



IFCI Venture Capital Funds Ltd.

IFCI Tower, 61 Nehru Place,
New Delhi-110019

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Website : www.ifciventure.com

CIN : U65993DL1988GOI030284

May 17, 2016

BSE Limited
Department of Corporate Services,
1st Floor, New Trading Ring,
Rotunda Building, P J Towers, Dalal Street,
Mumbai 400001

Dear Sir/ Madam

Sub: Submission of Financial Results for the Half Year/ Year Ended March 31, 2017

In terms of circular no. DCS/COMP/28/2016-17 dated March 30, 2017 issued by BSE Ltd (BSE), we are enclosing herewith, audited Financial Results of IFCI Venture Capital Funds Limited (the Company) for the Half Year/ Year Ended March 31, 2017. The above Financial Results were approved by the Board of Directors at their meeting held on May 17, 2017. The Audit Report on the Financial Results for the Financial Year 2016-17, duly signed by the Statutory Auditors of the Company is also enclosed.

You are requested to kindly take the same on record and acknowledge the receipt.

Thanking you.

Yours faithfully

For IFCI Venture Capital Funds Limited

Mukesh Girdhar
Company Secretary

Annexure II to Listing Agreement for Debt Securities

CIN: U65993DL1988GOI030284

PARTICULARS	6 Months ended	Corresponding 6 Months ended in previous Year	Year to Date Figures for the Current Period Ended	Previous Accounting Year ended
	31.03.2017	31.03.2016	31.03.2017	31.03.2016
	Unaudited*	Unaudited*	Audited	Audited

STATEMENT OF FINANCIAL RESULTS FOR THE HALF YEAR/ FINANCIAL YEAR ENDED MARCH 31, 2017

1. Interest earned (a)+(b)+(c)+(d)	4391,85,070	5027,38,007	9409,07,442	9307,77,691
(a) Interest/disc. on advances/ bills	3624,21,392	4279,68,174	7788,06,958	7455,93,192
(b) Income on investments	272,95,814	262,00,347	520,99,562	676,48,081
(c) Interest on balances with Reserve Bank of India and other inter bank funds				
(d) Others	494,67,864	485,69,486	1100,00,922	1175,36,418
2. Other Income	19,30,434	1,27,311	20,81,382	2,52,799
3. Total Income (1+2)	4411,15,504	5028,65,318	9429,88,824	9310,30,490
4. Interest Expended	2667,35,469	2459,83,579	5467,85,425	4646,40,347
5. Operating Expenses (i)+(ii)	354,70,558	423,12,095	658,71,079	727,99,680
(i) Employees cost	206,64,348	209,36,041	379,50,463	378,89,457
(ii) Other operating expenses (All items exceeding 10% of the total expenditure excluding interest expenditure may be shown separately)	67,45,022	138,48,308	119,42,119	216,80,655
(iii) Rent Paid	80,61,188	75,27,746	159,78,497	132,29,568
6. Total Expenditure ((4+5) excluding provisions and contingencies	3022,06,027	2882,95,674	6126,56,505	5374,40,027
7. Operating Profit before Provisions and Contingencies (3-6)	1389,09,477	2145,69,644	3303,32,319	3935,90,463
8. Provisions (other than tax) and Contingencies	377,81,945	847,29,975	526,96,560	915,58,735
9. Exceptional Items				
10. Profit (+)/ Loss (-) from Ordinary Activities before tax (7-8-9)	1011,27,532	1298,39,669	2776,35,759	3020,31,728
11. Tax expense	250,60,468	429,42,702	824,97,799	939,46,617
12. Net Profit(+)/ Loss(-) from Ordinary Activities after tax (10-11)	760,67,064	868,96,968	1951,37,960	2080,85,111
13. Extraordinary items (net of tax expense)	0	0	0	0
14. Net Profit (+)/ Loss (-) for the period (12-13)	760,67,064	868,96,968	1951,37,960	2080,85,111
15. Paid-up equity share capital (Face Value of Rs. 10 each)	6037,10,080	6037,10,080	6037,10,080	6037,10,080
16. Reserves excluding Revaluation Reserves (as per balance sheet of previous accounting year)	15740,06,899	13161,06,077	15740,06,899	14515,30,063
17. Analytical Ratios				
(i) Capital Adequacy Ratio (%)	28.17	27.78	28.17	27.78
(ii) Earnings Per Share (EPS)	1.26	1.50	3.23	3.51
18) NPA Ratios:				
a) Net NPA	8378,71,137	5386,59,231	8378,71,137	5386,59,231
b) % of Net NPA	13.47%	8.95%	13.47%	8.95%
c) Return on Assets	1.02%	1.18%	2.61%	2.82%
19) Debt Equity Ratio	2.28	2.45	2.28	2.45
20) Net Worth	21777,16,979	20552,40,143	21777,16,979	20552,40,143

