



RBiH



ANNUAL REPORT 2022-2023



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Board meeting of RBIH
11th November, 2022 in Chennai



Board meeting of RBIH
13th February, 2023 in Hyderabad

RBIH JOURNEY SO FAR

2020

AUG
2020

Announcement of
setting up of RBIH by
Hon'ble Governor of RBI

Announcement of the
Governing Council that became
the Board of RBIH after the
incorporation of the company

NOV
2020

MAR
2021

Incorporation of RBIH
under Section-8 of the
Companies Act

Appointment of
Mr. Rajesh Bansal
as the **CEO of RBIH**

MAY
2021

AUG
2021

Conducted **CKYC**
Round-Table (RT) with
stakeholders

Conceptualisation of
end-to-end KCC
Digitalisation Project

SEP
2021

OCT
2021

Conducted **KCC Field**
Study in Tamil Nadu
and Karnataka

(1) **Establishment of**
headquarters in Bengaluru
(2) Conceptualisation of the
project on **Interoperable DLT**

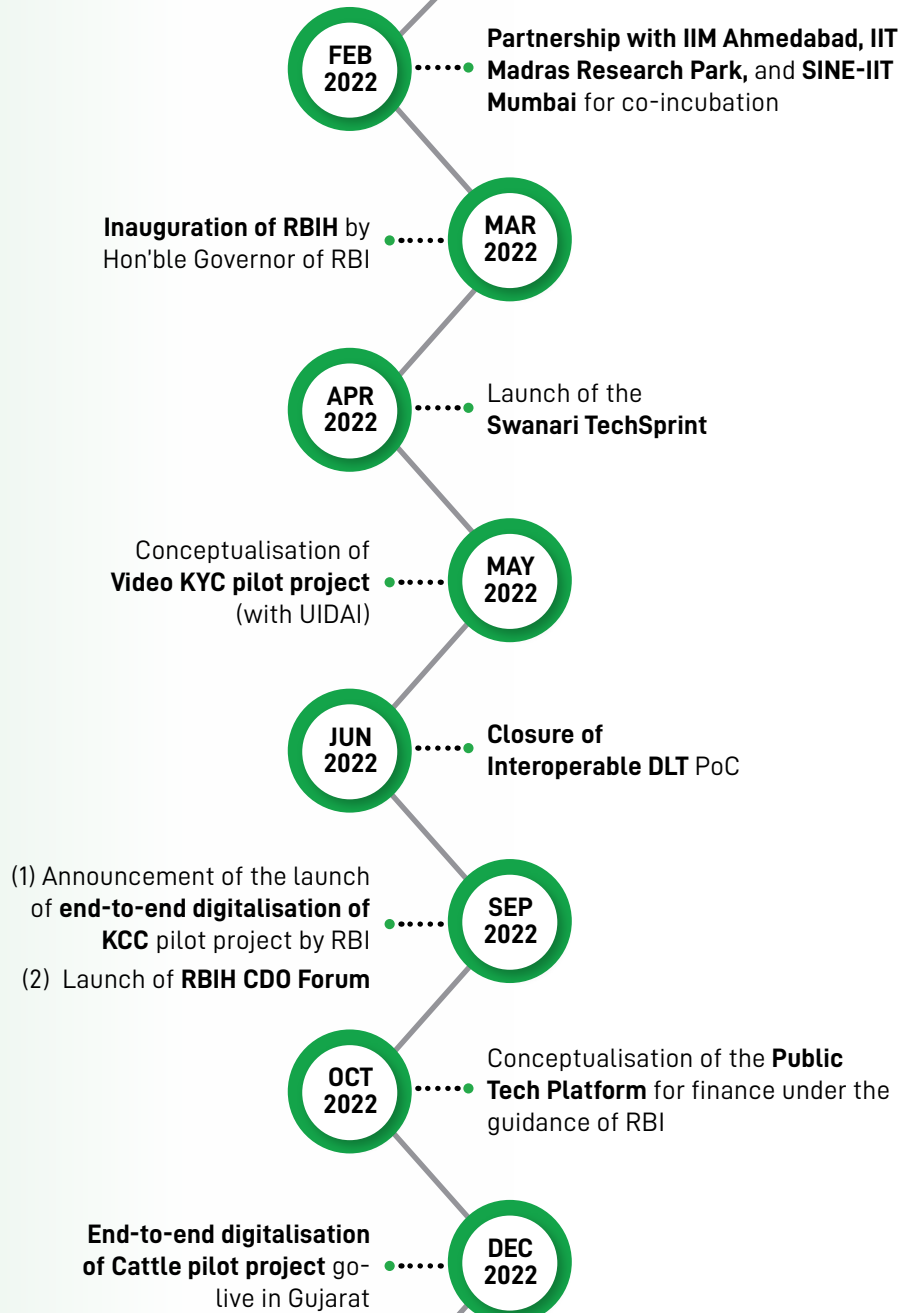
NOV
2021

DEC
2021

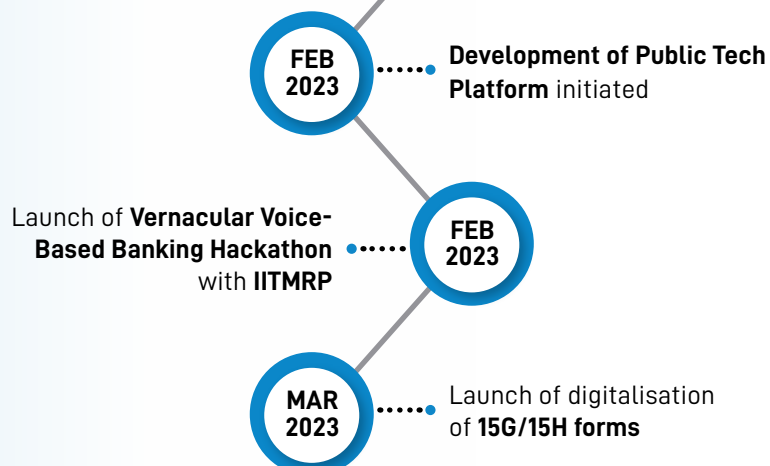
Approval of **RBIH**
Strategy by the Board

2021

2022



2023



DIRECTORS' REPORT



BOARD OF DIRECTORS



**Shri Senapathy "Kris"
Gopalakrishnan**

Chairman, Axilor Ventures,
Co-founder, Infosys



**Shri Ajay Kumar
Choudhary**

Executive Director,
Reserve Bank of India



**Prof. Ashok
Jhunjunwala**

Professor, IIT Madras



Shri Gopal Srinivasan

Chairman,
TVS Capital Funds Private Limited



Shri. A. P. Hota

Part Time Chairman &
Independent Director, Federal
Bank, Former Managing Director
& Chief Executive Officer,
National Payments
Corporation of India



Shri. D. Janakiram

Director of The Institute for
Development & Research
in Banking Technology (IDRBT)



Prof. H. Krishnamurthy

Former Chief Research
Scientist,
Indian Institute of Science,
Bengaluru



**Shri Mrutyunjay
Mahapatra**

Former Managing Director &
Chief Executive Officer,
Syndicate Bank



Shri Shailendra Trivedi

Chief General Manager,
Reserve Bank of India,
Department of Information
Technology



Shri Rajesh Bansal

Chief Executive Officer,
Reserve Bank Innovation Hub

LEADERSHIP TEAM



Shri Rajesh Bansal

Chief Executive Officer,
Reserve Bank Innovation Hub



Shri Gopal Natarajan

Chief Administrative Officer,
Reserve Bank Innovation Hub



Shri Rakesh Ranjan

Chief Digital Officer,
Reserve Bank Innovation Hub

**To,
The Members,**

Your directors have the pleasure of presenting you the 2nd Annual Report together with the Audited Financial Statement for the year ended 31st March, 2023.

I. Financial summary and highlights

(In ₹)
(In Lakhs)

Particulars	Current year FY 2022-23	Previous year FY 2021-22 (23rd March 2021 to 31st March 2022)
Total Income	518.41	367.58
Total Expenditure	952.56	442.76
Profit / (Loss) Before Tax	(434.15)	(75.18)
Deferred Tax Expenses	108.97	18.92
Net Profit after Tax	(325.18)	(56.26)

II. General information about the company and state of the company's affairs

Over the course of the last year, RBIH has made significant strides towards its goal of enabling frictionless finance for a billion Indians. The 2022-23 period saw the launch of several initiatives and pilots, a marked increase in our team strength, and so much more.

2022-2023 YEAR AT A GLANCE

FIRST-OF-A-KIND PILOTS



End-to-end digitalisation of KCC

Unlocking value of land records



End-to-end digitalisation of Cattle Finance

Leveraging dairy ERP data



Interoperable DLT - demonstrated

Collaborating with 19 ecosystem players



Standardising of video KYC processes

Using UIDAI's face match framework

WORKING GROUPS & EVENTS



Launch of **CDO forum**



Launch of **AAA working group**



Conducted first Swanari event

OUR PEOPLE



Increased team strength by **100%**



Launched **RBIH fellowship programme**

THOUGHT LEADERSHIP



FinWrap



PE-VC report



Opinion pieces in leading publications



Whitepaper

STAKEHOLDER CONSULTATIONS



2500+ stakeholder consultations across the ecosystem

FRICITIONLESS FINANCE FOR A BILLION INDIANS

At RBIH, we are committed to ensuring that our work impacts every Indian. Our mission is to enable frictionless finance for a billion Indians. This mission is supported by the three pillars of innovation - process, products and policy. Our program areas, namely Emerging Technologies, Technology for the Next Half Billion, Gender & Finance, and Incubation are pathways that converge towards our mission.

As we step into a digital-first world, we recognise the potential of emerging

technologies to foster innovation that enhances efficiency and speed of execution.

Through a well thought-out process, we also focus on incubating startups and fintechs that are working to tackle challenges at an all-India scale. In addition, we collaborate with academic institutions and industry experts to give the startup ecosystem the support it needs to ensure sustained success.

These two facets - technology and collaboration - form the foundation of everything we do here at RBIH. Our second year of operations has further cemented our identity as a first of its kind innovation hub in the

Indian financial ecosystem. The next few sections of the annual report will give you a glimpse of some of the key activities from April 2022 to March 2023.

“

AS WE STEP INTO A DIGITAL-FIRST WORLD, WE RECOGNISE THE POTENTIAL OF EMERGING TECHNOLOGIES TO FOSTER INNOVATION THAT ENHANCES EFFICIENCY AND SPEED OF EXECUTION.



