareholding at the beginning of the year			Share holding at the end of the year			% change in share holding during the year
		No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	
1	LIC OF INDIA	999994	99.9994%	0%	999994	99.9994%	0%	NIL
2	SH ARUN KUMAR ANAND (On behalf of LIC of India)	1	0.0001%	0%	0	0.0000%	0%	NIL
3	SH. DEBI PRASANNA MOHANTY (On behalf of LIC of India)	1	0.0001%	0%	0	0.0000%	0%	NIL
4	SH HANUMANTHA NANDA (On behalf of LIC of India)	1	0.0000%	0%	0	0.0001%	0%	NIL
5	SH K RAJIVAN NAIR (On behalf of LIC of India)	1	0.0001%	0%	0	0.0000%	0%	NIL
6	SH JAGAT SINGH TOLIA (On behalf of LIC of India)	1	0.0000%	0%	1	0.0001%	0%	NIL
7	SH ANIRBAN SARKAR (On behalf of LIC of India)	1	0.0000%	0%	1	0.0001%	0%	NIL
8	SMT PRATIBHA SINGH (On behalf of LIC of India)	0	0.0000%	0%	1	0.0001%	0%	NIL
9	SHRI SALIL VISHWANATH (On behalf of LIC of India)	0	0.0000%	0%	1	0.0001%	0%	NIL
10	SHRI RATNAKAR PATNAIK (On behalf of LIC of India)	0	0.0000%	0%	1	0.0001%	0%	NIL
11	MS. GEETA PRABHAKARAN (On behalf of LIC of India)	0	0.0000%	0%	1	0.0001%	0%	NIL
	TOTAL	1000000	100%	0%	1000000	100%	0%	NIL

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

Sl. No. I - Mr.K RAJIVAN NAIR (On behalf of LIC of India)	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
	No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
At the beginning of the year	1	0.0001%	1	0.0001%
Changes During the Year				
Increase				
Date	Reason for Increase			
0	0	0	0	0
0	0	0	0	0
0	0	0	0	0
0	0	0	0	0
Decrease				
Date	Reason for Decrease			
07.09.2021	change in shareholding	0	0	0
0	0	0	0	0
At the End of the year	0	0.0000%	0	0.0000%

Sl. No. II - Mr.ARUN KUMAR ANAND (On behalf of LIC of India)	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
	No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
At the beginning of the year	1	0.0001%	1	0.0001%
Changes During the Year				
Increase				
Date	Reason for Increase			
0	0	0	0	0
0	0	0	0	0
0	0	0	0	0
0	0	0	0	0
Decrease				
Date	Reason for Decrease			
28.03.2022	change in shareholding	0	0	0
0	0	0	0	0
At the End of the year	0	0.0000%	0	0.0000%

Sl. No. III - Mr. DEBI PRASANNA MOHANTY (On behalf of LIC of India)	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
	No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
At the beginning of the year	1	0.0001%	1	0.0001%
Changes During the Year				
Increase				
Date	Reason for Increase			
0	0	0	0	0
0	0	0	0	0
0	0	0	0	0
0	0	0	0	0
Decrease				
Date	Reason for Decrease			
28.03.2022	change in shareholding	0	0	0
0	0	0	0	0
At the End of the year	0	0.0000%	0	0.0000%

Sl. No. IV - HANUMANTHA NANDA (On behalf of LIC of India)	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
	No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
At the beginning of the year	1	0.0001%	1	0.0001%
Changes During the Year				
Increase				
Date	Reason for Increase			
0	0	0	0	0
0	0	0	0	0
0	0	0	0	0
0	0	0	0	0
Decrease				
Date	Reason for Decrease			
28.03.2022	change in shareholding	0	0	0
0	0	0	0	0
At the End of the year	0	0.0000%	0	0.0000%

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

NIL

Sl. No.: 1 For Each of the Top 10 Shareholders	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
	No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
At the beginning of the year	0	0%	0	0%
Changes During the Year				
Increase				
Date	Reason for Increase			
0	0	0%	0	0%
0	0	0%	0	0%
0	0	0%	0	0%
0	0	0%	0	0%
Decrease				
Date	Reason for Decrease			
0	0	0%	0	0%
0	0	0%	0	0%
At the End of the year (or on the date of separation, if separated during the year)	0	0%	0	0%

v Shareholding of Directors and Key Managerial Personnel:

NIL

(Director)	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
	No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
At the beginning of the year	0	0.0000%	0	0.0000%
Changes During the Year	0	0.0000%		
Increase				
Date	Reason for Increase			
0		0	0%	0
0		0	0%	0
0		0	0%	0
0		0	0%	0
Date	Reason for Decrease			
0		0	0.0000%	0
0		0	0%	0
At the End of the year	0	0.0000%	0	0.0000%

(Key Managerial Personnel)	Shareholding at the		Cumulative Shareholding	
	No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
At the beginning of the year	0	0.0000%	0	0.0000%
Changes During the Year	0	0.0000%		0%
Increase				
Date	Reason for Increase			
0		0	0%	0
0		0	0%	0
0		0	0%	0
0		0	0%	0
Date	Reason for Decrease			
0		0	0.0000%	0
0		0	0%	0
At the End of the year	0	0.0000%	0	0.0000%

INDEBTEDNESS

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

Indebtedness at the beginning of the financial year	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtness
i) Principal Amount	NIL	NIL	NIL	NIL
ii) Interest due but not paid	NIL	NIL	NIL	NIL
iii) Interest accrued but not due	NIL	NIL	NIL	NIL
Total (i+ii+iii)	NIL	NIL	NIL	NIL
Change in Indebtedness during the financial year	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtness
* Addition	NIL	NIL	NIL	NIL
* Reduction	NIL	NIL	NIL	NIL
Net Change	NIL	NIL	NIL	NIL
Indebtedness at the end of the financial year	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtness
i) Principal Amount	NIL	NIL	NIL	NIL
ii) Interest due but not paid	NIL	NIL	NIL	NIL
iii) Interest accrued but not due	NIL	NIL	NIL	NIL
Total (i+ii+iii)	NIL	NIL	NIL	NIL

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

A. Remuneration to Managing Director, Whole-time Directors and/or Manager: **NOT APPLICABLE**

Sl. no.	Particulars of Remuneration	Name of MD/WTD/ Manager				Total Amount
		A	B	C	D	
1	Gross salary	NIL	NIL	NIL	NIL	NIL
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	NIL	NIL	NIL	NIL	NIL
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	NIL	NIL	NIL	NIL	NIL
	(c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961	NIL	NIL	NIL	NIL	NIL
2	Stock Option	NIL	NIL	NIL	NIL	NIL
3	Sweat Equity	NIL	NIL	NIL	NIL	NIL
4	Commission	NIL	NIL	NIL	NIL	NIL
	- as % of profit	NIL	NIL	NIL	NIL	NIL
	- others, specify	NIL	NIL	NIL	NIL	NIL
5	Others, please specify	NIL	NIL	NIL	NIL	NIL
	Total (A)	NIL	NIL	NIL	NIL	NIL
	Ceiling as per the Act	N.A.	N.A.	N.A.	N.A.	N.A.

B. Remuneration to other directors: **NIL**

Sl. no.	Particulars of Remuneration	Name of Directors				Total Amount
		A	B	C	D	
1	Independent Directors					
	Fee for attending board committee meetings	NIL	NIL	NIL	NIL	NIL
	Commission	NIL	NIL	NIL	NIL	NIL
	Others, please specify	NIL	NIL	NIL	NIL	NIL
	Total (1)	NIL	NIL	NIL	NIL	NIL
2	Other Non-Executive					
	Fee for attending board committee meetings	NIL	NIL	NIL	NIL	NIL
	Commission	NIL	NIL	NIL	NIL	NIL
	Others, please specify	NIL	NIL	NIL	NIL	NIL
	Total (2)	NIL	NIL	NIL	NIL	NIL
	Total (B)=(1+2)	NIL	NIL	NIL	NIL	NIL
	Total Managerial Remuneration	NIL	NIL	NIL	NIL	NIL
	Overall Ceiling as per the Act	NIL	NIL	NIL	NIL	NIL

C. REMUNERATION TO KEY MANAGERIAL PERSONNEL OTHER THAN MD/MANAGER/WTD

Sl. no.	Particulars of Remuneration	Key Managerial Personnel			
		CEO	Company Secretary	CFO	Total
1	Gross salary	NIL	NIL	NIL	0
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	NIL	NIL	NIL	0
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	NIL	NIL	NIL	0
	(c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961	NIL	NIL	NIL	0
2	Stock Option	NIL	NIL	NIL	0
3	Sweat Equity	NIL	NIL	NIL	0
4	Commission	NIL	NIL	NIL	
	- as % of profit	NIL	NIL	NIL	0
	- others, specify...	NIL	NIL	NIL	0
5	Others, please specify	NIL	NIL	NIL	0
	Total	NIL	NIL	NIL	0

VII. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES: NIL

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

ANNEXURE -II

FORMAT FOR THE ANNUAL REPORT ON CSR ACTIVITIES UNDERTAKEN DURING THE YEAR 2021-22

1 Brief outline on CSR Policy of the Company

The purpose of this policy is to make the stakeholders aware about:

- CSR and how such activities are conducted in the Company
- Associated practices of CSR.
- Focus areas of CSR.

The activities to be carried out under CSR Activities have been defined in the policy and same is available on Company's website i.e www.liccards.in. The Board will approve the total fund to be utilized for CSR activity for respective financial year. Further, Out of approved CSR activities, the Board shall decide which activity/project should be given priority for the respective financial year.