Notes:

- The above result have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on May 17, 2017.
- The Non-Convertible Bonds of the Company as on 31st March, 2017 is aggregating to Rs. 177.60 crore.
- The Company has retained its credit rating of "CARE BBB+" by Credit Analysis & Research Ltd. and "BWR A- (SO)" from Brickwork Rating for the year 2016-17.
- The details of Non-Convertible Bonds are as follows:

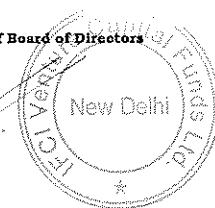
Redeemable Taxable Non-Convertible Bonds	Amount (Rs. crore)	Previous Due Date		Next Due Date
		Interest	Principal	Interest
200 Bonds of Rs. 10,00,000 each - Secured	20.00	10th Oct., 2016	-	10th Oct., 2017
1510 Bonds of Rs. 1,00,000 each - Unsecured	15.10	18th Feb., 2017	-	18th Feb., 2018
6420 Bonds of Rs. 1,00,000 each - Unsecured	64.20	15th Sep., 2016	-	15th Sep., 2017
783 Bonds of Rs. 10,00,000 each - Secured	78.30	24th Jan., 2017	-	24th Jan., 2018

The company has paid all the interest date on or before due date.

- Employee cost under operating expenses include all form of consideration given to employees for exchange of services including gratuity and other retirement benefits
- Previous period figures have been re-grouped wherever necessary.

For and on behalf of Board of Directors

Deepak Mishra
Managing Director
DIN 05245002



Date : May 17, 2017
Place : New Delhi

INDEPENDENT AUDITOR'S REPORT

To the Members of
IFCI VENTURE CAPITAL FUNDS LIMITED

Report on the Financial Statements

We have audited the accompanying financial statements of **IFCI VENTURE CAPITAL FUNDS LIMITED** ("the Company"), which comprise the Balance Sheet, as at March 31, 2017, the Statement of Profit and Loss, the Cash Flow Statement for the year then ended, and a summary of the significant accounting policies and other explanatory information.

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) Rule, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding 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.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We have taken into account the provisions of the act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the rules made thereunder.

We conducted our audit in accordance with the Standards on Auditing issued under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.



(Contd.....2)

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. 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. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.