RBIH PROJECTS

Digitalisation of rural finance in India

End-to-end digitalisation of Kisan Credit Card (KCC)

Access to frictionless finance for rural India will be a step forward for economic inclusion at scale, helping meet credit requirements of agriculture and allied industries. Kisan Credit Card (KCC) Scheme has been the predominant mode of formal financing for farmers in India. Over the years, significant improvements have been made in the scheme which has led to an increase in its uptake.

RBIH team conducted desk research and field research to identify problems, if any, being faced by the small and marginal farmers in availing credit through the KCC scheme. The study found the the following key issues:

- Largely paper-based process,
- High Turn Around Time (TAT) of upto 2-4 weeks, and
- Upto 5% additional costs (for a loan of 1 lakh) for the farmer towards documentation.

The end-to-end KCC Digitalisation Project seeks to to reduce the loan disbursement time by adopting a straight through digital process that leverages India's Digital Public Infrastructure. It eliminates paper-based documentation, leverages APIs for land ownership verification, minimises assessment time through automation and uses e-sign for loan agreement.

Pilot projects were launched in partnership with banks in Madhya Pradesh and Tamil Nadu. These pilot projects have scaled up, to several districts through our banking partners, Union Bank of India and Federal Bank. During the pilot projects, farmers have expressed their satisfaction with the end-to-end digitalisation of the KCC scheme owing to timely credit access and reduction in additional costs. The project is expected to be implemented across more states during the coming year.

The end to end digitalisation of KCC project is expected to widen and deepen agri-credit for small and marginal farmers.

120
million
farmers



Paperless
process



Elimination of
additional costs
borne by farmer



Reduction in
application TAT from
3-4 weeks to less
than 1 hour



Widening and
deepening of agri-
credit for small and
marginal farmers



KCC project field visit to Krishnagiri district, Tamil Nadu in August 2022

End-to-end digitalisation of cattle finance

India is the world's leading producer of milk and continues to register a healthy annual growth year-on-year. Dairy farmers depend on livestock for milk production, and for allied activities they also require access to finance to purchase livestock. The existing process of availing a fresh cattle loan had high costs borne by farmers, multiple documentation and

physical verification, and high turn around time of 2-3 weeks.

The RBIH initiative seeks to streamline the process of obtaining loans for cattle through end-to-end digitalisation, thereby enabling seamless access to credit. In the pilot undertaken by RBIH, a process innovation was introduced by

unlocking milk pouring data from milk federations to help disburse loans. Currently, the pilot has been undertaken in partnership with HDFC Bank and Federal Bank in Gujarat.



Paperless and streamlined application



Reduction in application TAT from 2-3 weeks to few minutes



Elimination of additional costs borne by farmers



Cattle Finance project on-boarding at Mehsana district, Gujarat in December 2022

Leveraging emerging technology at scale

Interoperable DLT pilot project

Distributed ledger technology (DLT) refers to the protocols and supporting infrastructure that allow computers in different locations to propose and validate transactions and update records in a synchronised way across a network (BIS, 2017). While such protocols are not new, what makes DLT unique is that these networks of databases can operate smoothly and securely without necessarily being controlled and administered by a central party that is known to and trusted by every participant.

While leveraging DLT to address pressing issues in the global banking sector is a well-documented idea, the lack of credible PoC has eluded application at scale. RBIH's Interoperable DLT pilot project brought together fintechs, banks, and fabric-layer partners to work towards a Proof of Concept (PoC) for the introduction of an interoperable DLT solution. The use case for this project was issuance of Letters of Credit (LC).

Based on the insights from the PoC, a working group was constituted, consisting of participants from member banks of Indian Banks' Blockchain Infrastructure Company (IBBIC) Pvt Ltd. Going forward, the RBIH team will work closely with IBBIC to develop frameworks and governance models for other use cases of DLT.



First of its kind attempt in Indian financial sector



Across three fabric layers



Leveraging WEAVR Protocol



RBIH Interoperable DLT PoC workshop participants in May 2022

Video KYC project

In May 2021, the Reserve Bank of India (RBI) revised its Know Your Customer (KYC) guidelines to facilitate the on-boarding of new customers by leveraging Video-based KYC. The aforementioned guidelines also provisioned for use of Artificial Intelligence for ensuring a robust Video-based KYC process.

RBIH conducted an internal study titled '**Video-Based Customer Identification Process (V-CIP): Way forward towards a 100% Presence-less and Paperless KYC**' which was a gap analysis of the existing

Video-based KYC process. The study identified several areas of improvement to the current process flow. Recommendations from the study were modelled into a process-flow and industry partners were onboarded for a pilot project. The first phase of the pilot project focused on replacing custom and proprietary face-matching algorithms used for Video-based KYC with the Aadhaar face authentication framework as a standard authentication and liveness test framework.

A pilot project is currently underway with a leading Indian private bank. The second phase of the project will focus on leveraging the capabilities of emerging technology - more specifically, Artificial Intelligence (AI) - to address issues of high waiting times owing to agent unavailability, lack of multilingual agent support, and higher operational costs.



Leveraging omnichannel approach

Digitalisation of 15H/15G forms

At the beginning of every financial year, citizens queue up in their bank branches to submit 15G/15H forms which inform the bank that it should not deduct tax on interest income as their income is below the basic exemption limit. A large majority of these are senior citizens who are not conversant with internet/mobile banking tools.

RBIIH worked closely with Partner Banks viz., Canara Bank, Union Bank of India, Karnataka Bank, City Union Bank to identify the problem, deliberated over potential solutions and then conceptualised and created a blueprint to address the above issue. The proposed solution leveraged omnichannel solutions that were familiar to our senior

citizens such as SMS and messaging applications.

Senior citizens can now easily submit their tax waiver forms through these channels. This process innovation is expected to reduce the strain on senior citizens as it allows them to file their forms from the convenience of their homes.



Increased convenience for senior citizens



Omnichannel form submission



Reduction in time taken for form submission



Enabling frictionless finance for every woman in India

Swanari project

RBIH's Swanari program, has the mission of enabling "Frictionless Finance for Every Woman in India". Through this program, we propose to impact over 45 crore women across different segments including - women-owned MSMEs, Self-Help Groups (SHGs), women street vendors, women banking correspondents, and women fintech entrepreneurs to name a few.

As a part of the Swanari program, a Techsprint was conducted in April 2022. Through this initiative, RBIH aimed to leverage the power of technology to encourage financial services ecosystem partners to

create and produce smart, creative, and sustainable solutions for the underserved, low-and middle-income (LMI) women and women-owned enterprises. Some winning solutions from this Techsprint are now being tested in the the market through POCs and pilot programs with leading Public and Private Sector Banks.

Some of the pilot projects currently been explored under the Swanari initiative are:

- End to end digitization to eliminate frictions and reduce turn-around times in the self-help group lending journey
- Digitisation of the lending journey to ease access to working capital loans for women street vendors
- A Frictionless Digital Savings product aimed at Rural Women



FOSTERING COLLABORATION AND BUILDING BRIDGES

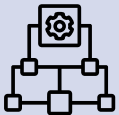
Working groups

We believe in collaboration with industry partners to ensure that we devise relevant solutions to industry-wide challenges. To this end, we convene working groups with different sets of stakeholders. This section provides a summary of these working groups:

Chief Digital Officer (CDO) forum

CDOs have been at the forefront of innovation in the banking sector. RBIH conceptualised the idea of a forum where CDOs can come together to create shared value for key stakeholders of the financial services ecosystem.

Some of the major agenda items for the CDO Forum are:



Envisaging a framework for fintech onboarding



Enabling progression of AI-first Banking

Assisted Account Aggregator (AAA) working group

RBIH convened a working group of representatives from banks, fintechs, the government, and regulatory bodies to discuss and address the gaps in the Account Aggregator framework. The group's mandate was to conceptualise and design an end-to-end journey through an Assisted Account Aggregator mode, and define aspects such as legal, technology, regulatory, and consumer data protection to operationalise this journey. These steps will be especially helpful to those who don't have smartphones or possess low digital literacy.



AAA working group held at RBIH in December 2022

Events

RBIH Swanari programme

On the occasion of International Women's Day, RBIH hosted its first-ever Swanari (स्वन्तरी) program - the theme for which is to enable 'Frictionless Finance for Every Woman in India'. In the past decade, India has made unprecedented progress on various fronts in financial inclusion. While the gender gap in bank account coverage is now closed, more nuanced data reveals a different picture. For instance, more women tend to have inactive bank accounts than men, fewer women save within their bank accounts, women are much less likely to make and receive digital payments and women entrepreneurs

continue to face a very high degree of friction in accessing quality financial services.

Nearly 135 participants from various sectors including BFSI, fintech, agritech, research, consulting, and funding and the VC community, came together to deliberate on these issues with the objective of enhancing financial inclusion for women across the length and breadth of India. The attendees ranged from CXOs and senior leaders of established firms, to early-stage fintech startups working on various aspects of access, usage,

and quality of financial services for women. It was heartening to note that nearly 70% of the participants were women. Panel discussions on 'Turning Challenges into Opportunities for Women in the evolving Fintech and BFSI Landscape in India' and T4W (Tech for Women) - 'The role of Technology in enhancing Access, Usage and Quality of Financial Services for Women across India' saw insightful discussions on the issues faces by women in India while accessing and building financial products.



Expert speakers at the RBIH Swanari event held in March 2023

Glimpses of our visitors at the hub

Witness the dynamic energy that fills our Hub as industry experts, thought leaders, and esteemed guests grace us with their presence. From engaging discussions to inspiring interactions, these glimpses encapsulate the spirit of creativity and knowledge exchange that thrives within our walls.



Shri Ajay Kumar Choudhary, Executive Director, Reserve Bank of India interacts with the RBIH team



Enlightening session by our CEO, Shri Rajesh Bansal and Ms Cecilia Skingsley, Head, BIS Innovation Hub



International Monetary Fund (IMF) team at RBIH



Shri Nandan Nilekani's visit to RBIH



Ms. Cecilia Skingsley's, Head, BIS Innovation Hub visit to RBIH

SHARING INSIGHTS AND UPDATES

RBIH actively engages in primary and secondary research to understand multiple facets of the financial services ecosystem. Outcomes in various formats are published for public consumption and disseminated through FinWrap - a monthly newsletter on key events in the financial services domain.