2	Composition of CSR Committee	Not Applicable
3	Website where CSR Policy and CSR projects approved by the board are disclosed	www.liccards.in
4	Details of Impact assessment of CSR projects carried out in pursuance of sub-rule (3) of rule 8 of the Companies (Corporate Social Responsibility Policy) Rules, 2014	NIL
5	Details of the amount available for set off in pursuance of sub-rule (3) of rule 7 of the Companies (Corporate Social Responsibility Policy) Rules, 2014 and amount required for set off for the financial year, if any	NIL
6	Average net profit of the company as per section 135(5)	3,98,19,164/-
7	(a) Two percent of average net profit of the company as per section 135(5)	7,96,383/-
	(b) Surplus arising out of the CSR projects or programmes or activities of the previous financial years	NIL
	(c) Amount required to be set off for the financial year, if any	NIL
	(d) Total CSR obligation for the financial year (7a+7b- 7c).	7,96,383/-
8	(a) CSR amount spent or unspent for the financial year:	Total Amount Spent for the Financial Year 2021-22 is Rs 7,96,383/-
	(b) Details of CSR amount spent against ongoing projects for the financial year:	NIL
	(c) Details of CSR amount spent against other than ongoing projects for the financial year	Contributed Rs. 7,96,383/- towards the Prime Minister's National Relief Fund, New Delhi – 110011

	(d) Amount spent in Administrative Overheads	NIL
	(e) Amount spent on Impact Assessment, if applicable	NIL
	(f) Total amount spent for the Financial Year (8b+8c+8d+8e)	Rs 7,96,383/-
	(g) Excess amount for set off, if any	NIL
9	(a) Details of Unspent CSR amount for the preceding three financial years:	NIL
	(b) Details of CSR amount spent in the financial year for ongoing projects of the preceding financial year(s):	NIL
10	In case of creation or acquisition of capital asset, furnish the details relating to the asset so created or acquired through CSR spent in the financial year (asset-wise details) . (a) Date of creation or acquisition of the capital asset(s). (b) Amount of CSR spent for creation or acquisition of capital asset. (c) Details of the entity or public authority or beneficiary under whose name such capital asset is registered, their address etc. (d) Provide details of the capital asset(s) created or acquired (including complete address and location of the capital asset).	NIL
11	Specify the reason(s), if the company has failed to spend two per cent of the average net profit as per section 135(5).	NIL

ANNEXURE III**Form No. AOC-2**

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

Form for disclosure of particulars of contracts/arrangements entered into by the company with related parties referred to in sub-section (1) of section 188 of the Companies Act, 2013 including certain arm's length transactions under third proviso thereto

1. Details of contracts or arrangements or transactions not on an arm's length basis: **NIL**

(a) Name(s) of the related party and nature of relationship

(b) Nature of contracts/arrangements/transactions

(c) Duration of the contracts / arrangements/transactions

(d) Salient terms of the contracts or arrangements or transactions including the value, if any

(e) Justification for entering into such contracts or arrangements or transactions

(f) Date(s) of approval by the Board

(g) Amount paid as advances, if any:

(h) Date on which the special resolution was passed in general meeting as required under first proviso to section 188.

2. Details of material contracts or arrangement or transactions on an arm's length basis:

Name of related party	Nature of transaction	Amount ('000)	
		2021-22	2020-21
Life Insurance Corporation of India	Reimbursement of Payroll cost of the staff posted at the company	74,863.74	34,606.46
Life Insurance Corporation of India	Rent Expense	396.93	347.04
Life Insurance Corporation of India	Electricity & Water Charges	272.95	305.24
Sh Tapan Arandhara	Remuneration	3,027.58	NIL
Mr. Rakesh Kumar	Remuneration	3,520.85	4,213.88
LIC Housing Finance Limited	Interest Income	14,292.89	10,292.28
LIC Mutual Fund Assets Management Ltd	Investment Income	938.39	190.58

IDBI Bank Limited	Credit Card Income	1,589.00	NIL
IDBI Bank Limited	Gift Card Income	959.70	NIL
IDBI Intech Limited	Website Expenses	1,263.78	NIL

FOR AND ON BEHALF OF THE BOARD

Place: Mumbai
Date: 09.06.2022



CHAIRPERSON

LIC CARDS SERVICES LIMITED

CIN-U65100DL2008PLC184790

BALANCE SHEET AS AT MARCH 31, 2022

Particulars	Note No.	Amount ('000)	Amount ('000)
		As At 31.03.2022	As At 31.03.2021
I. EQUITY AND LIABILITIES			
<u>(1) Shareholders' Funds</u>			
(a) Share Capital	1	10,000.00	10,000.00
(b) Reserves & Surplus	2	125,706.39	100,020.12
<u>(2) Current Liabilities</u>			
(a) Trade Payables	3	9,589.30	8,457.09
(b) Other Current Liabilities	4	135,510.59	148,480.07
(c) Short Term Provisions	5	0.00	0.00
TOTAL		280,806.28	266,957.28
II. ASSETS			
<u>(1) Non-Current Assets</u>			
(a) Property, Plant & Equipment and Intangible Assets	6		
(i) Property, Plant & Equipments		1,479.59	1,665.29
(ii) Intangible Assets		0.001	0.001
(b) Deferred Tax Assets	7	94.31	80.50
(c) Other Non Current Assets	8	142,126.36	212,223.35
<u>(2) Current Assets</u>			
(a) Current Investment	9	10,197.13	9,258.74
(b) Trade Receivables	10	30,627.09	22,886.84
(c) Cash and Cash Equivalents	11	2,732.49	15,295.16
(d) Short-Term Loans and Advances	12	14.91	2.55
(e) Other Current Assets	13	93,534.41	5,544.86
TOTAL		280,806.28	266,957.28

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND OTHER NOTES 19 & 20

The accompanying notes referred to above formed an integral part of the financial statements.
As per our separate report of even date attached

For S S P J & Co.
Chartered Accountants
Firm Reg No. 018083N

**For and on behalf of the Board of Directors of
For LIC Cards Services Limited**

Parteek Singla
CA Parteek Singla
(Partner)
M. No. 539753
Place : New Delhi
Date: *09/05/2022*



M R Kumar
Chairperson
(M R Kumar)
DIN- 03628755
Place:
Date :

B C Patnaik
Director
(B C Patnaik)
DIN - 08384583
Place:
Date :

Tapan Arandhara
Director
(Tapan Arandhara)
DIN - 8553253
Place:
Date :

LIC CARDS SERVICES LIMITED

CIN-U65100DL2008PLC184790

STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED MARCH 31, 2022

Sr. No	Particulars	Note No.	Amount ('000)	
			As At 31-03-2022	As At 31-03-2021
	Income			
I	Revenue from Operations	14	166,556.63	105,544.80
II	Other Income	15	15,433.98	13,358.80
	Total Income (I +II)		181,990.61	118,903.60
	Expenses:			
III	Employee Benefit Expenses	16	77,181.64	36,486.32
	Depreciation and Amortization Expense	6	465.78	369.07
	Other Expenses	17	69,658.18	29,081.33
	Total Expenses (III)		147,305.60	65,936.72
V	Profit before Exceptional & Extraordinary Items & Taxes		34,685.01	52,966.87
VI	Exceptional & Extraordinary Items		-	-
VII	Profit Before Tax		34,685.01	52,966.87
VIII	Tax Expense:			
	(1) Current Tax		9,012.55	13,319.43
	(2) Deferred Tax Expense/(Income)		(13.81)	20.78
IX	Profit After Tax		25,666.27	39,626.66
X	Earnings per equity share (Nominal value per share : Rs 10 (Previous Year Rs 10))			
	(1) Basic		25.69	39.63
	(2) Diluted		25.69	39.63

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND OTHER NOTES 19 & 20

The accompanying notes referred to above formed an integral part of the financial statements.

As per our separate report of even date attached

For S S P J & Co.

Chartered Accountants

Firm Reg No. 018083N

For and on behalf of the Board of Directors of

For LIC Cards Services Limited

Parteek Singla
CA Parteek Singla

(Partner)

M. No. 539753

Place : New Delhi

Date : 09/06/2022



Chairperson

(M R Kumar)

DIN- 03628755

Place:

Date :

Director

(B C Patnaik)

DIN - 08384583

Place:

Date :

Director

(Tapan Arandhara)

DIN- 08553253

Place:

Date :

LIC CARDS SERVICES LIMITED

CIN-U65100DL2008PLC184790

CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2022

	For the Year ended	For the Year ended
	31.03.2022	31.03.2021
	Amount ('000)	Amount ('000)
A. CASH FLOW FROM OPERATING ACTIVITIES:		
Net Profit/(Loss) Before Tax	34,685.01	52,966.87
Adjustments for:		
Depreciation & Amortization	465.78	369.07
Interest & Other Income	-15,433.98	-13,358.80
Operating Profit before Working Capital Changes	19,716.81	39,977.14
Adjustment For:		
(Increase)/Decrease in Debtors	-7,740.26	-10,336.49
(Increase)/Decrease in Other Receivables	-26,917.48	-80,362.60
Increase/(Decrease) in Trade Payables and Other Payables	-11,837.26	39,493.79
Cash Generated from Operations	-26,778.18	-11,228.16
Refund/(Payment) of Taxes (including TDS)	0.00	0.00
Net Cash from/(used in) Operating Activities	-26,778.18	-11,228.16
B. CASH FLOW FROM INVESTING ACTIVITIES:		
Sale/(purchase) of Fixed Assets (net)	-280.08	-463.87
Proceeds from Mutual Funds	54,500.00	33,000.00
Investment in Mutual Funds	-55,438.39	-39,690.58
Interest & Other Income Received	15,433.98	13,358.80
Net Cash Used in Investing Activities	14,215.51	6,204.35
C. CASH FLOW FROM FINANCING ACTIVITIES:		
Equity shares	0.00	0.00
Net Cash Used in Financing Activities	0.00	0.00
D. Net Cash Flows during the year (A+B+C)	-12,562.68	-5,023.80
E. Cash and cash equivalents at the beginning of the year	15,295.16	20,318.96
F. Cash and cash equivalents at the end of the year	2,732.49	15,295.16
Net Increase/(decrease) in cash and cash equivalents	-12,562.67	-5,023.80

Note:-

The cash flow statement has been prepared in accordance with 'Indirect method' as set out in the Accounting Standard (AS)-3 on 'Cash Flow Statements', prescribed under Section 133 of the Companies Act, 2013.