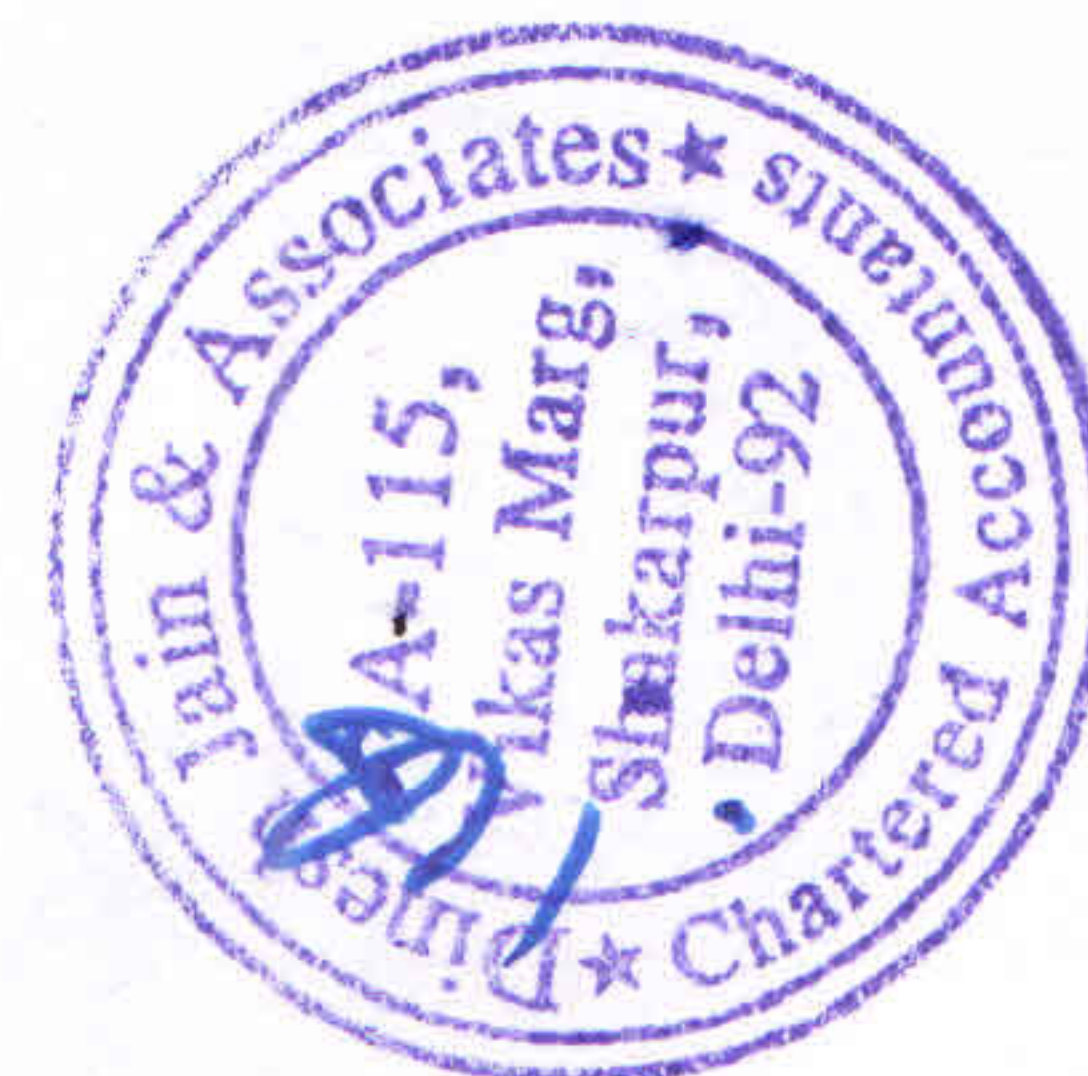
We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Financial Statements.

Opinion

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, 2017 and its profit and its cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("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 Order.
2. As required by Section 143(3) of the Act, we report that:
 - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit.
 - b) In our opinion, proper books of account as required by law have been kept by the Company so far as appears from our examination of those books.
 - c) As per the information and explanations given to us, the company has no branch office. Hence no requirement to consider report of branch auditor and dealt with it in preparing our report
 - d) 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;
 - e) 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;



(Contd.....3)

- f) In our opinion, there is no such observation which may have adverse effect on the functioning of the company.
- g) On the basis of the written representation received from the directors as on 31st March, 2017 taken on record by the board of directors, none of the directors is disqualified as on 31st March, 2017 from being appointed as a director in terms of section 164 (2) of the Act.
- h) There is no qualification, reservation or adverse remark relating to the maintenance of accounts and other matters connected therewith.
- i) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in "Annexure -B"; and
- j) With respect to the other matters to be included in the Auditor's Report in accordance with rule 11 of 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 position.
 - 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 which were required to be transferred to the Investor Education and Protection Fund by the company.
 - iv) The Company has provided requisite disclosures in its financial statements as to holdings as well as dealings in specified bank notes during the period from 8th November, 2016 to 30th December, 2016 and these details are in accordance with the books of accounts maintained by the company.

3. As per the directions / sub-directions issued by C&AG of India under section 143(5) of the Companies Act, 2013 we report that :-

Directions

- 1) The Company does not have any freehold or leasehold land therefore, this clause is not applicable on the company.
- 2) There is no case of waiver/ write off of debtors/ loans/ interest etc. during the year.
- 3) The company is engaged in NBFC business, therefore the clause regarding maintenance of inventories lying with third parties is not applicable. No assets have been received as gift / grant(s) from the Govt. or other authorities.



(Contd.....4)

Sub-Directions

- 1) The titles of ownership of all investments whether in physical form or demat form are tallied with the amounts shown in the Company's books of accounts..