FinWrap aims to be a one-stop resource for key updates in the Indian fintech space. It tracks and summarises statements and announcements made by financial sector regulators, along with brief

explainers on notifications relevant to the fintech sector. The newsletter has a special 'Tech in Focus' section that looks to demystify technology components behind impactful innovations. It also provides an update on the important events conducted by RBIH at regular intervals. It has a readership spanning across fintech enthusiasts, academia, and industry leadership.

The RBIH also publishes a quarterly 'Private Equity-Venture Capital (PE-VC) in Financial Services and Fintech' report, which provides a

nanced take on VC funding trends every quarter. The first report focused on funding trends in the overall BFSI sector while subsequent editions have featured detailed analysis of funding in agritech and savings tech.

In partnership with PayNearby, a corporate business correspondent service provider, the RBIH published the PayNearby Women Financial Index that provided engaging insights on consumption of financial services by women at retail stores.

FINWRAP NEWSLETTER



PE-VC REPORT



SHIFTING OF REGISTERED OFFICE

The first Extraordinary General Meeting of the Company was held on 1st September, 2022, to obtain approval for shifting of Registered Office of the Company from the State of Telangana to the State of Karnataka and the consequent alteration to the Memorandum of Association of the Company. Pursuant to the same, the Company had filed an application before the Hon'ble Regional Director, Southeast Region, Hyderabad. The Hon'ble Regional Director, Southeast Region, Hyderabad has approved shifting of the Registered Office of the Company from the State of Telangana to State of Karnataka vide order dated 24th February, 2023, and the same was intimated to your Company on 10th May, 2023. Accordingly, the Company has shifted its Registered Office to Keonics-K wing, 4th Floor, 27th Main, Sector 1, 7th Cross Road, HSR Layout, Bengaluru-560102.

BUILDING A WINNING TEAM

The RBIH team has grown from strength-to-strength on the strong foundation of our values and mission. Our team strength as on 31st March 2023 was 22 full-time employees and we are looking to add more members to deliver critical projects.

Values and culture workshop

RBIH understands the significance of a constructive and empowering workplace atmosphere in encouraging employees to think innovatively. In line with this belief, RBIH organised a 'values and culture workshop' to foster a culture of positivity and teamwork. This initiative marked the first step

towards identifying the values that would be pivotal to the organisation's success.

As part of the workshop, employees collaborated to gain a deeper understanding of the values that are critical to the success of the

organisation, and the impact each value has on shaping its culture. The workshop also served as a platform for fostering a sense of belongingness and unity, and proved to be a milestone in our journey towards creating a workplace that facilitates innovation, collaboration, and growth.



RBIH team at the values workshop in December 2022

RBIH employee offsite

RBIH arranged an offsite event for employees, where they participated in brainstorming sessions, workshops, and team-building activities. The offsite gave employees a chance to connect with one another in a relaxed atmosphere that encouraged a sense of community.



RBIH team at the offsite in November 2022

RBIH fellowship programme

RBIH announced its Fellowship Program in January 2023 to tap into young talent who can go on to be agents of change and enable systemic, long-term reforms for our economy.

The fellowship application was open for graduates, postgraduates, or experienced professionals (maximum up to 2 years). The program focuses on experiential learning and has a hands-on approach to bringing innovation in the Indian financial ecosystem.

WAY FORWARD

Our unwavering vision of fostering a financially-inclusive economy in India has led us to carefully curate projects that have a meaningful impact on diverse citizen groups, ranging from farmers and women to cattle farmers and senior citizens.

As we embark on the next phase of our growth journey, we are filled with

eagerness and enthusiasm to forge strong partnerships and collaborations with both national and international institutions. By uniting our efforts, we are confident that we can harness the power of collective action to transform our vision into a tangible reality, positively shaping the lives of countless individuals across the nation.

Together, we look forward to building a brighter, more equitable future for India and to set an inspiring example for the world to follow.



Lighter moments with the Board of Directors

III. Change in the nature of business of the company

There was no change in the nature of business of the Company during the year under review.

IV. Material changes and commitments, if any, affecting the financial position of the company, having occurred since the end of the Year and till the date of the Report

There were no material changes and commitments affecting financial position of the Company between March 31, 2023, and the date of Board's Report.

V. Dividend

Being a Company licensed under Section 8 of the Companies Act, 2013, the Company cannot distribute dividend to its shareholders.

VI. Transfer of unclaimed dividend to investor education and protection fund

The provisions relating to transfer of unclaimed dividend to Investor Education and Protection Fund is not applicable to the Company.

VII. Details of revision of financial statement or the report

The Company has not revised its financial statement or the Report in respect of any of the preceding financial years either voluntarily or pursuant to the order of a judicial authority.

VIII. Amount, if any, which the board proposes to carry to any reserves.

The Board does not propose to carry any amount to any reserves

IX. Number of board meetings held

The Board met 4 times during the period from 1st April, 2022, to 31st March, 2023

Sl. No.	Date of Board Meeting
1.	22 nd June, 2022
2.	1 st September, 2022
3.	11 th November, 2022
4.	13 th February, 2023

X. Committee meetings

The Company has voluntarily constituted the Audit Committee and Nomination & Remuneration Committee. The composition as on the end of the year under review is as follows:

Audit Committee	Nomination & Remuneration Committee
Shri Mrutyunjay Mahapatra, Chairman of the Committee	Shri Gopal Srinivasan, Chairman of the Committee
Shri A. P. Hota, Member	Prof. H. Krishnamurthy, Member
Shri Shailendra Trivedi, Member	Shri Shailendra Trivedi, Member

The details of the meetings held by the Committees are as follows:

Audit Committee Meetings	Nomination & Remuneration Committee Meetings
22 nd June, 2022	22 nd June, 2022
9 th November, 2022	29 th August, 2022
10 th February, 2023	4 th October, 2022
	10 th November, 2022
	6 th January, 2023

XI. Details of directors and key managerial personnel

a. Changes occurred during the year under review:

DIN/ PAN	Name of the Director	Designation	Appointment / Reappointment / Change in designation	Cessation (Resignation / Vacation of office / Withdrawal of Nomination)
09498086	Arun Kumar Singh	Director	--	Cessation w.e.f 3 rd October, 2022. Subsequent to the withdrawal of his nomination by RBI, Shri Arun Kumar Singh tendered his resignation and ceased to be a Director.
09520162	Shailendra Trivedi	Nominee Director	Appointed as Nominee Director representing RBI w.e.f 12 th October, 2022.	

b. Changes occurred after the end of the year and up to the date of the Report:

There were no changes in the constitution of the Board of Directors after the end of the year and up to the date of the Report.

c. Mode of such appointment / cessation:

Not Applicable.

d. Retirement by Rotation:

Provisions of Retirement by rotation of Directors are not applicable to the Company.

XII. Vigil mechanism

Provisions of vigil mechanism specified under Section 177(9) of the Act are not applicable to the Company. However, the Company has voluntarily adopted Whistleblower Policy and the same has been made available on the website of the Company.

XIII. Director's responsibility statement

In pursuance of Section 134 (5) of the Companies Act, 2013, the Directors hereby confirm 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.
- (e) 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.

XIV. Information about the financial performance and financial position of subsidiaries / associates / joint venture companies (if applicable)

The Company does not have any Subsidiary, Associate, or Joint Venture and hence this disclosure is not applicable.

XV. Name of the companies which have become / ceased to be its associate / joint venture / subsidiary

No company has become or ceased to be the Associate, Joint Venture, or Subsidiary of the Company during the year under review.

XVI. Disclosure about maintenance of cost records

The Company is not required to maintain cost records as specified by the Central Government under sub-section (1) of Section 148 of the Companies Act, 2013 and accordingly this disclosure is not applicable.

XVII. Any changes in the capital structure of the company during the period

Change in the Authorised Share Capital

There was no change in the Authorised Share Capital of the company during the year under review. The Authorised Share Capital as on 31st March, 2023, is ₹1,00,00,00,000/- (Rupees One Hundred Crore) divided into 10,00,00,000 (Ten Crore) Equity Shares of ₹10 (Rupees Ten) each.

Change in the Issued, Subscribed and Paid-up Share Capital

There was no change in the Issued, Subscribed and Paid-up Share Capital of the Company during the year under review. The Issued, Subscribed and Paid-up Share Capital of the Company as on March 31, 2023, is ₹1,00,00,00,000/- (Rupees One Hundred Crore) divided into 10,00,00,000 (Ten Crore) Equity Shares of ₹10 each.

XVIII. Issue of shares or other convertible securities

The Company has not issued & allotted any shares or other convertible securities during the year under review.

XIX. Issue of debentures, bonds or any non-convertible securities

The Company has not issued & allotted any Debentures, Bonds, or any non-convertible securities during the year under review.

XX. Issue of warrants

The Company has not issued any Warrants during the year under review.

XXI. Issue of equity shares with differential rights

The Company has not issued any equity shares with differential rights during the year under review.

XXII. Issue of sweat equity shares

The Company has not issued any Sweat Equity Shares during the year under review.

XXIII. Details of employee stock option scheme

The Company has not issued any Employee Stock Option Schemes during the year under review.

XXIV. Annual return

The copy of the Annual Return in Form MGT-7 as required under section 92 of the Companies Act 2013 for the Financial Year ended 31st March, 2023 will be uploaded on the website of the Company i.e. www.rbihub.in, once the said Annual Return is filed with the jurisdictional Registrar of Companies.

XXV. Statutory auditors

During 1st Annual General Meeting of the Company, M/s. Prakash Chandra Jain & Co., Chartered Accountant (Firm Registration Number 002438C) were appointed as Statutory Auditors of the Company for period of 5 years from the conclusion of 1st AGM until the conclusion of 6th AGM in terms of Section 139 & 141 and other applicable provisions, if any, of the Companies Act, 2013 read with the Companies (Audit and Auditors) Rules, 2014.

XXVI. Qualification/ reservation / adverse remark / disclaimer made by the statutory auditor in his audit report

There are no qualifications, reservations, adverse remarks, or disclaimers in the report of the Statutory Auditors.

XXVII. Secretarial audit report

Provisions of Section 204 of the Companies Act, 2013 are not applicable to the Company.

XXVIII. Compliance with secretarial standards

The Company has complied with the applicable Secretarial Standards (SS) i.e., SS-1 on Board Meetings and SS-2 on General Meetings during the year under review.

XXIX. Details of frauds reported by the auditor to the audit committee or board

There were no frauds reported by the Auditors to the Audit Committee or the Board during the year under review.