As per our separate report of even date attached

For S S P J & Co.
Chartered Accountants
Firm Reg No 018083N

CA Parteeek Singla
(Partner)
M. No. 539753



Place : New Delhi
Date : 09/06/2022

Ullas

Chairperson
(M R Kumar)
DIN- 03628755

Place :
Date :

For and on behalf of the Board of Directors of
For LIC Cards Services Limited

Tapana

Director
(B C Patnaik)
DIN - 08384583

Place :
Date :

Arandhara

Director
(Tapan Arandhara)
DIN- 08553253

Place :
Date :



LIC CARDS SERVICES LIMITED
CIN-U65100DL2008PLC184790

Notes forming part of the financial statements for the year ended March 31, 2022

NOTE - 1 Share Capital						
Sr. No	Particulars	Amount ('000)			Amount ('000)	
		As At 31-03-2022			As At 31-03-2021	
1	AUTHORIZED CAPITAL 10,00,000 (Previous Year- 10,00,000/-) Equity Shares of Rs. 10/- each with voting rights	10,000.00			10,000.00	
2	ISSUED , SUBSCRIBED & PAID UP CAPITAL 10,00,000 (Previous Year - 10,00,000/-) Equity Shares of Rs. 10/- each, fully paid with voting rights	10,000.00			10,000.00	
	Rights of Equity Shareholders The Company has one class of equity shares having a par value of Rs.10 per share. Each shareholder is eligible for one vote per share held. The dividend proposed, if any, by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting, except in case of interim dividend. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company after distribution of all preferential amounts, in proportion to their shareholding.					
3	Reconciliation Reconciliation of the number of shares and amount: outstanding at the beginning and at the end of the year Equity Shares 1. At the beginning of the year Number of Shares Amount (Rs '000) Fresh issued during the year 2. At the end of the year Number of the Shares Amount ('000)	1,000,000			1,000,000	
		10,000			10,000	
		Nil			Nil	
		1,000,000			1,000,000	
		10,000			10,000	
	Disclosure for the aggregate number allotted as fully paid up without payment being received in cash, bonus shares and shares bought back for the period of 5 years immediately preceding the					
	Equity Shares:	2021	2020	2019	2018	2017
	Fully paid up pursuant to contract(s) without payment being received in cash	-	-	-	-	-
	Fully paid up by way of bonus shares	-	-	-	-	-
	Shares bought back	-	-	-	-	-
4	Details of Equity Shares held by each shareholder holding more than 5% shares Life Insurance Corporation of India					
		No. of Shares & %			No. of Shares & %	
		9,99,994 & 99.9994%			9,99,994 & 99.9994%	
5	Shares held by Promoters at the year ended at March 31, 2022 Life Insurance Corporation of India No. of shares held % of shareholding % change during the year					
		No. of Shares & %			No. of Shares & %	
		999,994			999,994	
		99.9994%			99.9994%	
	Total	10,000			10,000	

NOTE - 2 Reserves & Surplus			
Sr. No	Particulars	Amount ('000)	
		As At 31-03-2022	
1	STATEMENT OF PROFIT & LOSS		
	Opening Balance	100,020.12	60,393.46
	Add: Profit / (Loss) during the Year	25,686.27	39,626.66
	Closing Balance	125,706.39	100,020.12



Notes forming part of the financial statements for the year ended March 31, 2022

NOTE - 3 Trade Payables		Amount ('000)	Amount ('000)
Sr. No	Particulars	As At 31-03-2022	As At 31-03-2021
	Total outstanding dues of creditors other than micro enterprises and small enterprises	9,589.30	8,457.09
	Total outstanding dues of micro enterprises and small enterprise	0.00	0.00
	Total	9,589.30	8,457.09

As at 31-03-2022		Outstanding for following periods from due date of payment				
Sr. No	Particular	Less than 1 year	1 - 2 years	2 - 3 years	More than 3 year	Total
1	MSME (Undisputed)	-	-	-	-	-
2	Others (Undisputed)	9,138.42	227.96	214.08	8.85	9,589.30
3	Disputed dues -MSME	-	-	-	-	-
4	Disputed dues others	-	-	-	-	-

As at 31-03-2021		Outstanding for following periods from due date of payment				
Sr. No	Particular	Less than 1 year	1 - 2 years	2 - 3 years	More than 3 year	Total
1	MSME (Undisputed)	-	-	-	-	-
2	Others (Undisputed)	8,234.17	214.08	8.85	-	8,457.09
3	Disputed dues -MSME	-	-	-	-	-
4	Disputed dues others	-	-	-	-	-

NOTE - 4 Other Current Liabilities		Amount ('000)	Amount ('000)
Sr. No	Particulars	As At 31-03-2022	As At 31-03-2021
1	Duties & Taxes Payable	4,704.97	3,785.69
2	Security Deposits	-	27.27
3	Audit Fee Payable	90.00	76.50
4	Amount Due to LIC of India (holding company)	128,779.23	143,915.48
5	Expenses Payable	1,936.39	675.13
	Total	135,510.59	148,480.07

NOTE - 5 Short Term Provisions		Amount ('000)	Amount ('000)
Sr. No	Particulars	As At 31-03-2022	As At 31-03-2021
1	Provisions	-	-
	Total	-	-



LIC CARDS SERVICES LIMITED

Notes forming part of the financial statements for the year ended March 31, 2022

Note -6: Property, Plant & Equipment and Intangible Assets -Current Year

	Opening Balance	Additions during the year	Deletions during the year	As at March 31, 2022
	Amount ('000)	Amount ('000)	Amount ('000)	Amount ('000)
Gross block				
<u>Property, plant and Equipment</u>				
Computer & Printers	2,416.70	188.23	-	2,604.93
Office Equipments	1,400.53	41.11	-	1,441.64
Furniture & Fixture	2,250.81	50.74	-	2,301.55
<u>Intangible assets</u>				
Accounting Software	12.50	-	-	12.50
Total Current Year	6,080.54	280.08	-	6,360.62
Total - Previous Year	5,646.33	465.43	31.22	6,080.54
Accumulated depreciation				
<u>Property, plant and Equipment</u>				
Computer & Printers	1,896.27	258.93	-	2,155.19
Office Equipments	989.84	105.96	-	1,095.80
Furniture & Fixture	1,516.64	100.89	-	1,617.54
<u>Intangible assets</u>				
Accounting Software	12.50	-	-	12.50
Total Current Year	4,415.25	465.78	-	4,881.03
Total - Previous Year	4,075.84	369.07	29.66	4,415.25
Net block				
<u>Property, plant and Equipment</u>				
Computer & Printers	520.43			449.74
Office Equipments	410.69			345.84
Furniture & Fixture	734.17			684.01
<u>Intangible assets</u>				
Accounting Software	0.001			0.001
Total Current Year	1,665.29			1,479.59
Total - Previous Year	1,570.49			1,665.29



Property, Plant & Equipment and Intangible Assets-Previous Year

	Opening Balance	Additions during the year	Deletions during the year	As at March 31, 2021
	Amount ('000)	Amount ('000)	Amount ('000)	Amount ('000)
Gross block				
<u>Property, plant and Equipment</u>				
Computer & Printers	2,345.23	71.47	-	2,416.70
Office Equipments	1,287.32	144.43	31.22	1,400.53
Furniture & Fixture	2,001.27	249.53	-	2,250.81
<u>Intangible assets</u>				
Accounting Software	12.50	-	-	12.50
Total F.Y. 2020-21	5,646.33	465.43	31.22	6,080.54
Total F.Y. 2019-20	4,935.90	710.42	-	5,646.33
Accumulated depreciation				
<u>Property, plant and Equipment</u>				
Computer & Printers	1,695.06	201.21	-	1,896.27
Office Equipments	934.24	85.26	29.66	989.84
Furniture & Fixture	1,434.04	82.60	-	1,516.64
<u>Intangible assets</u>				
Accounting Software	12.50	-	-	12.50
Total F.Y. 2020-21	4,075.84	369.07	29.66	4,415.25
Total F.Y. 2019-20	3,803.35	272.49	-	4,075.84
Net block				
<u>Property, plant and Equipment</u>				
Computer & Printers	650.17			520.43
Office Equipments	353.08			410.69
Furniture & Fixture	567.24			734.17
<u>Intangible assets</u>				
Accounting Software	0.001			0.001
Total F.Y. 2020-21	1,570.49			1,665.29
Total F.Y. 2019-20	1,132.55			1,570.49



LIC CARDS SERVICES LIMITED

Notes forming part of the financial statements for the year ended March 31, 2022

NOTE - 7 Deferred Tax Assets/(Liability) (Net)		Amount ('000)	Amount ('000)
Sr. No	Particulars	As At 31-03-2022	As At 31-03-2021
	Opening DTA/(DTL) (Net)	80.50	101.28
	Add/(Less): DTA for the year	13.81	(20.78)
	Total DTA (Net)	94.31	80.50

NOTE - 8 Other Non Current Assets		Amount ('000)	Amount ('000)
Sr. No	Particulars	As At 31-03-2022	As At 31-03-2021
1	Fixed Deposit (Maturing beyond 12 months)	131,500.00	202,500.00
2	Security Deposits	32.00	22.00
3	Interest Accrued on Fixed Deposits	10,594.36	9,701.35
	Total	142,126.36	212,223.35

NOTE - 9 Current Investments		Amount ('000)	Amount ('000)
Sr. No	Particulars	As At 31-03-2022	As At 31-03-2021
1	LIC Nomura MF Liquid Fund (quoted, at cost, traded)	10,197.13	9,258.74
	Total	10,197.13	9,258.74