PLACE: DELHI
DATED: 17/05/2017



For DINESH JAIN & ASSOCIATES
CHARTERED ACCOUNTANTS
Firm Regn. No: 004885 N


(D. K. JAIN) FCA
PARTNER
M.No. 082033

ANNEXURE – A TO THE AUDITOR'S REPORT

For the Annexure referred to in paragraph 1 of the Our Report on Other Legal and Regulatory Requirements of even date to the Members of **IFCI VENTURE CAPITAL FUNDS LIMITED** for the year ended 31st March, 2017; we report that:

- (i) a) The Company has maintained proper records to show full particulars including quantitative details and situation of fixed assts.
- b) The Fixed Assets have been physically verified by the management at reasonable intervals. Accordingly to the information and explanation given to us, no material discrepancies were noticed on such verification.
- c) The company does not own any immovable property therefore this clause is not applicable on the company.
- (ii) The company is engaged in NBFC business, therefore the clause regarding maintenance of inventories is not applicable.
- (iii) The Company has not granted any loans, secured or unsecured to companies, firms, limited liability partnerships or other parties covered in the register maintained under section 189 of the Companies Act, 2013.
- (iv) The company has not granted any loan to director of the company or any other person in whom director is interested as per section 185 of Companies Act, 2013. In respect of other loans and investments made by the company the provisions of section 186 of the Companies Act, 2013 wherever applicable have been complied with.
- (v) The Company has not accepted any deposits during the year under section 73 to 76 or any other relevant provisions of the Companies Act, 2013 and the rules made there under.
- (vi) According to Information and explanation given to us, the Central Government has not prescribed the maintenance of cost records under sub-section (1) of Section 148 of the Companies Act, 2013 in respect of business carried out by the Company.
- (vii) (a) According to the records of the company, the company is regular in depositing with appropriate authorities undisputed statutory dues including Provident Fund, Income-Tax, Service tax and any other statutory dues. Further, as explained to us, no undisputed amounts payable in respect of statutory dues were outstanding, as at 31st March, 2017, for a period of more than six months from the date they became payable.
- (b) According to the records of the company, there are no dues of Income Tax, Provident Fund and Service tax which have not been deposited on account of any dispute.
- (viii) 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 dues to a financial institution, bank, Government or dues to debenture holders.



(Contd.....2)

- (ix) Based on our audit procedures and on the information and explanations given by the management, the company has not raised money by way of initial public offer or further public offer (including debt instruments) and term loans raised were applied for the purposes for which those are raised.
- (x) During the course of our examination of the books and records of the company carried out in accordance with generally accepted practices, in India, we have neither come across any instance of fraud on or by the company nor, the company noticed and reported any such case during the year, and accordingly the company has not informed any of such case.
- (xi) Based on our audit procedures and on the information and explanations obtained during the course of audit, we are of the opinion that managerial remuneration has been paid or provided in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Companies Act.
- (xii) The company is not a Nidhi Company therefore this clause is not applicable.
- (xiii) According to Information and explanation given to us, all transactions with the related parties are in compliance with sections 177 and 188 of Companies Act, 2013 where applicable and the details have been disclosed in the Financial Statements etc. as required by the applicable accounting standards.
- (xiv) According to Information and explanation given to us, the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review and therefore this clause is not applicable.
- (xv) According to Information and explanation given to us, the company has not entered into any non-cash transactions with directors or persons connected with him.
- (xvi) The company is engaged in NBFC business required to be registered under section 45-IA of the Reserve Bank of India Act, 1934 and registration has been obtained by the Company.

PLACE: DELHI
DATED: 17/05/2017



For DINESH JAIN & ASSOCIATES
CHARTERED ACCOUNTANTS
Firm Regn. No: 004885 N

A handwritten signature in blue ink, appearing to be "D. K. Jain", written over a horizontal line.

(D. K. JAIN) FCA
PARTNER
M.No. 082033

ANNEXURE – B TO THE INDEPENDENT AUDITOR'S REPORT OF EVEN DATE ON THE FINANCIAL STATEMENTS OF IFCI VENTURE CAPITAL FUNDS 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 **IFCI VENTURE CAPITAL FUNDS LIMITED** ("the Company") as of 31st March, 2017 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India ('ICAI'). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to 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 Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. 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 judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

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



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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 authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls 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, 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 31st March, 2017, 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.

PLACE: DELHI
DATED: 17/05/2017



For DINESH JAIN & ASSOCIATES
CHARTERED ACCOUNTANTS
Firm Regn. No: 004885 N

A handwritten signature in blue ink, appearing to be "D. K. Jain".

(D. K. JAIN) FCA
PARTNER
M.No. 082033