XXX. Conservation of energy, technology absorption and foreign exchange outgo

The details of conservation of energy, technology absorption, foreign exchange earnings, and outgo are as follows:

(a) Conservation of energy:

Your Company's activities are not energy intensive. All possible measures are being taken to optimise the usage of energy and conserve energy by using latest technology.

(b) Technology absorption:

(i) The efforts made towards technology absorption; - Not applicable

(ii) The benefits derived like product improvement, cost reduction, product development, or import substitution; - Not applicable

(iii) In case of imported technology (imported during the last three years reckoned from the beginning of the financial year) - Not applicable

(a) The details of technology imported.

(b) The year of import.

(c) Whether the technology been fully absorbed.

(d) If not fully absorbed, areas where absorption has not taken place, and the reasons thereof; and

(iv) The expenditure incurred on Research and Development - Not applicable

(c) Foreign exchange earnings and Outgo

Foreign Exchange earned in terms of actual inflows and outflow during the year:

- Foreign Exchange Earnings – NIL
- Foreign Exchange Outgo – NIL

XXXI. Details relating to deposits

The Company has not accepted any deposits from public and does not have any public deposits outstanding at the end of the financial year.

XXXII. Significant and material orders passed by the regulators or courts or tribunals if any impacting the going concern status and company's operations in future

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

XXXIII. Details of adequacy of internal financial controls with reference to the financial statements

The Company has in place adequate Internal Financial Controls with reference to the Financial Statements of the Company. During the year under review, such controls were tested and no reportable material weakness in the design or operation was observed.

XXXIV. Details of application made or any proceeding pending under the insolvency and bankruptcy code, 2016 alongwith their status

There are no applications made by the Company or any other proceeding pending against the Company under the Insolvency and Bankruptcy Code, 2016 during the year under review.

XXXV. 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

The aforementioned disclosure is not applicable to the Company.

XXXVI. Particulars of loans, guarantees or investments, if any

There were no Loans, Guarantees or Investments by the Company during the year under review which require compliance under the provision of Section 186 of the Companies Act, 2013.

XXXVII. Development and implementation of risk management policy

A Risk Management Policy duly approved by the Board is in place which provides for risk management through the means of a properly defined framework. The major risks have been identified by the Company and its mitigation process/measures have been formulated in the areas of business, project execution, financial, human, and environmental resources, and statutory compliances. The company has an insurance policy for fire, burglary, earthquake, and terrorism.

XXXVIII. Corporate social responsibility policy

The provisions of Corporate Social Responsibility specified under Section 135 of the Act are not applicable to your Company.

XXXIX. Related party transactions

During the year, the Company, on behalf of its parent, The Reserve Bank of India, has undertaken to build the Public Tech Platform for frictionless rule based lending. The project is being developed in house as advised by the Fintech Department, Reserve Bank of India. Reserve Bank has given an in-principle for reimbursing the expenses of the project after due audit of the expenses. As on March 31, 2023, RBIH has incurred an expenditure of ₹210.21 lakhs on developing the Public Tech Platform and the amount has been shown under other current as receivables from Reserve Bank of India. A separate Statement of Affairs and Income and Expenditure of the Project has been prepared. There are no related party transactions that require approval under Section 188 of the Companies Act, 2013.

XL. Disclosure of employee remuneration

Disclosures in terms of Rule 5 (2) & (3) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 are not applicable to the Company.

XLI. Disclosure under the Sexual Harassment of Women at Workplace (Prevention, Provision and Redressal) Act, 2013

The Company has adopted a Policy for Prevention of Sexual Harassment at workplace in line with the requirements of the Sexual Harassment of Women at the Workplace (Prevention, Prohibition and Redressal) Act, 2013 ("Act") and the Company has constituted Internal Complaints Committee ("Committee").

There were no complaints reported under the said Act during the year under review.

ACKNOWLEDGEMENTS

The Board wishes to place on record its sincere thanks to bankers, business associates, consultants, various Government Authorities, customers, vendors, and members for their continued support extended to for Companies during the period. The Board also wish to place on record appreciation for the committed service by the Company's executives, staff, and workers.

For and behalf of the Board of Directors
Reserve Bank Innovation Hub

Sd/-
Rajesh Bansal
Director
DIN: 07974968

Date: 27-07-2023
Place: Bengaluru

Sd/-
Mrutyunjay Mahapatra
Director
DIN: 03168761

Date: 27-07-2023
Place: Bengaluru

AUDITORS REPORT





Prakash Chandra Jain & Co.

Chartered Accountants

705,3C Dheeraj Enclave CHSL,
Borivali East, Mumbai - 400066
Phone: 91-22-40165342
Website: pcjco.com
Email: admin@pcjco.com,
pcj_ca@rediffmail.com

Independent Auditors' Report

To the Members of Reserve Bank Innovation Hub

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of **Reserve Bank Innovation Hub** ("the Company"), which comprise the balance sheet as at 31st March 2023, the statement of Income and Expenditure and the statement of cash flows for the year ended 31st March 2023, along with notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act 2013 ("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, 2023, and its excess of expenditure over income and its cash flows for the period 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 thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on the financial statements.

Information other than the Financial Statements and Auditor's Report thereon

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



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

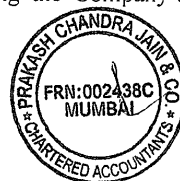
In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements, or our knowledge obtained in the audit or otherwise appears to be materially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

Responsibilities of Management and Those Charged with Governance for the Financial Statements

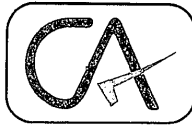
The Company's Management and its Board of Directors are responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the state of affairs, income/expenditure and cash flows of the Company in accordance within the accounting principles generally accepted in India, including the Accounting Standards specified under section 133 of the Act. 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 and Board of Directors are 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 Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Board of Directors is also responsible for overseeing the Company's financial reporting process.



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Auditor's Responsibilities for the Audit of the Financial Statements

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

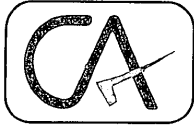
As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit.

We also:

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



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audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

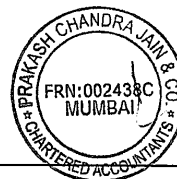
We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Report on Other Legal and Regulatory Requirements

1. As the Company is a Company licensed to operate under Section 8 of the Act, the requirements of reporting under the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government in terms of section 143(11) of the Act are not applicable to the Company as per sub-clause (iii) of sub para 2 of paragraph 1 of the said Order.

2. (A) As required by Section 143(3) of the Act, we report that:

- a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
- b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
- c) The Balance Sheet, the Statement of Income and Expenditure, and statement of cash flows 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;
- e) On the basis of written representations received from the directors as on 31st March 2023 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2023 from being appointed as a director in terms of Section 164(2) of the Act; and



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Prakash Chandra Jain & Co.

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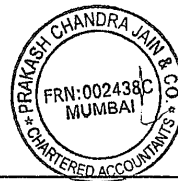
f) In view of the MCA notification dated 13 June 2017, the Company is exempt from the requirements of clause (i) of Section 143(3) and therefore the report on adequacy and operating effectiveness of internal financial controls is not being made.

(B) 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 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. With respect to the matter to be included in the Auditors' Report under section 197(16):

In our opinion and according to the information and explanation given to us, the provisions of Section 197 of the Act in relation to the remunerations paid by the Company to its directors is applicable only to a public company as defined under the Act. Accordingly, the matter to be included in the Auditors' Report under Section 197(16) of the Act is not applicable to the Company.

- v. a) The management has represented, that, to the best of its knowledge and belief, 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 or entities, including, foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the intermediary shall
 - directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever ("Ultimate Intermediaries") by or on behalf of the Funding Party or
 - provide any guarantee, security or the like from or on behalf of the Ultimate Beneficiaries;
- b) The management has represented, that, to the best of its knowledge and belief, no funds have been received by the Company from any persons or entities including foreign entities ("Funding Parties") with the understanding, whether recorded in writing or otherwise, that the company shall



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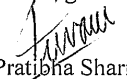
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- directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever (“Ultimate Intermediaries”) by or on behalf of the Funding Party or
 - provide any guarantee, security or the like from or on behalf of the Ultimate Beneficiaries;
- c) Based on such audit procedures as considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations made under sub clause (i) and (ii) of Rule 11(e) as provided under v (a) and v (b) above contain any material mis-statement.
- vi. The Company has not proposed any dividend for the current year and has not declared any for the previous year hence no need to report compliance under Section 123 of the Act.
- vii. Proviso to Rule 3(1) of the Companies (Accounts) Rules, 2014 for maintaining books of account using accounting software which has a feature of recording audit trail (edit log) facility is applicable to the Company with effect from April 1, 2023, and accordingly, reporting under Rule 11(g) of Companies (Audit and Auditors) Rules, 2014 is not applicable for the financial year ended March 31, 2023.