NOTE - 10 Trade Receivables		Amount ('000)	Amount ('000)
Sr. No	Particulars	As At 31-03-2022	As At 31-03-2021
	Within 6 months (unsecured, considered good) (Doubtful Debts - Nil, Provision for Doubtful Debts - Nil, Secured- Nil)		
1	Axis Bank	28,358.11	21,771.34
2	C.P.P. Assistance Services Pvt Ltd	0.00	1.58
3	Sodexo SVC India P Ltd.	1,032.40	1,113.91
4	IDBI Bank Limited	1,112.96	0.00
5	Union Bank of India -LIC Cards Centre	123.63	0.00
	Sub Total (A)	30,627.09	22,886.84
	More than 6 Months (unsecured , considered good) (Doubtful Debts - Nil, Provision for Doubtful Debts - Nil, Secured- Nil)		
1	Trade Receivables	-	-
	Sub Total (B)	-	-
	Total [A + B]	30,627.09	22,886.84

As on 31st March 2022

Sr. No	Particulars	Outstanding as on 31st March, 2022 from due date of payment					Total
		<6 Months	6 Months - 1 Year	1-2 Year	2-3 years	>3 Years	
1	Undisputed Trade Receivables - Considered good	30,627.09	-	-	-	-	30,627.09
2	Undisputed Trade Receivables - Considered doubtful	-	-	-	-	-	-
3	Disputed Trade Receivable - Considered good	-	-	-	-	-	-
4	Disputed Trade Receivable - Considered doubtful	-	-	-	-	-	-
	Total (Rs. '000)	30,627.09	-	-	-	-	30,627.09

As on 31st March 2021

Sr. No	Particulars	Outstanding as on 31st March, 2021 from due date of payment					Total
		<6 Months	6 Months - 1 Year	1-2 Year	2-3 years	>3 Years	
1	Undisputed Trade Receivables - Considered good	22,886.84	-	-	-	-	22,886.84
2	Undisputed Trade Receivables - Considered doubtful	-	-	-	-	-	-
3	Disputed Trade Receivable - Considered good	-	-	-	-	-	-
4	Disputed Trade Receivable - Considered doubtful	-	-	-	-	-	-
	Total (Rs. '000)	22,886.84	-	-	-	-	22,886.84



NOTE - 11 Cash & Cash Equivalent						Amount ('000)	Amount ('000)
Sr. No	Particulars					As At 31-03-2022	As At 31-03-2021
1	Cash-on-Hand						
	Cash Balance					-	-
	Silver Coins					-	6.60
	Sub Total (A)					-	6.60
2	Bank Balance						
	With Scheduled Banks in Current account					2,732.49	1,288.56
	Fixed Deposits: Maturing within 3 Months					0.00	14,000.00
	Sub Total (B)					2,732.49	15,288.56
	Total [A + B]					2,732.49	15,295.16

NOTE - 12 Short Terms Loans and Advances						Amount (Rs.'000)	Amount (Rs.'000)
Sr. No	Particulars					As At 31-03-2022	As At 31-03-2021
1	Prepaid Expenses					14.91	2.55
	Total					14.91	2.55

NOTE - 13 Other Current Assets						Amount ('000)	Amount ('000)
Sr. No	Particulars					As At 31-03-2022	As At 31-03-2021
1	Advance Tax/TDS Recoverable (Net of Provision for Income Tax)					10,641.20	3,440.53
2	Interest Accrued on Fixed Deposits					11,889.95	2,101.06
3	Input Tax Credit -GST					3.26	3.26
4	Fixed Deposit (Maturing after 3 months but before 12 months)					71,000.00	0.00
	Total					93,534.41	5,544.86



LIC CARDS SERVICES LIMITED

Notes forming part of the financial statements for the year ended March 31, 2022

NOTE - 14 Revenue from Operations			
Sr. No	Particulars	Amount ('000)	
		As At 31-03-2022	As At 31-03-2021
1	Sourcing Fee		
2	Income from Spends on Cards	79,157.25	34,820.10
3	Income from Activation of Cards	67,125.86	55,692.17
4	Income from Sale of Gift Cards	7,810.05	3,440.05
5	Marketing Fee for CPP	2,144.63	1,718.08
6	Income from Sodexo Meal Cards	11.01	18.04
	Total	166,556.63	105,544.80

NOTE - 15 Other Income			
Sr. No	Particulars	Amount ('000)	
		As At 31-03-2022	As At 31-03-2021
1	Interest Income		
2	Interest on Income Tax Refund	14,292.89	13,168.77
3	Income on Mutual Fund Investments	202.70	-
4	Profit/(Loss) on Sale of Assets	938.39	190.58
5	Miscellaneous Income	-	0.56
	Total	15,433.98	13,358.80

NOTE - 16 Employee Benefit Expenses			
Sr. No	Particulars	Amount ('000)	
		As At 31-03-2022	As At 31-03-2021
1	Salaries & Allowances		
2	Leave Travel Concession	74,863.75	34,606.46
3	Staff Welfare	383.45	-
	Total	77,181.64	36,486.32

NOTE - 17 Other Expenses			
Sr. No	Particulars	Amount ('000)	
		As At 31-03-2022	As At 31-03-2021
1	Commission/Incentive to City Sales Managers/Sales Representatives		
2	Advertisement and Business Promotion Expenses	59,169.74	22,775.30
3	Repairs & Maintenance	2,625.42	1,785.19
4	Legal & Professional Charges	317.83	179.55
5	Travelling & Conveyance Expenses	437.39	135.15
6	Printing & Stationery	1,768.55	1,142.53
7	Communication Expenses	181.84	212.50
8	Office Upkeep & Maintenance Charges	330.04	267.50
	Audit Remuneration:	582.38	596.35
9	- Audit Fees		
10	- Other Remuneration to Auditor	100.00	85.00
11	Books & Periodicals	60.50	37.50
12	Postage & Telegram	4.70	4.36
13	Rent	1,476.88	606.62
14	Electricity & Water Expenses	396.93	347.04
15	Agent Training Expenses	302.50	333.34
16	Interest on GST / ITAX	277.39	62.62
17	Expenses for CSR Activities	273.31	11.61
18	Miscellaneous Expenses	796.38	-
	Total	69,658.18	29,081.33

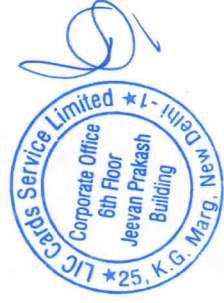
<p>For S S P J & Co. Chartered Accountants Firm Reg No. 018083N</p> <p><i>Parteck Singla</i> CA Parteck Singla (Partner) M. No. 539753 Place : New Delhi Date: 09/06/2022</p> 	<p>For LIC Cards Services Limited</p> <p><i>M R Kumar</i> Chairperson (M R Kumar) DIN- 03628755 Place: Date:</p>	<p><i>B C Patnaik</i> Director (B C Patnaik) DIN - 08384583 Place: Date :</p>	<p><i>Tapan Arandhara</i> Director (Tapan Arandhara) DIN- 08553253 Place: Date :</p> 
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LIC CARDS SERVICES LIMITED

Notes forming part of the financial statements for the year ended March 31, 2022

Note-18 Ratio Analysis

Sr No	Particulars	Current Year		Previous year		Amount in ` (000)		Reason for change if more than 25%
		Numerator	Denominator	Numerator	Denominator	As on March, 2022	As on March, 2021	
1	Current Ratio	137,106.03	145,099.90	52,988.14	156,937.17	0.94	0.34	Due to Fixed Deposit will matured in Current Year
2	Debt-Equity Ratio	-	135,706.39	-	110,020.12	NA	NA	NA since no debt exists
3	Debt-Service Coverage Ratio	35,150.79	-	53,335.94	-	NA	NA	NA since no debt exists
4	Return on Equity	25,686.27	135,706.39	39,626.66	110,020.12	0.19	0.36	Due to increase in Salary expenses
5	Inventory Turnover Ratio	-	-	-	-	NA	NA	NA since no inventory exists
6	Trade Receivable Turnover Ratio	166,556.63	26,756.97	105,544.80	17,718.60	6.22	5.96	Increase in sales in FY 2021-22
7	Trade Payable Turnover Ratio	59,169.74	9,023.20	22,775.30	6,449.13	6.56	3.53	Increase in commission/competition prizes in FY 2021-22
8	Net Capital Turnover Ratio	181,990.61	135,706.39	118,903.60	110,020.12	1.34	1.08	Lesser turnover in 2020-21 due to covid-19
9	Net Profit Ratio	25,686.27	181,990.61	39,626.66	118,903.60	0.14	0.33	Due to increase in Salary expenses
10	Return on Capital employed	34,685.01	135,706.39	52,966.87	110,020.12	0.26	0.48	Due to increase in Salary expenses
11	Return on Investment	25,686.27	110,020.12	39,626.66	70,393.46	0.23	0.56	Due to increase in Salary expenses



LIC CARDS SERVICES LIMITED
Annual Report – 2021-22

Note – 19 Other Notes to Accounts

1. In the opinion of the Board, current assets, loans and advances are approximately of the value stated, if realized in the ordinary course of business.
2. Trade Payables include overdue amount of Rs. Nil (including interest of Rs. Nil) payable to micro, small and medium enterprises.
3. Company has not made any provision for retirement benefits since entire staffs of the company are employees of LIC of India (Holding company) and are posted at LIC Cards Services Limited from time to time. No actuarial valuation is possible in the absence of fixed tenure of posting of employees. Any such provisioning is being made in the books of LIC of India.
4. The Salaries and other emoluments of the staff (other than competition prizes) are paid directly by the Life Insurance Corporation of India as the LIC has sent its employees on deputation to LIC Cards Services Limited. Life Insurance Corporation deducts Income Tax (TDS) on salaries and other emoluments paid to the employees and issues Form 16 and salary certificates to them. LIC Cards Services Limited is not deducting any TDS on payroll cost transferred by LIC of India.
5. Employee cost represents the amount to be reimbursed by the company to Life Insurance Corporation of India (LIC) in respect of staff deputed at the company by LIC of India.
6. GST Input Tax Credit has been claimed on the basis of bills received from the vendors, subject to further deposit of GST amount collected by vendors to the account of Government.
7. The segment reporting disclosure as required by Accounting Standard 17 – “Segment Reporting” is not applicable, as the company has a single reportable business segment of Marketing and Distribution of Credit Cards/Gift Cards/Sodexo Meal Cards.
8. Income from spend on cards is booked as certified by the Management of the Company, Axis bank have provided the Merchant Category wise data for the cross verification of the same. Company is following up with Axis Bank for verification of spend amount for a long time and despite repeated reminders, their response is still awaited.



