

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 10,000 Nil			1,000,000 10,000 Nil	
	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:					
	Fully paid up pursuant to contract(s) without payment being received in cash	2021	2020	2019	2018	2017
	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 99.9994%			999,994 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	10,307.83	9,856.36
		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	-	0.02
		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	1,934.44	1,879.86
		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	556.40	499.18
		69,658.18	29,081.33

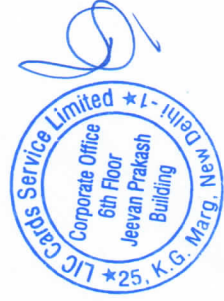
<p>For SSPJ & Co. Chartered Accountants Firm Reg No. 018083N</p> <p><i>Parteck Singla</i> CA Parteck Singla (Partner) M. No. 539753 Place : New Delhi Date: <u>09/06/2022</u></p> 	<p>For LIC Cards Services Limited</p> <p><i>M R Kumar</i> Chairperson (M R Kumar) DIN- 03628755 Place: Date:</p> <p><i>B C 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



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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.



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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



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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.



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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



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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) In case 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.



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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.



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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.