For Prakash Chandra Jain & Co.
Chartered Accountants
Firm Registration No. 002438C


(Pratibha Sharma)
Partner
M. No.: 400755
UDIN : 23400755BGXEPO9154



Place: Bangalore

Date: 27.07.2023

ANNUAL FINANCIALS



Reserve Bank Innovation Hub
(A Company Licensed under Section 8 of the Companies Act, 2013)
Balance Sheet as at March 31, 2023
CIN : U72900TG2021NPL149978

Particulars	Note No.	(₹ in Lakhs)	(₹ in Lakhs)
		As at March 31, 2023	As at March 31, 2022
I. EQUITY AND LIABILITIES			
Equity			
Shareholders' Funds			
(a) Share Capital	3	10,000.00	10,000.00
(b) Reserves and surplus	4	(381.44)	(56.26)
		<u>9,618.56</u>	<u>9,943.74</u>
Liabilities			
Non-Current Liabilities			
(a) Long Term Provisions	5	<u>10.43</u>	<u>7.17</u>
Current Liabilities			
(a) Financial Liabilities			
(i) Trade Payables			
- Total Outstanding dues of micro enterprises and small enterprises, and	6	0.58	5.49
- Total Outstanding dues of creditors other than micro enterprises and small enterprises		209.38	24.66
(b) Other Current Liabilities	7	37.09	17.22
(c) Short Term Provisions	8	0.74	1.28
		<u>247.78</u>	<u>48.64</u>
TOTAL		<u>9,876.77</u>	<u>9,999.55</u>
II. ASSETS			
Non-Current Assets			
(a) Property, Plant and Equipment	9	109.91	107.58
(b) Intangible Assets	10	-	0.70
(c) Deferred Tax Assets (net)	11	127.89	18.92
		<u>237.80</u>	<u>127.20</u>
Current assets			
(a) Cash and Cash Equivalents	12	9,373.20	9,834.71
(b) Other Current Assets	13	265.77	37.64
		<u>9,638.97</u>	<u>9,872.35</u>
TOTAL		<u>9,876.77</u>	<u>9,999.55</u>
Corporate Information	1		
Significant Accounting Policies	2		

The accompanying note no. 1 to 30 are an integral part of the financial statements

As per our report of even date attached

For Prakash Chandra Jain & Co.
Chartered Accountants
Firm's Registration No. 002438C

Pratibha Sharma
Partner
Membership No: 400755

Place : Bangalore
Dated : 27/7/23



For Reserve Bank Innovation Hub

(Rajesh Bansal)
Director & CEO
DIN- 07974968

(Mrutyunjay Mahapatra)
Director
DIN-03168761

Place : Bangalore
Dated : 27-07-2023



Reserve Bank Innovation Hub
(A Company Licensed under Section 8 of the Companies Act, 2013)
Statement of Income and Expenditure Account for the year ended March 31st 2023
CIN : U72900TG2021NPL149978

Particulars	Note No.	(₹ in Lakhs)	(₹ in Lakhs)
		Year ended March 31, 2023	Period ended March 31, 2022
I. Revenue from operations	14	-	-
II. Other income	15	518.41	367.58
III. Total Income (I + II)		<u>518.41</u>	<u>367.58</u>
IV. Expenditure:			
Employee Benefits Expenses	16	459.15	201.36
Depreciation and amortisation Expenses	17	35.69	14.95
Other Expenses	18	457.72	226.45
V. Total Expenditure (IV)		<u>952.56</u>	<u>442.76</u>
VI. Profit before exceptional and extraordinary items and tax (III-V)		(434.15)	(75.18)
VII. Exceptional items		-	-
VIII. Profit before extraordinary items and tax (VI - VII)		(434.15)	(75.18)
IX. Extraordinary items		-	-
X. Profit before tax (VIII- IX)		(434.15)	(75.18)
XI. Tax expense:			
(1) Current tax		-	-
(2) Deferred Tax		108.97	18.92
		<u>(325.18)</u>	<u>(56.26)</u>
XII. Profit/(Loss) for the period		(325.18)	(56.26)
Earnings per equity share:	19		
[Nominal value of equity share 10/- (Previous Year: 10)]			
Basic		(0.33)	(0.06)
Diluted		(0.33)	(0.06)

Corporate Information 1
Significant Accounting Policies 2
The accompanying note no. 1 to 30 are an integral part of the financial statements

As per our report of even date attached

For Prakash Chandra Jain & Co.
Chartered Accountants
Firm's Registration No. 002438C

Pratibha Sharma
Partner
Membership No: 400755



Place : Bangalore
Dated : 27/7/23

For Reserve Bank Innovation Hub

(Signature)
(Rajesh Bansal)
Director KCEO
DIN- 07974968

(Signature)
(Mrutyunjay Mahapatra)
Director
DIN-03168761

Place : Bangalore
Dated : 27-07-2023



Reserve Bank Innovation Hub

(A Company Licensed under Section 8 of the Companies Act, 2013)

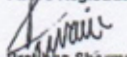
Cash Flow Statement for the period from 01st April, 2022 to 31st March, 2023

CIN : U72900TG2021NPL149978

Particulars	Note No.	(₹ in Lakhs)	(₹ in Lakhs)
		Year ended March 31, 2023	Period ended March 31, 2022
(A) Cash Flow from Operating Activities:			
Profit / (Loss) Before Tax as per Statement of Income and Expenditure Account		(434.15)	(75.18)
<u>Adjustments for:</u>			
- Depreciation and amortization expense		35.69	14.95
- Interest Income		(518.41)	(367.58)
- Adjustments of Fixed Assets		-	-
		(482.72)	(352.63)
Operating Profit before Working Capital Changes		(916.87)	(427.81)
<u>Adjustments for:</u>			
- (Increase)/Decrease in Trade and other Receivables		(213.19)	(0.88)
- Increase/(Decrease) in Trade Payables and other Liabilities		199.14	48.64
- Increase/(Decrease) in Non-Current Liabilities		3.25	7.17
		(10.80)	54.93
Cash generated from Operation		(927.67)	(372.88)
- Net income tax paid / (refund received)		(15)	(36.76)
Net cash flow from/ (used in) operating activities - Total (A)		(942.61)	(409.63)
(B) Cash Flow from/(used in) Investing Activities			
Interest Received		518.41	367.58
Net decrease/(increase) in fixed deposits (other than Cash and Cash Equivalents)		-	-
Purchase of Fixed Assets		(37.32)	(123.23)
Net Cash flow from / (used in) Investing activities - Total (B)		481.10	244.35
(C) Cash Flow from Financing Activities			
from issue of shares		-	10,000.00
Net Cash flow from/(used in) Financing Activities - Total (C)		-	10,000.00
Net Increase in Cash and Bank balance		(461.51)	9,834.71
<u>Cash and cash equivalents:</u>			
- at beginning of the year		9,834.71	-
- at end of the year		9,373.20	9,834.71
Net (decrease)/increase in cash and cash equivalents		(461.51)	9,834.71
Components of cash and cash equivalents as at the year end comprises of :			
Balances with Banks- On Current Accounts		143.96	484.68
Balances with Bank in Fixed Deposits less than 12 months Maturity		8,250.00	2,380.00
Balances with Bank in Fixed Deposits more than 12 months Maturity		800.00	6,650.00
Interests Accrued on Deposits		179.24	320.03
		9,373.20	9,834.71
Corporate Information	1		
Significant Accounting Policies	2		

As per our report of even date attached

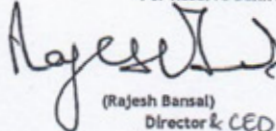
For Prakash Chandra Jain & Co.
Chartered Accountants
Firm's Registration No. 002438C


Prabhakar Sharma
Partner
Membership No: 400755

Place : Bangalore
Dated : 27/7/23



For Reserve Bank Innovation Hub


(Rajesh Bansal)
Director & CEO
DIN- 07974968


(Mrutyunjay Mahapatra)
Director
DIN - 03168761

Place : Bangalore
Dated : 27-07-2023



Reserve Bank Innovation Hub (RBIH) is a private limited Company domiciled in India with its registered office at Keonics-K Wing 4th Floor, 1st Sector HSR Layout, 27th Main Road, Bengaluru 560102. The Company is a 100% subsidiary of Reserve Bank of India, set up solely for the purpose of fostering and evangelizing innovation in the financial sector with no profit motive. The Company was incorporated under sub-section (2) of section 7 and sub-section (1) of section 8 of the Companies Act 2013 on **March 23rd 2021**, issued by Registrar of Companies. The Corporate Identity of the Company is **U72900TG2021NPL149978**.

The Company's principal business is creating an ecosystem conducive to technological innovation in financial services; develop capabilities for innovation; focal point for networking of experts; act as a platform for fostering innovation for all firms and to publish reports/ studies/data / surveys pertaining to financial innovation.

2.1. PREAMBLE

RBIH, being a non-profit organisation would follow very conservative accounting policies and to the extent feasible, full disclosure would be made in the accounting of its expenditure, and income. Any change in the Accounting Policy during the year would be fully disclosed. Any change in the treatment of an item of expenditure or income would be considered as a change in the Accounting Policy and would be fully disclosed.

2.2. BASIS OF ACCOUNTING

The financial statements will be prepared & presented on the accrual basis of accounting in accordance with the Indian Generally Accepted Accounting Principles (IGAAP) and mandatory Accounting Standards (AS) as specified under section 133 of the Companies Act 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014 and the other accounting pronouncement of the Institute of Chartered Accountants of India (ICAI), to the extent applicable.

2.3. PREPARATION & PRESENTATION OF FINANCIAL STATEMENTS

The Balance Sheet and the Statement of Income and Expenditure will be prepared and presented in the format prescribed in the Schedule III to the Companies Act, 2013 ("the Act"). The Cash Flow Statement will be prepared and presented as per the requirements of Accounting Standard (AS) 3 "Cash Flow Statements". The disclosure requirements with respect to items in the Balance Sheet and Statement of Income and Expenditure, as prescribed in the Schedule III to the Act, will be



presented by way of notes forming part of accounts along with the other notes required to be disclosed under the applicable Accounting Standards.

2.4. USE OF ESTIMATES

The preparation of financial statements, in conformity with generally accepted accounting principles, requires management to make estimate and assumptions that affect the reported amount of assets, liabilities, and the disclosure of contingent liabilities as at the date of financial statements and revenue & expenses for the reporting period. Actual results could differ from those estimates. Estimates and underlying assumptions are reviewed on an on-going basis. Any revision to accounting estimates is recognised prospectively in current and future periods.

2.5. REVENUE RECOGNITION

At present RBIH does not generate revenue from its operations since it does not undertake any revenue generating activity. Going forward, the company could undertake some activity which would result in revenues and the income recognition would be as per accounting standards.

2.6. INTEREST INCOME

Interest income is recognized on a time proportion basis considering the amount outstanding and the rate applicable.

2.7. CURRENT/ NON-CURRENT CLASSIFICATION

All assets and liabilities are classified into current and non-current.

Assets

An asset is classified as current when it satisfies any of the following criteria:

- (a) it is expected to be realised in, or is intended for rendering services or consumption in, the company's normal operating cycle;
- (b) it is expected to be realised within 12 months after the reporting date; or
- (c) it is cash or cash equivalent unless it is restricted from being exchanged or used to settle a liability for at least 12 months after the reporting date.
- (d) Current assets include the current portion of non-current financial assets maturing within one year.
- (e) All other assets are classified as non-current.

Liabilities

A liability is classified as current when it satisfies any of the following criteria:

- (a) it is expected to be settled within 12 months or one financial year
- (b) it is due to be settled within 12 months after the reporting date; or



(c) the company does not have an unconditional right to defer settlement of the liability for at least 12 months after the reporting date.

(d) Terms of a liability that could, at the option of the counterparty, result in its settlement by the issue of equity instruments do not affect its classification.

(e) Current liabilities include current portion of non-current financial liabilities which are due within 12 months or in one financial year

All other liabilities are classified as non-current.