LIC CARDS SERVICES LIMITED
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9. Co-Branding fees from Sodexo meal cards is booked as certified by the Management of the Company.

10. There is neither any income nor expenditure in foreign exchange during the Financial Years 2021-22 and 2020-21.

11. Related Party Disclosures as required by Accounting Standard 18 – “Related Party Disclosures” as issued by Ministry of Corporate Affairs are given below:

a) Name of related parties and nature of relationship where control exist

Sr. No.	Related Party	Nature of relationship
1	LIC of India	Promoter (Holding Company)
2	Mr. Rakesh Kumar	Director (Executive)
3	Mr. Tapan Arandhara	Director (Executive)
3	LIC Housing Finance Limited	Associate Company
4	LIC Mutual Fund Assets Management Ltd	Associate Company
5	IDBI Bank Limited	Associate
6	IDBI Intech Limited	Subsidiary of Associate

b) Details of transactions with related parties during the year

Name of related party	Nature of transaction	Amount ('000)	
		2021-22	2020-21
Life Insurance Corporation of India	Reimbursement of Payroll cost of the staff posted at the company	74,863.74	34,606.46
Life Insurance Corporation of India	Rent Expense	396.93	347.04
Life Insurance Corporation of India	Electricity & Water Charges	272.95	305.24
Sh Tapan Arandhara	Remuneration	3,027.58	NIL
Mr. Rakesh Kumar	Remuneration	3,520.85	4,213.88
LIC Housing Finance Limited	Interest Income	14,292.89	10,292.28
LIC Mutual Fund Assets Management Ltd	Investment Income	938.39	190.58
IDBI Bank Limited	Credit Card Income	1,589.00	NIL
IDBI Bank Limited	Gift Card Income	959.70	NIL
IDBI Intech Limited	Website Expenses	1,263.78	NIL



LIC CARDS SERVICES LIMITED
Annual Report – 2021-22

c) Closing balance with related parties as at year end

Name of related party	Nature of transaction	Amount ('000)	
		As at 31.03.2022	As at 31.03.2021
Life Insurance Corporation of India	Outstanding as at year end	1,28,779.22	1,43,915.48
LIC Housing Finance Ltd	Fixed Deposit Balance as at year end	2,02,500.00	2,16,500.00
LIC Housing Finance Ltd	Interest Accrued as at year end	22,484.31	11,802.41
LIC Mutual Fund Assets Management Ltd	Outstanding as at year end	10,197.12	9,258.73
IDBI Bank Limited	Outstanding as at year end	1,112.95	NIL

Above mentioned related parties are identified by the management of company as per Accounting Standard 18 - Related Party Disclosures and relied upon by the auditors.

12 In accordance with Accounting Standard 20 – “Earnings per Share”, the required disclosure is given below:

Particulars	Year ended 31-03-2022	Year ended 31-03-2021
Net Profit attributable to shareholders (Rs. in '000)	25686.27	39626.65
Weighted Average no. of Equity shares outstanding	10,00,000	10,00,000
Basic & Diluted Earning per share of Rs. 10/- each (in Rs.)	Rs. 25.69	Rs. 39.63

13. Auditor's Remuneration:

Particulars	Amount ('000)	
	Year ended 31-03-2022	Year ended 31-03-2021
Audit Fees (Statutory Audit)	75.00	65.00
Other certification work (Tax Audit)	25.00	20.00
ITR filing & GST related work	60.50	37.50

Note: Above amounts are exclusive of GST.



LIC CARDS SERVICES LIMITED
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14. In accordance with the provisions of Accounting Standard- 21 relating to “Accounting for Taxes on Income”, the breakup of Deferred Tax Assets/Liabilities is shown below: -

Particulars	Amount ('000)	
	2021-22	2020-21
Opening Deferred Tax Assets	80.50	101.28
Deferred tax Income/(Expense) for the year	13.81	(20.78)
Net Deferred Tax Assets/(Liabilities) as at year end	94.31	80.50

15. The management has evaluated the financials of the company and do not foresee any contingent liabilities and assets.

16. Disclosures have been made by the LIC CSL wherever necessary/applicable.

17. Corporate Social Responsibility (CSR):

As per Section 135 of the Companies Act, 2013, a company, meeting the applicability threshold, needs to spend at least 2% of its average net profit for the immediately preceding three financial years on corporate social responsibility (CSR) activities. The funds were utilized through the year as specified in Schedule VII of the Companies Act, 2013:

- A) Gross Amount required to be spent by the company during the year is Rs. 7,96,383/-
- B) Amount approved by the Board to be spent during the year is Rs. 7,96,383/-
- C) Amount spent during the year is Rs. 7,96,383/-. (Amount is donated to Prime Minister’s National Relief Fund).

Sr.No.	Particulars	Amount (in '000)
1	Construction/acquisition of any asset	Nil
2	On purposes other than 1 above	796.38

- D) Shortfall at the end of the year out of the amount required to be spent by the company during the year- Nil
- E) Total of previous years shortfall- Nil
- F) Reason of shortfall – N.A.
- G) Details of Related Party Transactions: - Nil



LIC CARDS SERVICES LIMITED
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H) In case of section 135(5)- unspent amount

Opening Balance	Amount deposited in specified fund of schedule VII within 6 months	Amount required to be spent during the year ('000)	Amount spent during the year ('000)	Closing Balance
Nil	Nil	796.38	796.38	Nil

I) Incase of section 135(5) – Excess Amount spent

Opening Balance	Amount required to be spent during the year ('000)	Amount spent during the year ('000)	Closing Balance
Nil	796.38	796.38	Nil

18. Competition prizes paid to LICCSL – Officers and Area Managers during the year:

Particulars	Amount ('000)	
	2021-22	2020-21
Competition Prizes	1,399.71	774.00

19. Previous year figures are reclassified / regrouped wherever, it was necessary.

For S S P J & Co.
Chartered Accountants
Firm Reg. No. 018083N

For and on behalf of the Board of
Directors of LIC Cards Services Ltd

Pardeep Singh

CA PARTEEK SINGLA
(Partner)
M.No.: 539753

M R Kumar
CHAIRPERSON
(M R Kumar)
DIN-03628755

B C Patnaik
DIRECTOR
(B C Patnaik)
DIN-08384583

Tapan Arandhara

DIRECTOR
(Tapan Arandhara)
DIN-08553253

Place: New Delhi
Dated: 09/06/2022

Place:
Date:

Place:
Date:

Place:
Date:-

Note – 20 Significant Accounting Policies

1. Basis of preparation of Financial Statements

The financial statements are prepared under the historical cost convention on accrual basis and in conformity with the mandatory Accounting Standards (AS) as notified under Section 133 of Companies Act 2013, read together with paragraph 7 of the Companies (Accounts) Rules, 2014. The preparation of financial statements requires the management to make estimates and assumptions considered in the reported amounts of assets and liabilities (including contingent liabilities) as of the date of financial statements and the reported income and expenses during the reporting period. Management believes that the estimates used in preparation of the financial statements are prudent and reasonable. Future results could differ from these estimates.

2. Presentation of Financial Statements

The Balance Sheet and the Statement of Profit and Loss are prepared and presented in the format prescribed in the Schedule III to the Companies Act, 2013. The disclosure requirements with respect to items in the Balance sheet and Statement of Profit and Loss, as prescribed in the Schedule III to the Act, are presented by way of notes forming part of accounts along with the other notes required to be disclosed under the notified Accounting Standards. Cash flow statement of the Company for the Financial Year 2021-22 has been prepared using indirect method.

3. Revenue Recognition

Revenue is recognized based on nature of activity when consideration can be reasonably measured and there exists reasonable certainty of its recovery.

A Revenue from Operations: -

(a) Sales & Services: - On Accrual Basis.

(b) Other Operational Revenue: - Other operational revenue represents income earned from the activities incidental to the business and is recognized when the right to receive the income is established as per the terms of the contract with customers.

B Other Income: -

- (i) Interest income is accrued and recognized at applicable interest rates on gross basis inclusive of tax deducted at source thereof.
- (ii) Other items of income are accounted as and when the right to receive arises.



4. Tangible and Intangible Fixed Assets

The fixed assets are stated at their original cost of acquisition including incidental expenses related to acquisition and installation of concerned assets and are stated net of accumulated depreciation and impairment loss, if any.

5. Depreciation/Amortization

Depreciation on tangible fixed assets has been provided based on the useful life prescribed in schedule II of the Companies Act, 2013 in the manner stated therein. Intangible assets represented by computer software are being amortized over a period of three years.

6. Impairment of Assets

An asset is treated as impaired when the carrying cost of the asset exceeds its recoverable value. At the balance sheet date, the company assesses whether there is any indication that an asset may be impaired. If any such indication exists, the Company estimates the recoverable amount. If the carrying amount of the asset exceeds its recoverable amount, an impairment loss is recognized in the Statement of Profit and Loss, to the extent the carrying amount exceeds the recoverable amount.

7. Taxes on income

Current Tax is the amount of tax payable on the taxable income for the year as determined in accordance with the provisions of the Income Tax Act, 1961.

Deferred Tax is recognized, on timing difference, being the difference between taxable income and accounting income that originate in one period and are capable of being reversed in one or more subsequent periods. Deferred Tax is accounted by using the tax rates and laws that have been enacted or substantially enacted as on the Balance Sheet date.

The carrying amount of Deferred Tax Assets or unrecognized Deferred Tax Assets are reviewed at each Balance Sheet date and are written down or recognized as the case may be, depending upon the virtual certainty criteria.