- TANGIBLE ASSETS AND DEPRECIATION

- a. Tangible assets are initially recognized at cost and are stated at original cost less accumulated depreciation and impairment, if any. Cost includes all direct costs attributable to acquisition, installation, commissioning and operating.
- b. Cost of tangible assets not ready for use before the balance sheet is disclosed as capital work-in-progress. Advances paid towards the acquisition of tangible assets outstanding as of each balance sheet date is disclosed under long term loans and advances.
- c. Tangible assets costing less than 0.10 lakh, are depreciated at the rate of 100% depreciation in the year of purchase. Depreciation is provided on pro rata basis for assets purchased and sold during the year. Depreciation methods, useful lives and residual values are reviewed periodically.
- d. Estimated useful life of tangible Assets has been considered as per **Schedule II to the Companies Act, 2013**

Description of Asset	Type of Asset	Estimated useful Life of Asset
Building	Tangible	60 years
Furniture and Fixtures	Tangible	10 years
Computers - End User Devices	Tangible	3 years
Computers - Servers & Network	Tangible	6 Years



Electrical Installations	Tangible	10 years
Air Conditioners	Tangible	10 years
Vehicles	Tangible	8 years
Office Equipment	Tangible	5 years
Computer Software	Intangible	5 years

- e. Depreciation on improvements to leasehold property is provided on straight line method at the rates arrived at on the basis of the primary lease period.

- INTANGIBLE ASSETS AND AMORTIZATION

- a. Intangible Assets are stated at acquisition cost, net of accumulated amortization and accumulated impairment losses, if any.
- b. Intangible assets are amortized on straight-line basis. These assets are amortized over their estimated useful life not exceeding 3 years. However, in the case of computer software such useful life will be estimated as 5 years.
- c. Estimated useful life of Intangible Assets has been considered as per Schedule II to the Companies Act, 2013

- IMPAIRMENT OF ASSETS

An asset is treated as impaired when the carrying cost of asset exceeds its recoverable value. An impairment loss, if any, is charged to the Income and Expenditure Account to the extent carrying amount of assets exceeds their recoverable amount in the year in which an asset is identified as impaired. Consideration is given at each balance sheet date to determine whether there is any indication of impairment of the company's assets. If any indication exists, an asset's recoverable amount is estimated. An impairment loss is recognized whenever the carrying amount of an asset exceeds its recoverable amount. The recoverable amount is determined on the basis of value in use. In assessing value in use, the estimated future cash flows are discounted to their present value based on an appropriate discount factor.

2.9 EXPENDITURE

Expenses are accounted for on the accrual basis and provisions are made for all known losses and liabilities.



2.10 CASH AND CASH EQUIVALENTS

Cash and cash equivalents comprise cash balances on hand, cash balance with banks, and highly liquid investment with original maturity, at the date of purchase / investment, or three months or less.

2.11 OPERATING LEASE

Operating Lease payments made for the premises acquired on lease are charged to statement of Income and Expenditure on a straight-line basis over the lease term. Leases in which a significant portion of the risks and rewards of ownership are retained by the lessor are classified as operating leases.

2.12 INSURANCE CLAIMS:

Insurance claims if any will be accounted for "as and when settled."

2.13 EMPLOYEE BENEFITS

(i) Short Term Employee Benefits

Short term employee benefits are recognized as an expense on an undiscounted basis in the Income and Expenditure Account of the year in which the related services are rendered.

(ii) Post-Employment Benefits

a) Defined Contribution Plans

The Employer's contribution to Provident Fund and Employees Pension Scheme, a defined contribution plan is made in accordance with the Provident Fund Act, 1952 read with the Employees' Pension Scheme, 1995

The Employer's Contribution to Employees' State Insurance, a defined contribution plan will be made in accordance with the Employees' State Insurance Act, 1948 if and when applicable.

b) Defined Benefit Plan – Gratuity (Un funded)

For defined benefit schemes, the cost of providing benefits will be determined using the Projected Unit Credit Method, with actuarial valuation being carried out on Balance Sheet Date. Actuarial gains or losses are recognized in full in the Profit and Loss account for the period in which they occur. The retirement benefit obligation recognized in the Balance Sheet represents the present value of defined benefit obligation.



(iii) Long term Benefits

Liability for leave encashment is recognized on the basis of actuarial valuation made at the end of the financial year.

2.14 PROVISION FOR CONTINGENCY**a) PROVISIONS :**

A Provision is recognized (for liabilities that can be measured by using a substantial degree of estimation) when:

- (i) the company has a present obligation as a result of a past event,
- (ii) a probable outflow of resources embodying economic benefits is expected to settle the obligation; and
- (iii) the amount of the obligation can be reliably measured.

b) CONTINGENT LIABILITY

A disclosure of contingent liability is made when there is:

- (a) a possible obligation (obligation is a possible obligation if, based on the evidence available, its existence at the balance sheet date is considered not probable) that arises from past events and the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the enterprise
- (b) a present obligation that arises from past events but is not recognised because

(i) it is not probable that an outflow embodying economic benefits will be required to settle the obligation; or

(ii) a reliable estimate of the amount of the obligation cannot be made.

2.15 ACCOUNTING FOR TAXATION

Income Tax expenses comprises current Tax (i.e. amount of Tax for the year determined in accordance with Income Tax laws) and deferred Tax charged or credit.

Income Taxes are accrued in the same period the related revenue and expenses arise.



The differences that results between the profit considered for income taxes and profit as per the financials statement are identified and thereafter a deferred Tax assets /liability is recorded for the timing differences, namely the differences , that originate in one accounting period reverse in another, based on the tax effect of the aggregate amount being considered.

The Tax effect is calculated on the accumulated timing differences at the end of an accounting period based on the tax rates that have been enacted or substantially enacted by the Balance Sheet date.

Where there is unabsorbed depreciation or carry forward losses, deferred Tax assets are recognised only to the extent there is a virtual certainty of realisation of such assets. In other situation, deferred Tax assets are recognised only to the extent there is reasonable certainty of realisation of such assets in future.

At each balance sheet date, unrecognized deferred tax asset is reviewed and written down or written up to reflect the amount that is reasonably/ virtually certain (as the case may be) to be realised.

2.16 EARNING PER SHARE (EPS)

The basic earnings per share is computed by dividing the net profit after tax by weighted average number of equity shares outstanding during the reporting period. Diluted earnings per equity share is computed by dividing the net profit after tax by the weighted average number of equity shares and dilutive potential equity shares outstanding during the reporting period.

2.17 CASH FLOW STATEMENT

Cash flow from operating activities is reported using the indirect method, whereby net profits before tax is adjusted for the effects of transactions of a non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from regular revenue generating, investing and financing activities of the Company are segregated.



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(₹ in Lakhs)				
3 Share Capital				
Particulars	Number in Lakhs	As at 31 March 2023	Number in Lakhs	As at 31 March 2022
Authorised Shares:				
Equity Shares of 10/- each (Par Value)	1,000	10,000.00	1,000	10,000.00
	1,000	10,000.00	1,000	10,000.00
Issued, Subscribed & Fully Paid up Shares:				
Equity Shares of 10/- each (Par Value)	1,000	10,000.00	1,000	10,000.00
	1,000	10,000.00	1,000	10,000.00

3.1 Reconciliation of the shares outstanding at the beginning and at the end of the reporting period

Particulars	Number in Lakhs	As at 31 March 2023	Number in Lakhs	As at 31 March 2022
At the beginning of the period	1,000	10,000.00	-	-
Add: Issued during the period	-	-	1,000	10,000.00
Outstanding at the end of the period	1,000	10,000.00	1,000	10,000.00

3.2 Terms / rights attached to equity shares

The company has one class of shares referred to as Equity Shares having par value of Rs. 10/-each. Each Holder of equity shares is entitled to one vote per share. The same position exists as at the beginning and end of the reporting period.

3.3 Shares held by holding company or ultimate holding company or subsidiaries or associates of the holding company or the holding company.

Particulars	Number in Lakhs	As at 31 March 2023 % shareholding	Number in Lakhs	As at 31 March 2022 % shareholding
Reserve Bank of India (the holding company)	999.99	99.99	999.99	99.99
9,99,99,999 Equity Shares of Rs. 10 each fully paid up	999.99	99.99	999.99	99.99

3.4 Aggregate number of bonus shares issued, shares issued for consideration other than cash and shares bought back during the period of five years immediately preceding the reporting date:

- There are no shares that have been issued as bonus shares
- There are no shares which have been issued for consideration other than cash.
- There are no shares which have been bought back.

3.5 The details of Shareholders holding more than 5% shares in the Company :

Particulars	Number in Lakhs	As at 31 March 2023 % shareholding	Number in Lakhs	As at 31 March 2022 % shareholding
Reserve Bank of India (the holding company)	999.99	99.99	999.99	99.99

3.6 Shares in the Company held by each Promoters :

2022-23						
Shares held by promoters at the end of the year						% change during the year
S. No	Promoter Name	No. of Shares in Lakhs	% of total Shares			
1	Reserve Bank of India	999.99999	99.999999			-
2	Mr. Shailendra Trivedi	0.00001	0.000001			-
	Total	1,000.00000	100.00000			

2021-22						
Shares held by promoters at the end of the year						% change during the year
S. No	Promoter Name	No. of Shares in Lakhs	% of total Shares			
1	Reserve Bank of India	999.99999	99.999999			-
2	Mr. Arun Kumar Singh	0.00001	0.000001			-
	Total	1,000.00000	100.00000			

3.7 Terms of securities convertible into equity/preference shares

There are no securities convertible into equity/preference shares



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3.8 Shares reserved for issue

There are no shares that are reserved for issue under options and contracts. Further, there are no commitments for the sale of shares/disinvestment.

4 Reserves and Surplus

Particulars	As at 31 March 2023		As at 31 March 2022	
Surplus				
Opening Balance		(56.26)		(56.26)
Profit / (Loss) for the period transferred from statement of Profit and Loss		(325.18)		(56.26)
Amount available for appropriations		(381.44)	(56.26)	
Less: Appropriations				
- Transferred to General Reserve				
Net surplus in the statement of Profit and Loss		(381.44)	(56.26)	(56.26)
Total		(381.44)		(56.26)

5 Long Term Provisions

Particulars	As at 31 March 2023		As at 31 March 2022	
Provision for employee benefits:				
-For Leave Encashment		3.37		7.17
-For Gratuity		7.06		-
Total		10.43		7.17

6 Trade Payable

Particulars	As at 31 March 2023				
	Outstanding for following period from due date of payment				
	Less than 1 year	1-2 years	2-3 Years	more than 3 Years	Total
i) MSME	0.58	-	-	-	0.58
ii) Others	209.38	-	-	-	209.38
iii) Disputed dues - MSME	-	-	-	-	-
iv) Disputed dues - Others	-	-	-	-	-
Total	209.96	-	-	-	209.96

Particulars	As at 31 March 2022				
	Outstanding for following period from due date of payment				
	Less than 1 year	1-2 years	2-3 Years	more than 3 Years	Total
i) MSME	5.49	-	-	-	5.49
ii) Others	24.66	-	-	-	24.66
iii) Disputed dues - MSME	-	-	-	-	-
iv) Disputed dues - Others	-	-	-	-	-
Total	30.15	-	-	-	30.15

7 Other Current Liabilities

Particulars	As at 31 March 2023		As at 31 March 2022	
Statutory Dues		27.02		13.73
Employees Dues		9.71		1.92
Director's Payable		0.36		1.57
Total		37.09		17.22

8 Short Term Provisions

Particulars	As at 31 March 2023		As at 31 March 2022	
Provision for employee benefits:				
-For Leave Encashment		0.71		1.28
-For Gratuity		0.04		-
Total		0.74		1.28



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9 Property, Plant and Equipment

Particulars	Gross Block			Depreciation/Amortisation		Net Book Value	
	As at April 1, 2022	Additions during the Year	Adjustment during the Year	As at March 31, 2023	As at April 1, 2022	Eliminated on disposals during the year	As at March 31, 2023
Office Equipment	19.96	12.33	-	32.29	3.06	8.24	20.99
Computers	8.75	24.39	-	33.13	2.23	9.39	21.51
Furniture & Fixture	1.51	0.60	-	2.11	0.10	0.36	1.64
Lease Hold Improvements	90.77	-	-	90.77	8.01	16.99	65.77
Assets less than 0.10/-	1.47	-	-	1.47	1.47	-	-
Total	122.46	37.32	-	159.78	14.88	34.99	109.91
Previous Year		122.46		122.46	14.88	49.87	107.58

10 Intangible Assets

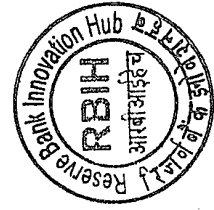
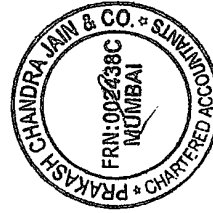
Particulars	Gross Block			Depreciation/Amortisation		Net Book Value	
	As at April 1, 2022	Additions during the year	Adjustment during the year	As at March 31, 2023	As at April 1, 2022	Eliminated on disposals during the year	As at March 31, 2023
Computer Software-Website & Development	0.77	-	0.77	-	0.07	0.70	0.07
Previous Year	0.77	0.77	-	0.77	-	0.77	0.70

9 Property, Plant and Equipment

Particulars	Gross Block			Depreciation/Amortisation		Net Book Value	
	As at April 1, 2021	Additions during the Period	Disposals during the Period	As at March 31, 2022	As at April 1, 2021	Eliminated on disposals during the period	As at March 31, 2022
Office Equipment	19.96	19.96	-	39.92	3.06	3.06	16.90
Computers	8.75	8.75	-	17.50	2.23	2.23	6.52
Furniture & Fixture	1.51	1.51	-	3.02	0.10	0.10	1.40
Lease Hold Improvements	90.77	90.77	-	181.54	8.01	8.01	82.76
Assets less than 0.10/-	1.47	1.47	-	2.94	1.47	1.47	-
Total	122.46	122.46	-	242.93	14.88	14.88	107.58

Intangible Assets

Particulars	Gross Block			Depreciation/Amortisation		Net Book Value	
	As at April 1, 2021	Additions during the Period	Disposals during the Period	As at March 31, 2022	As at April 1, 2021	Eliminated on disposals during the period	As at March 31, 2022
Computer Software-Website & Development	0.77	0.77	-	1.54	0.07	0.07	0.70
Total	0.77	0.77	-	1.54	0.07	0.07	0.70



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11 Deferred Tax			(₹ in Lakhs)	(₹ in Lakhs)
	Particulars	As at 31 March 2023	As at 31 March 2022	
	Deferred Tax Asset (Net)	-	-	
	- On Account of Depreciation	4.96	1.63	
	- On Account of Leave Encashment	1.02	2.13	
	- On Account of Preliminary Expenses	0.08	0.12	
	- On Account of Business Loss	120.16	15.04	
	- On Account of Gratuity	1.79	-	
	- On Account of Business Loss (Reversal due to excess charged in pervious year)	(0.13)	-	
	Total	127.89	18.92	
12 Cash & Cash Equivalents				
	Particulars	As at 31 March 2023	As at 31 March 2022	
	Balance with Banks			
	- In Current account	143.96	484.68	
	- In Fixed Deposit with Bank having Maturity less than 12 Months	8,250.00	2,380.00	
	Interest Accrued on Fixed Deposit	151.57	67.46	
	Other Bank Balances			
	-Fixed Deposit with Bank having Maturity of More than 12 Months	800.00	6,650.00	
	Interest Accrued on Fixed Deposit	27.67	252.58	
	Total	9,373.20	9,834.71	
13 Other Current Assets				
	Particulars	As at 31 March 2023	As at 31 March 2022	
	Prepaid Taxes (Net of Provision of Rs. NIL)	51.69	36.76	
	Others **	214.07	0.88	
	Total	265.77	37.64	

(** Includes Rs 210.21 Lakh is the recoverable from R B I, the holding company)



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		(₹ in Lakhs)	(₹ in Lakhs)
		Year ended 31 March 2023	Period ended 31 March 2022
14	Revenue from operations		
	Particulars		
	Sale of services	-	-
	Total	-	-
15	Other Income		
	Particulars		
	Interest on Fixed Deposits**	516.94	367.58
	Interest on Income Tax Refunds	1.47	-
	Total	518.41	367.58
** Note:- The Interest Income as of now, is on the initial corpus provided by Reserve Bank of India and placed as Fixed deposits with banks.			
16	Employees Benefits Expenses		
	Particulars		
	Salary, Wages and Bonus	455.00	199.37
	Staff Welfare Expense	4.15	1.99
	Total	459.15	201.36
17	Depreciation and Amortisations		
	Particulars		
	Depreciation	34.99	14.88
	Amortisation	0.70	0.07
	Total	35.69	14.95
18	Other Expenses		
	Particulars		
	Electricity and Water charges	7.97	5.04
	Rent	59.25	34.56
	Repairs and maintenance:		
	- Buildings	22.22	12.96
	- Others	4.19	0.24
	Rates and taxes	0.41	0.78
	Travelling and conveyance expenses	76.42	10.99
	Auditors' Remuneration		
	- as audit fee	1.00	1.00
	- as other capacity	0.50	-
	Telephone expenses	0.97	0.50
	Printing and Stationery	3.05	0.75
	Legal and professional charges	181.12	102.29
	Sitting Fee		
	- Paid to Director	12.00	21.30
	- Others	-	-
	Business Promotion Expenses	18.13	3.50
	Miscellaneous Expenses	70.50	31.70
	Preliminary Expenses-Written Off	-	0.83
	Total	457.72	226.45
19	EARNINGS PER EQUITY SHARE (FACE VALUE OF Rs. 10 EACH)		
	Particulars		
	Profit / (Loss) for the period	(325.18)	(56.26)
	Weighted average number of equity shares outstanding during the Period (in Lakhs)	1,000.00	1,000.00
	Earnings per share (Basic)	(0.33)	(0.06)
	Earnings per share (Diluted)	(0.33)	(0.06)
	There are no potential diluted equity share.		



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		(₹ In Lakhs)	
		Year ended March 31, 2023	Period ended March 31, 2022
20 Contingent liabilities and Commitments			
Particulars			
Contingent liabilities (not provided for)		NIL	NIL
Capital Commitments		NIL	NIL
Other Commitments		NIL	NIL

21 Deferred Tax Asset (Net) as on March 31, 2023 In as follows :

		(₹ In Lakhs)	
		As at 31st March, 2023	As at 31st March, 2022
Particulars			
Deferred Tax Assets			
-On account of Depreciation		4.96	1.62
-On account of Leave Encashment		1.02	2.13
-On account of Gratuity		1.79	-
-On account of Preliminary Expenses		0.08	0.12
-On account of business loss		120.16	15.04
-On Account of Business Loss (Reversal due to excess charged in previous year)		(9.13)	-
Net Deferred Tax Asset		127.89	18.92

22 The information as required to be disclosed under the Micro, Small and Medium Enterprises Development Act, 2012 ("the Act") has been determined to the extent such parties have been identified by the company on the basis of information and records available with the company. Disclosure as required under section 22 of the Act, is as under:

S.No.	Particulars	As at March 31, 2023	As at March 31, 2022
(i)	The principal amount and the interest due thereon remaining unpaid to any supplier as at the end of each accounting year, - Principal - Interest	0.58	5.49
(ii)	the amount of interest paid by the buyer in terms of section 16, along with the amount of the payment made to the supplier beyond the appointed day during each accounting year;	-	-
(iii)	the amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under this Act;	-	-
(iv)	the amount of interest accrued and remaining unpaid at the end of each accounting year; and	-	-
(v)	the amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise, for the purpose of disallowance as a deductible expenditure under section 23.	-	-

23 Related Party disclosures

The disclosure of transactions with the related parties during the year as described in the AS-18 issued by the Companies (Accounting Standard) Rules, 2011 are given below:-

1) Key Management Personnel (KMP's)

Name	Designation	Date of Appointment	Date of Cessation
ARUN KUMAR SINGH	Director	11-02-2022	03-10-2022
SENAPATHY GOPALAKRISHNAN	Director	16/04/2021	-
GOPAL SRINIVASAN	Director	16/04/2021	-
ASHOK JHUNJHUNWALA	Director	16/04/2021	-
ABHAYA PRASAD HOTA	Director	16/04/2021	-
MADHURJAY MAHAPATRA	Director	16/04/2021	-
DHARMAN JANKARAN PRAGADA	Director	16/04/2021	-
KRISHNAMURTHY HANUMANTHA RAO	Director	16/04/2021	-
RAJESH BANSAL	Director	17/05/2021	-
AJAY KUMAR CHOUDHARY	Director	11/02/2022	-
SHAILENDRA TRIVEDI	Director	12/10/2022	-

2) Enterprise which is able to exercise significant influence :- "Reserve Bank of India (RBI)"

- Transactions with the related parties :

Particulars	Year ended March 31st 2023	Period Ended March 31st 2022
Issue of share capital Reserve Bank of India (RBI)		10,000.00
Recoverable from RBI**	210.21	
Remuneration (including expenses) to KMP Mr. Rajesh Bansal, Director	109.76	80.13
Directors - Sitting Fees	12.00	21.30

** The company has started Integrated Public Tech Platform Project and Incurred Rs 210.21 Lakhs during the year on behalf of the Holding Company (RBI) which has been shown by the company under Other Current Assets - Recoverable from RBI.