8. Transactions in foreign currency

- i. The reporting currency of the Company is Indian rupee.
- ii. The company is not dealing in foreign exchange.



LIC CARDS SERVICES LIMITED
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9. Employees Benefits

Employees Benefits has been paid in accordance with the provisions of LIC of India (Holding company). No provision has been made for Gratuity and other retirement benefits, since all the employees of the company are employees of LIC of India (Holding company) and are posted from time to time and no actuarial valuation is possible in the absence of fixed tenure of posting of employees.

10. Cash and Cash Equivalents

Cash and Bank Balances also include Fixed Deposits maturing within three months.

11. Accounting for Provisions, Contingent Liabilities and Contingent Assets

Provisions are recognized in terms of Accounting Standard 29 - 'Provisions, Contingent Liabilities and Contingent Assets' notified by Ministry of Corporate Affairs, when there is a present legal or statutory obligation as a result of past events, where it is probable that there will be outflow of resources to settle the obligation and when a reliable estimate of the amount of the obligation can be made. Contingent liabilities are recognized only when there is possible obligation arising from past events due to occurrence or non – occurrence of one or more uncertain future events not wholly within the control of the Company or where any present obligation can't be measured in terms of future outflow of resources or where a reliable estimate of the obligation cannot be made. Obligations are assessed on an ongoing basis and only those having a largely probable outflow of resources are provided for. Contingent Assets are not recognized in the financial statements.

12. Accounting Standards

Accounting Standards as notified by Ministry of Corporate Affairs have been applied to the extent applicable.

13. Accounting of Investments

Funds are invested on the basis of liquidity, safety of funds and risk-free return. Investments are valued at cost. Funds invested in Fixed Deposits are valued at cost.





INDEPENDENT AUDITORS' REPORT

**To the Members of
LIC Cards Services Limited
New Delhi**

Report on the financial statements

Opinion

We have audited the accompanying financial statements of LIC Cards Services Limited ("the company" or "LIC CSL"), which comprise the Balance Sheet as at 31st March, 2022, the Statement of Profit and Loss for the year then ended, Cash Flow Statement for the year then ended and a summary of the significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March, 2022 and its Statement of Profit & Loss and Cash Flow Statement for the year ended on that date.

Basis for opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules there under, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.



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- Landline: 011-42448921; Handheld: +91-9654887723, +91- 9654111115
- Email: sheetal@spjca.in; sandeep@spjca.in Web: www.spjca.in
- Offices also at: Chandigarh, Ahmedabad, Mumbai, Hisar, Bathinda, Mansa and Ambala

Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

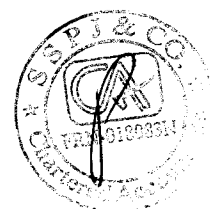
In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or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

Those Board of Directors are also responsible for overseeing the company's financial reporting process.

Auditor's Responsibility

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

A further description of the auditor's responsibilities for the audit of the financial statements is included in Annexure B. This description forms part of our auditor's report.



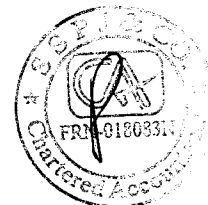
Emphasis of Matters

We draw attention to the following matters:

1. No system is in place in LIC Cards Services Limited regarding verification of "Income from spend on cards received from Axis Bank". Income from spend on cards accounts to major portion of total income of the company and contributes around 40% of "Revenue from operations" of the company. It has been regularly communicated to LIC cards Services Limited officials regarding setting up system to cross verify income from records of Axis Bank Limited. The same issue has also been raised by the team of Indian Audit and Accounts Department c/o the office of the principal director of Audit (Industry & Corporate Affairs) New Delhi in their report dated 15/Dec/2021.
2. LIC CSL is giving special awards to its staff members and Area Managers. Amount of special awards is authorized by the Chief Executive and there is no written policy for the same. It is recommended to draft a policy in this regard so that amounts given as special awards by company to its staff members are based on company policy.
3. LIC CSL has entered into an agreement with IDBI Intech Ltd. for the work of Website designing, development and hosting Services on Meity approved public cloud platform on quarterly subscription basis for the period of three years for an amount of Rs. 1,53,000 /- + GST per month without complying with CVC guidelines.

CVC Circular No. 06/07/18 dated 11.07.18 states that the award of contract/ procurement/ projects on nomination basis without adequate justification amounts to a restrictive practice eliminating competition, fairness and equity and award of contract on nomination basis can be resorted to only in exceptional circumstances and further reiterated its strict compliance. CVC Circular No. 15/5/06 dated 09.05.2006 also states that open tendering is the most preferred mode of tendering. Further, as per Rule 70 of GFR 2017, the Secretary of a Ministry/Department who is the Chief Accounting Authority of the Ministry/ Department shall ensure that the Ministry or Department follows the Government procurement procedure for execution of works, as well as for procurement of services and supplies, and implements it in a fair, equitable, transparent, competitive and cost-effective manner.

Scrutiny of records revealed that the Company awarded the work to M/s IDBI Intech Ltd on nomination basis without resorting to open tendering. Further, there was no justification on records that the awarded work is one kind of exceptional and rare in nature.



The same point has also been raised by the team of Indian Audit and Accounts Department c/o the office of the principal director of Audit (Industry & Corporate Affairs) New Delhi in their report dated 15/Dec/2021.

Other Matters

We draw attention the following matters: -

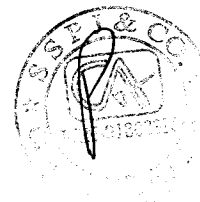
1. The company has an undue dependence on Axis Bank. Revenue from Axis Bank during the financial year 2021-22 is more the 90 percent of "Revenue from operations" of the company, whereas revenue from business with Union Bank of India and IDBI Bank put together accounts for only 2 percent of "Revenue from operations" of the company. Team of Indian Audit and Accounts Department c/o the office of the principal Director of Audit (Industry & Corporate Affairs) New Delhi has also raised the same concern in their report dated 15/Dec/2021.
2. TDS Recoverable for FY 2021-22 reflecting in books of accounts of the company is subject to reconciliation.

As per submission made to us, the company has not described any establishment as branch, hence no branch audit is applicable to it.

Opinion is not modified in respect of matters except mentioned above.

Report on Other Legal and Regulatory Requirements

1. Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the "**Annexure A**", a statement on the matters specified in paragraphs 3 and 4 of the said Order, to the extent applicable.
2. As required by Section 143 (3) of the Act, we report that:
 - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - (b) In our opinion, proper books of account as required by the law have been kept by the Company so far as it appears from our examination of those books.
 - (c) The Balance Sheet, the Statement of Profit and Loss and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.



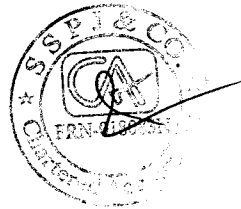
- (d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- (e) In our opinion there are no observations or comments on the financial transactions, which may have adverse effect on the functioning of the company.
- (f) On the basis of the written representations received from the directors as on March 31, 2022 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2022 from being appointed as a director in terms of Section 164 (2) of the Act.
- (g) Report on the Internal Financial Controls under clause (i) of sub section 3 of section 143 of the Companies Act, 2013 ("the Act") is given in 'Annexure B'.
- (h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company does not have any pending litigations which would impact its financial statements.
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - iii. There were no amounts that are required to be transferred to the Investor Education and Protection Fund by the Company
 - iv.
 - a. The management has represented that, to the best of it's knowledge and belief, other than as disclosed in the notes to the accounts, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the company to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
 - b. The management has represented, that, to the best of it's knowledge and belief, other than as disclosed in the notes to the accounts, no funds have been received by the company from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and
 - c. Based on such audit procedures that the auditor has considered reasonable and appropriate in the circumstances, nothing has come to their notice that has caused them to believe that the representations under sub-clause (i) and (ii) contain any material mis-statement.



- v. The company has not declared or paid any dividend during the year.
- vi. Report as per the Directions of C & AG, under section 143(5) of the Companies Act, 2013, is attached herewith in Annexure "C" to the Independent Auditors Report

For and on behalf of
SSPJ & CO.
Chartered Accountants
Firm Regn. No. 018083N

Place: Delhi
Date: 09-06-2022



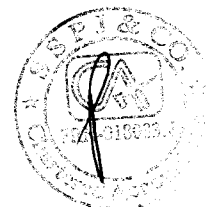
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Partner
M. No. 539753

UDIN: 22539753AKRQDG5938

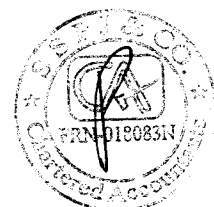
ANNEXURE A TO THE INDEPENDENT AUDITORS REPORT

(Referred to in paragraph 1 under Report on other Legal and Regulatory Requirements of our Report of even date to the members of LIC CARDS SERVICES LTD on the accounts of the company for the year ended March 31, 2022)

- 1)
 - a) The Company has maintained proper records showing full particulars, including quantitative details and situation of the Property, Plant and Equipment and intangible assets.
 - (b) The fixed assets have been physically verified by the management at the reasonable intervals.
 - (c) In our opinion and according to information and explanations given to us and on the basis of an examination of the records of the Company, the Company is not holding/owning any immovable properties.
 - (d) The company has not revalued its Property, Plant and Equipment (including Right of Use assets) or intangible assets or both during the year.
 - (e) No proceedings have been initiated or are pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder
- 2)
 - (a) The company is a service company and does not carry any inventories.
 - (b) the company has not been sanctioned working capital limits in excess of five crore rupees, in aggregate, from banks or financial institutions on the basis of security of current assets during any point of time of the year.
- 3) The company has not made investments in, provided any guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured to the companies, firms or any other parties.
- 4) The company has not granted any loans, investments, guarantees, and security covered u/s 185 and 186, therefore reporting under this clause is not required.