24 Employee Benefits

a) Defined Contribution Plan

The Company contributes at a specified percentage of Salary towards the Employees Provident Fund (EPF) for all qualifying employees. The provident fund plan is operated by the Regional Provident Fund Commissioner Under the schemes, the company is required to contribute a specified percentage of payroll cost to fund the benefits. The company has recognized Rs 20,00,144/- (Previous Year Rs. 9,34,889/-) for Provident Fund Contribution. The contributions payable to this plans by the company are at rates specified in the rules of the schemes.

b) Defined Benefit Plan

Gratuity & Leave Encashment Report Under AS 15 (Revised 2005) for the year ended 31st March 2023:

The details of the post retirement gratuity plan and leaves which is unfunded are as follows:

Description	Gratuity		Leave Encashment	
	Current Year (2022-2023)	Previous Year (2021-2022)	Current Year (2022-2023)	Previous Year (2021-2022)
I. Components of Employer Expense				
(a) Current Service Cost	4,96,277	-	1,23,888	8,44,800
(b) Interest Cost	22,095	-	57,446	-
(c) Expected Return on Plan Assets	N.A.	-	-	-
(d) Actuarial (Gain)/Loss	(1,33,809)	-	1,94,418	-
(e) Net Cost recognized in the Statement of Profit & Loss	3,84,563	-	3,75,752	8,44,800
II. Net Asset/(Liability) recognized in Balance Sheet as at 31st Mar, 2023				
(a) Present Value of Obligation as at the end of Year	3,24,929	-	4,07,262	8,44,800
(b) Fair Value of Plan Assets as at the end of Year	N.A.	-	N.A.	N.A.
(c) Liability recognized in the Balance Sheet	7,09,492	-	4,07,262	8,44,800
(d) Net Asset not recognized in the Balance Sheet	N.A.	-	N.A.	N.A.



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 [A Company Licensed under Section 8 of the Companies Act, 2013]
 Notes on Financial Statements for the year ended March 31, 2023
 CIN : U73100TG3021HPL149978

III. Reconciliation of opening and closing balances of obligations				
(a)	Present Value of Obligation as at beginning of the year	3,34,929	8,44,800	-
(b)	Current Service Cost	4,16,377	1,33,888	8,44,800
(c)	Interest Cost	32,095	87,446	-
(d)	Actuarial (Gain)/(Loss)	(1,33,809)	1,94,418	-
(e)	Benefits Paid	-	(8,13,290)	-
(f)	Present Value of Obligation as at the end of year	7,06,492	4,07,262	8,44,800
IV. Changes in the Fair value of Plan Assets				
(a)	Present Value of Plan Assets as at beginning	N.A.	N.A.	N.A.
(b)	Expected Return on Plan Assets	N.A.	N.A.	N.A.
(c)	Actuarial Gain/(Loss)	N.A.	N.A.	N.A.
(d)	Actual Company Contribution	N.A.	N.A.	N.A.
(e)	Benefits Paid	N.A.	N.A.	N.A.
(f)	Fair Value of Plan Assets as at the end of period	N.A.	407262	844800
V. Actuarial Assumptions				
<i>Economic</i>				
(a)	Discount Rate (per annum)	6.50%	7.40%	6.50%
(b)	Expected Rate of Return on Assets (per annum)	N.A.	0	0
(c)	Future Salary Escalation	7.00%	7.00%	7.00%
The estimates of future salary increases, considered in actuarial valuation, take account of inflation, seniority, promotion and other relevant factors, such as supply and demand in the employment market.				
<i>Demographic</i>				
(a)	Retirement Age	60 Years	60 Years	60 Years
(b)	Mortality Table	SALM 2012-14 (M)	SALM 2012-14 (M)	SALM 2012-14 (M)

25 The company has taken office premises on lease with an option to renew the lease after initial lease term. Lease Payments amounting to Rs. 59,24,640/- (Previous Year Rs. 34,56,040/-) have been recognized as an expense in the statement of Profit & Loss. There are no sub lease payments received/receivable that have been recognized in the statement of Profit & Loss.

26 The following are the ratios:

Particulars	Numerator	Denominator	2022-2023	2021-2022	Variance in %
(i) Current Ratio	Current Assets	Current Liabilities	38.90	202.95	(80.53)
(ii) Debt Equity Ratio	Total Debt	Shareholder's Equity	-	-	NA
(iii) Debt Service Coverage Ratio	Earnings available for debt service	Debt service	-	-	NA
(iv) Return on Equity	Net profit after taxes	Average Shareholder's equity	(0.03)	(0.01)	(454.09)
(v) Inventory turnover ratio	Cost of goods sold or sales	Average Inventory	-	-	NA
(vi) Trade Receivable Turnover Ratio	Net Credit Sales	Average Trade receivable	-	-	NA
(vii) Trade Payable Turnover Ratio	Net Credit Purchases	Average Trade payables	3.81	7.51	(49.33)
(viii) Net Capital Turnover Ratio	Net Sales / Revenue	Average Working Capital	0.05	0.04	(24.90)
(ix) Net Profit Ratio	Net profit	Net Sales / Revenue	-43%	-15%	(318.17)
(x) Return on Capital Employed	EBIT	Capital Employed	(0.05)	(0.01)	(463.60)
(xi) Return on Investment	Income generated from investments	Time weighted average investments	-	-	NA

27 During the year, the Company, on behalf of its parent, The Reserve Bank of India, has undertaken to build an Integrated Public Tech Platform for frictionless rule based lending. The project is being developed in house as advised by the Reserve Bank Fintech Department at an initial estimated cost of ₹ 30 crore. Reserve Bank has given an in-principle for reimbursing the expenses of the project after due audit of the expenses. As on March 31, 2023, RBIH has incurred an expenditure of ₹10.21 lakhs and the amount has been shown under other current as receivables from Reserve Bank of India.

28 The Government of India vide the Taxation Laws (Amendment) Ordinance 2019 dated 20-09-2019, inserted Section 115BAA in the Income Tax Act, 1961, which provides domestic companies an option to pay income tax at reduced rate effective 01-04-2019, subject to certain conditions. Company has elected to exercise the option permitted under Section 115BAA of the Income Tax Act, 1961. Accordingly, Company has recognized provision for Income Tax for the year ended March 31, 2023 and re-measured its Deferred Tax liability on the basis of the rate prescribed in the said section. The full impact of this change has been recognized in the Statement of Profit & Loss for the year.

29 The Previous Period figures are from 23rd March 2021 till 31st March, 2022, hence these figures are not really comparable with the figures for the current year.

30 Previous year figures have been regrouped & recasted wherever applicable to make them comparable with the current years figures.

As per our report of even date attached

For Prakash Chandra Jain & Co.
 Chartered Accountants
 Firm's Registration No. 002438C

Prashant Sharma
 Partner
 Membership No. 460796

Place : Bangalore
 Dated : 27/7/23



Rajesh Bansal
 (Rajesh Bansal)
 Director
 DIN - 07974948

Place : Bangalore
 Dated : 27-07-2023

For Reserve Bank Innovation Hub

Mudrapat
 (Mudrapat)
 Director
 DIN - 03144761

Place : Bangalore
 Dated : 27-07-2023



RESERVE BANK INNOVATION HUB

Registered office: Keonics-K Wing 4th Floor,
27th Main Road, Sector 1, HSR Layout, Bangalore 560102
PAN: AAKCR9018A, CIN- U72900TG2021NPL149978
DOI-23.03.2021

Integrated Public Tech Platform for Finance Project (IPTPF) Statement of Affairs as on 31st March, 2023			
Liabilities	Amount	Assets	Amount
Duties & Taxes Payable		Trade Receivable	
-TDS Payable	4,18,044	- Reserve Bank of India	2,10,20,906
-GST Payable	4,050		
Trade Payables			
- CIEL HR Services	68,48,575		
- Reserve Bank Innovation HUB	45,38,547		
Other Payables			
- Ajay Shukla	1,23,308		
- Rakesh Ranjan	22,714		
- Expenses Payable	90,65,668		
Total	2,10,20,906	Total	2,10,20,906



Integrated Public Tech Platform for Finance Project (IPTPF)			
Income and Expenditure Account for the period from 01st January,23 to 31st March,2023			
Expenditure	Amount	Income	Amount
Annual Subscription Charges	1,40,646	Income	-
Bank Charges	558		
GST Paid	17,59,009		
Professional Charges	1,90,22,936		
Tour & Travelling	30,564		
Boarding & Lodging	30,240		
Cab Hiring Charges	36,953	Net Loss	2,10,20,906
Total	2,10,20,906	Total	2,10,20,906

For Prakash Chandra Jain & Co.
Chartered Accountants
Firm's Registration No. 002438C

For Reserve Bank Innovation Hub


Pratibha Sharma
Partner
Membership No: 400755


(Rajesh Bansal)
Director & CEO
DIN- 07974968


(Mrutyunjay Mahapatra)
Director
DIN -03168761

Place: Bangalore
Dated: 27/7/23

Place: Bangalore
Dated: 27-07-2023





RBIH



About Reserve Bank Innovation Hub

The Reserve Bank Innovation Hub is a wholly-owned subsidiary of the Reserve Bank of India (RBI) set up to promote and facilitate an environment that accelerates innovation across the financial sector.

Registered Office

Reserve Bank Innovation Hub,
Keonics, 27th Main Road, 1st Sector, HSR Layout, Bengaluru, Karnataka – 560102

For more information, please contact us at communications@rbihub.in
To learn more about our other projects, visit us at www.rbihub.in

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Reserve Bank Innovation Hub (RBIH)



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