- 5) In our opinion and according to information and explanations given to us the company has not accepted any deposit from public and from the members.
- 6) Maintenance of cost record has not been specified by the Central Government under sub-section (1) of the section 148 of the Companies Act, 2013.
- 7) a) According to records of the company, the company, is regular in depositing with appropriate authorities, undisputed statutory dues including provident fund, employees' state insurance, income tax, sale tax, value added tax, wealth tax, custom duty, excise duty, service tax cess, Goods & Service Tax and other statutory dues applicable to it.
- b) According to information and explanations given to us, no undisputed amount payable in respect of income tax, wealth tax, sales tax, value added tax, service tax, custom duty and excise duty as at 31st March 2022 for a period of more than six months from the date they became payable.
- c) According to the records of the company, there are no dues of sales tax, income tax, custom tax/wealth tax, value added tax, service tax, excise duty/cess which have not been deposited on account of any dispute.
- 8) Based upon our audit procedures performed, there are no transactions which are not recorded in the books of accounts and surrendered or disclosed as income during the year in the tax assessments under the Income tax Act, 1961.
- 9)
- a) Based on our audit procedures and on the information and explanations given by the management, we are of the opinion that the company has not defaulted in repayment of loans or other borrowings or in the payment of interest thereon to any lender.
- b) the company is not a declared wilful defaulter by any bank or financial institution or other lender.
- c) No Term loans are there in the books of accounts of the company. Hence, application of loan is not applicable.
- d) funds raised on short term basis have not been utilised for long term purposes
- e) the company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, associates or joint ventures.
- f) the company has not raised loans during the year on the pledge of securities held in its subsidiaries, joint ventures or associate companies.



- 10) a) No money through IPO or further public offer (including debt instruments) has been raised by the company during the year. Hence no comments required on application.
- b) the company has not made any preferential allotment or private placement of shares or convertible debentures (fully, partially or optionally convertible) during the year
- 11) a) To the best of our knowledge and according to the information and explanations given to us, no fraud by the Company or no material fraud on the Company by its officers or employees has been noticed or reported during the year.
- b) No report under sub-section (12) of section 143 of the Companies Act has been filed by the auditors in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government.
- c) No whistle -blower complaints have been received during the year by the company.
- 12) The company is not a Nidhi Company,
- 13) All transactions with the related parties are in compliance with sections 177 and 188 of Companies Act 2013, wherever applicable and the details have been disclosed in the financial statements and notes to accounts etc. as required by the applicable accounting standards.
- 14) a) Based upon the audit procedure performed and information and explanations given by the management, the company has an internal audit system commensurate with the size and nature of its business.
- b) Internal audit of the company is conducted internally and the same has been considered for the period under audit.
- 15) The company has not entered into any non-cash transactions with directors or persons connected with them.
- 16) The company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.
- 17) The company has not incurred any cash losses in the financial year and in the immediately preceding financial year.
- 18) There has not been any resignation of the statutory auditors during the year



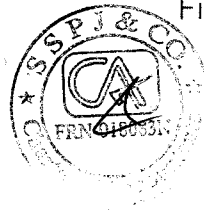
- 19) On the basis of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the financial statements, the auditor's knowledge of the Board of Directors and management plans, the auditor is of the opinion that no material uncertainty exists as on date of the audit report and that company is capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date.
- 20) a) As explained, there is no ongoing projects for which the company is required to transfer any unspent amount to a Fund specified in Schedule VII of the Companies Act within six months of the expiry of the financial year.
- b) No amount is remaining unspent under sub-section (5) of section 135 of the Companies Act, pursuant to any ongoing project, which is required to be transferred to special account in compliance with the provision of sub-section (6) of section 135 of the said Act;
- 21) Reporting on consolidated financial statements is not applicable in this case.

For and on behalf of

SSPJ & CO.

Chartered Accountants

Firm Reg. No. 018083N



parteeK Singla
CA ParteeK Singla

Partner

M.No. 539753

Place: Delhi

Date: 09-06-2022

ANNEXURE B TO THE INDEPENDENT AUDITOR'S REPORT OF EVEN DATE ON THE STANDALONE FINANCIAL STATEMENTS OF LIC CARDS SERVICES LIMITED

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

We have audited the internal financial controls over financial reporting of LIC CARDS SERVICES LIMITED ('the Company') as of March 31, 2022 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

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

Auditors' Responsibility

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

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



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

Meaning of Internal Financial Controls Over Financial Reporting

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

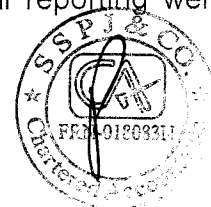
- (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;
- (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and
- (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

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

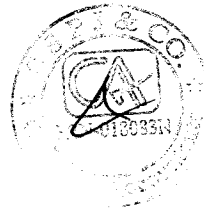
Opinion

In our opinion, to the best of our information and according to the explanations given to us, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were



operating effectively as at 31-Mar-2022, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Control Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For and on behalf of
SSP J & CO.
Chartered Accountants
Firm Reg. No. 018083N



parteek Singla
CA Parteek Singla
Partner
M.No. 539753

Place: Delhi

Date: 09-06-2022

ANNEXURE "C" TO THE INDEPENDENT AUDITOR'S REPORT OF EVEN DATE ON THE FINANCIAL STATEMENTS OF LIC CARDS SERVICES LIMITED FOR THE FINANCIAL YEAR 2021-22

Report as per the Directions of C & AG, under section 143 (5) of the Companies Act, 2013

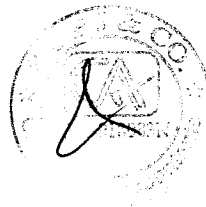
S. No.	Directions	Report
1	Whether the Company has system in place to process all the accounting transactions through IT system? If yes, the implications of processing of accounting transactions outside IT system on the integrity of the accounts along with the financial implications, if any, may be stated.	The books of accounts of company are maintained in TALLY.EPR9. However, the operational income is majorly billed based on figures received from Axis Bank and there is no mechanism in place to cross verify these figures. Axis Bank billing amounts are based on figures processed by third party IT system (i.e., Axis Bank IT System).
2	Whether there is any restructuring of an existing loan or cases of waiver/ write off of debts/loans/interest etc. made by a lender to the company due to the company's inability to repay the loan? If yes, the financial impact may be stated. Whether such cases are properly accounted for? (In case, lender is a government company, then this direction is also applicable for Statutory Auditor of lender company).	Not Applicable. There is no long term or short-term loans taken by the company. Hence question of any restructuring does not arise.



3.	Whether funds (grants/subsidy etc.) received/receivable for specific schemes from Central/State Government or its agencies were properly accounted for/utilized as per its term and conditions? List the cases of deviation.	Not Applicable. The company has not received any fund for any specific scheme from any Central/State Agencies.
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Place: Delhi

Date: 09-06-2022



For and on behalf of
S S P J & CO.
Chartered Accountants
Firm Reg. No. 018083N

parteeek Singla
CA Parteeek Singla
Partner
M. No. 539753



Compliance Certificate

We have conducted the audit of annual accounts of **LIC Cards Services Limited** for the year ended March 31, 2022 in accordance with the directions/sub-directions issued by the C&AG of India under Section 143(5) of the Companies Act, 2013 and certify that we have complied with all the Directions/Sub-directions issued to us.

For and on behalf of
S S P J & CO.
Chartered Accountants
Firm Reg. No. 018083N



parteeek Singla
CA Parteeek Singla
Partner
M.No. 539753

Place: Delhi

Date: 09-06-2022

-
- **Head Office:** 105, Roots Tower, Plot No. 7, Laxmi Nagar District Centre, Laxmi Nagar, Delhi-110092
 - Landline: 011-42448921; Handheld: +91-9654887723, +91-9654111115
 - Email: sheetal@spjca.in; sandeep@spjca.in Web: www.spjca.in
 - Offices also at: Chandigarh, Ahmedabad, Mumbai, Hisar, Bathinda, Mansa and Ambala



Corrigendum to the Independent Auditor's Report 2021-22

"Emphasis of Matters" paragraph in Independent Auditor's Report

which reads as;

1. No system is in place in LIC Cards Services Limited regarding verification of "Income from spend on cards received from Axis Bank". Income from spend on cards accounts to major portion of total income of the company and contributes around 40% of "Revenue from operations" of the company. It has been regularly communicated to LIC cards Services Limited officials regarding setting up system to cross verify income from records of Axis Bank Limited. The same issue has also been raised by the team of Indian Audit and Accounts Department c/o the office of the principal director of Audit (Industry & Corporate Affairs) New Delhi in their report dated 15/Dec/2021.
2. LIC CSL is giving special awards to its staff members and Area Managers. Amount of special awards is authorized by the Chief Executive and there is no written policy for the same. It is recommended to draft a policy in this regard so that amounts given as special awards by company to its staff members are based on company policy.
3. LIC CSL has entered into an agreement with IDBI Intech Ltd. for the work of Website designing, development and hosting Services on Meity approved public cloud platform on quarterly subscription basis for the period of three years for an amount of Rs. 1,53,000 /- + GST per month without complying with CVC guidelines.

CVC Circular No. 06/07/18 dated 11.07.18 states that the award of contract/ procurement/ projects on nomination basis without adequate justification amounts to a restrictive practice eliminating competition, fairness and equity and award of contract on nomination basis can be resorted to only in exceptional circumstances and further reiterated its strict compliance. CVC Circular No. 15/5/06 dated 09.05.2006 also states that open tendering is the most preferred mode of tendering. Further, as per Rule 70 of GFR 2017, the Secretary of a Ministry/Department who is the Chief Accounting Authority of the Ministry/ Department shall ensure that the Ministry or Department follows the Government procurement procedure for execution of works, as well as for procurement of services and supplies, and implements it in a fair, equitable, transparent, competitive and cost-effective manner.

Scrutiny of records revealed that the Company awarded the work to M/s IDBI Intech Ltd on nomination basis without resorting to open tendering. Further, there was no justification on records that the awarded work is one kind of exceptional and rare in nature.



The same point has also been raised by the team of Indian Audit and Accounts Department c/o the office of the principal director of Audit (Industry & Corporate Affairs) New Delhi in their report dated 15/Dec/2021.

Should be read as;

1. With reference to Note No. 8 of "Other Notes to Accounts", no system is in place in LIC Cards Services Limited regarding verification of "Income from spend on cards received from Axis Bank". Income from spend on cards accounts to major portion of total income of the company and contributes around 40% of "Revenue from operations" of the company. It has been regularly communicated to LIC cards Services Limited officials regarding setting up system to cross verify income from records of Axis Bank Limited. The same issue has also been raised by the team of Indian Audit and Accounts Department c/o the office of the principal director of Audit (Industry & Corporate Affairs) New Delhi in their report dated 15/Dec/2021.
2. With reference to Note No. 18 of "Other Notes to Accounts", LIC CSL is giving special awards to its staff members and Area Managers. Amount of special awards is authorized by the Chief Executive and there is no written policy for the same. It is recommended to draft a policy in this regard so that amounts given as special awards by company to its staff members are based on company policy.
3. ~~LIC CSL has entered into an agreement with IDBI Intech Ltd. for the work of Website designing, development and hosting Services on Meity approved public cloud platform on quarterly subscription basis for the period of three years for an amount of Rs. 1,53,000 /- + GST per month without complying with CVC guidelines.~~

~~CVC Circular No. 06/07/18 dated 11.07.18 states that the award of contract/ procurement/ projects on nomination basis without adequate justification amounts to a restrictive practice eliminating competition, fairness and equity and award of contract on nomination basis can be resorted to only in exceptional circumstances and further reiterated its strict compliance. CVC Circular No. 15/5/06 dated 09.05.2006 also states that open tendering is the most preferred mode of tendering. Further, as per Rule 70 of GFR 2017, the Secretary of a Ministry/Department who is the Chief Accounting Authority of the Ministry/ Department shall ensure that the Ministry or Department follows the Government procurement procedure for execution of works, as well as for procurement of services and supplies, and implements it in a fair, equitable, transparent, competitive and cost-effective manner.~~

~~Scrutiny of records revealed that the Company awarded the work to M/s IDBI Intech Ltd on nomination basis without resorting to open tendering. Further, there was no justification on records that the awarded work is one kind of exceptional and rare in nature.~~



~~The same point has also been raised by the team of Indian Audit and Accounts Department c/o the office of the principal director of Audit (Industry & Corporate Affairs) New Delhi in their report dated 15/Dec/2021.~~

“Opinion is not modified in respect of these matters”

“Other Matters” paragraph in Independent Auditor’s Report

Which reads as

1. The company has an undue dependence on Axis Bank. Revenue from Axis Bank during the financial year 2021-22 is more the 90 percent of “Revenue from operations” of the company, whereas revenue from business with Union Bank of India and IDBI Bank put together accounts for only 2 percent of “Revenue from operations” of the company. Team of Indian Audit and Accounts Department c/o the office of the principal Director of Audit (Industry & Corporate Affairs) New Delhi has also raised the same concern in their report dated 15/Dec/2021.
2. TDS Recoverable for FY 2021-22 reflecting in books of accounts of the company is subject to reconciliation.

As per submission made to us, the company has not described any establishment as branch, hence no branch audit is applicable to it.

Opinion is not modified in respect of matters except mentioned above.

Should be read as;

1. The company has an undue dependence on Axis Bank. Revenue from Axis Bank during the financial year 2021-22 is more the 90 percent of “Revenue from operations” of the company, whereas revenue from business with Union Bank of India and IDBI Bank put together accounts for only 2 percent of “Revenue from operations” of the company. Team of Indian Audit and Accounts Department c/o the office of the principal Director of Audit (Industry & Corporate Affairs) New Delhi has also raised the same concern in their report dated 15/Dec/2021.
2. TDS Recoverable for FY 2021-22 reflecting in books of accounts of the company is subject to reconciliation.



3. LIC CSL has entered into an agreement with IDBI Intech Ltd. for the work of Website designing, development and hosting Services on Meity approved public cloud platform on quarterly subscription basis for the period of three years for an amount of Rs. 1,53,000 /- + GST per month without complying with CVC guidelines.

CVC Circular No. 06/07/18 dated 11.07.18 states that the award of contract/ procurement/ projects on nomination basis without adequate justification amounts to a restrictive practice eliminating competition, fairness and equity and award of contract on nomination basis can be resorted to only in exceptional circumstances and further reiterated its strict compliance. CVC Circular No. 15/5/06 dated 09.05.2006 also states that open tendering is the most preferred mode of tendering. Further, as per Rule 70 of GFR 2017, the Secretary of a Ministry/Department who is the Chief Accounting Authority of the Ministry/ Department shall ensure that the Ministry or Department follows the Government procurement procedure for execution of works, as well as for procurement of services and supplies, and implements it in a fair, equitable, transparent, competitive and cost-effective manner.

Scrutiny of records revealed that the Company awarded the work to M/s IDBI Intech Ltd on nomination basis without resorting to open tendering. Further, there was no justification on records that the awarded work is one kind of exceptional and rare in nature.

The same point has also been raised by the team of Indian Audit and Accounts Department c/o the office of the principal director of Audit (Industry & Corporate Affairs) New Delhi in their report dated 15/Dec/2021.

As per submission made to us, the company has not described any establishment as branch, hence no branch audit is applicable to it.

Opinion is not modified in respect of these matters.

This corrigendum has no material impact on our Independent Audit Report.

For and on behalf of

S S P J & CO.

Chartered Accountants
Firm Reg. No. 018083N

Parteek Singla

CA Parteek Singla
Partner
M.No. 539753



Place: Delhi
Date: **31/08/2022**

CORRIGENDUM TO ANNUAL REPORT F.Y. 2021-22

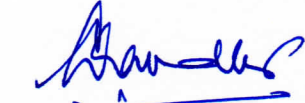
Disclosure/information not included in Annual Report for the year ended 31st March 2022.

Reference: - Note-9 "Current Investment"

Market Value of LIC Nomura MF Liquid fund (Quoted) as on 31st March 2022 is **Rs. 1,02,60,687.51/-**.

This corrigendum has no material impact on our Financial Statements for the year ending 31st March 2022.

For LIC Cards Services Ltd.



Chief Executive

Date: 31st August 2022

Place: Delhi



CIN: U65100DL2008PLC184790

Jeevan Prakash Building, 6th Floor, 25, K. G. Marg, New Delhi-01

Tel: 28844292 Fax: 23324683 E-mail: lic-creditcard@licindia.com Website: www.liccards.co.in



**OFFICE OF THE COMPTROLLER AND AUDITOR GENERAL OF INDIA
10, BAHADUR SHAH ZAFAR MARG, NEW DELHI - 110 124**

No./CA. V/ COY/CENTRAL GOVERNMENT,LCCSL(1)/658

Dated :01/09/2022

To
THE MANAGING DIRECTOR
LIC CARDS SERVICES LIMITED
6TH FLOOR, JEEVAN PRAKASH BUILDING, 25 KG MARG, NEW DELHI
NEW DELHI-110001

Subject : Appointment of Auditors under section 139 of the Companies Act, 2013 for the financial year
2022-2023

Sir/Madam,

I am directed to state that in exercise of the powers conferred by section 139 of the Companies Act 2013, the Comptroller and Auditor General of India is pleased to appoint the Chartered Accountant firms/Limited Liability Partnerships [As per Annexure - II](#) as the Statutory/Joint Statutory/ Branch Auditors of the company for the year(s) : 2022-2023. Statutory/Joint Statutory Auditor (s) of holding company shall also be the auditors of Consolidated Financial Statements under section 139 read with section 129(4) of the Companies Act, 2013.

2. You are requested to contact the concerned auditors individually under intimation to this office

3. The supplementary/test audit under sections 143 (6) & (7) of the Companies Act, 2013 of your company is entrusted to
PRINCIPAL DIRECTOR OF AUDIT (INDUSTRY AND CORPORATE AFFAIRS)
I P ESTATE
NEW DELHI-110002

4 . The remuneration and other allowances payable to the auditors may be regulated as per the provisions of section 142 of the Companies Act 2013 read with guidelines issued by the Department of Company Affairs vide no. 7/76 dated 8th April, 1976 and no. 8/6/83 dated 07th June, 1984.

5. The audit fees paid/payable to the auditors as intimated by the Company has been indicated in Annexure-II. Any revision in the audit fees payable (including fees for consolidation) for the year 2022-2023 and item-wise details of all remuneration paid to the auditors for other services (other than statutory audit) alongwith the amount of TA/DA paid for 2021-2022 may be intimated.

The said information may be provided as soon as the Accounts for the year 2021-2022 is finalised so as to enable this office to review the appointment/ re-appointment of the appointed auditors.

6. The above appointment is subject to the other conditions stipulated in Annexure-I(available on the CAG's website <http://care.cag.gov.in/policy/terms.pdf>).

Yours faithfully,

(Rajesh Rajpal)
Sr. Administrative Officer

Phone : 011-23509240 Fax : 91-11-23237730, 91-11-23509241 E-mail : saoca5@cag.gov.in,
sao2ca5@cag.gov.in

ANNEXURE - I I

LIST OF CHARTERED ACCOUNTANT FIRMS FOR THE YEAR 2022-2023

Sl. No.	Firm Name	PSU Code / Unit Code	Station	Audit Details	Fees per annum in Rs (As intimated by the PSU)
STATUTORY AUDITOR					
1	S S P J & CO (DE2910) 105, ROOTS TOWER PLOT NO 7, DISTRICT CENTRE LAXMI NAGAR, DELHI DELHI NEW DELHI - 110092,DELHI	LCCSL ST AR (4)	NEW DELHI		75000

Any change/revision in the audit fee payable to each of the auditor (s) mentioned above should be immediately intimated to this office for record and reference as the selection of auditors is based on the audit fees paid/payable.
