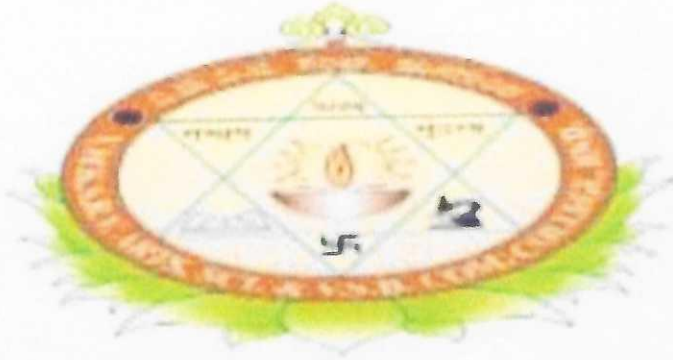


V M V V SANGHA'S



V M K S R VASTRAD ARTS SCIENCE
AND V S BELLIHAI COMMERCIAL COLLEGE
HUNGUND

Project report entitled

**"A PROJECT REPORT ON STATE
BANK OF INDIA**

UNDER GRADUATION OF BACHELOR OF COMMERCE

Submitted by
Ms. SAHANA. V. KARADI
B.Com IV Semester
Register No: U15IY21C0005

Under the Guidance of
Mr. SHREESHAIL BOMMASAGAR
Lecturer,
Department of commerce
2022-23

DECLARATION/

I declare that this project report entitled "**A PROJECT REPORT ON STATE BANK OF INDIA**" independent project carried out by me in partial fulfilment of the requirements for the award of the degree of Bachelor of Commerce by the **Rani Channamma University**. The project report has been prepared under the guidance of . **Mr. SHREESHAIL BOMMASAGAR** Co-ordinator Department of in Commerce, **Rani Channamma University, V M K S R VASTRAD ARTS SCIENCE & VS BELLIHAI COMMERCIAL COLLEGE HUNGUND.**

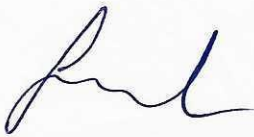
I have not submitted his project previously to this university or any other university for the award of any degree.

Date : 02-09-2023
Place : HUNGUND

S. V. Karadi
Ms. Sahana V. Karadi

CERTIFICATE

This is to certify that **Ms. Sahana V. Karadi** is a bonafide student of the Department of Commerce, bearing REG NO : U15IY21C0005 during the academic year 2022-23 has satisfactorily completed the project work entitled "**A PROJECT REPORT ON STATE BANK OF INDIA**" submitted in partial fulfillment of the requirements for the award of the Degree of Commerce by RANI CHANNAMMA UNIVERSITY under guidance and supervision by **Mr. SHREESHAIL BOMMASAGAR** And Prof. B A KANTHI Head of the Department in Commerce.



Mr. SHREESHAIL BOMMASAGAR
(Coordinator)



Prof. B A KANTHI
(HOD. OF COMMERCE)
Prof. B. A. Kanthi

Head, Department of Commerce
V.M.K S.R.Vastrad Arts, Science & Commerce College,
V.S.Bellihal Commerce College
Hungund-587118




Prof. S K MATH
Principal
Principal

Vijaya Mahantesh Krupaposhit
S.R.Vastrad Arts, Science & V.S.Bellihal
Commerce College, Hungund-587118

CERTIFICATE

This is to certify that the project work on "**A PROJECT REPORT ON STATE BANK OF INDIA**" has been carried out by Ms. Sahana V. Karadi B Com IV semester under the guidance of Mr. SHREESHAIL BOMMASAGAR Co-ordinator, Prof. B A KANTHI Head of the Department in Commerce, towards the partial fulfilment of the requirements for the award of degree of department of Commerce by the **Rani Channamma University** during the year 2022-23.

Date : 02-09-2023
Place : HUNGUND


Prof. S. K. MATH
(PRINCIPAL)
Principal
Vijaya Mahantesh Krupaposhit
S R. Vastrad Arts, Science & V.S. Bellitla
Commerce College, Hungund-587112

Acknowledgement

I am greatly indebted to my guide, **Shri. SHREESHAIL BOMMASAGAR** Co-ordinator, *Department of Commerce, Rani Channamma University, V M K S R VASTRAD ARTS SCIENCE & V S BELLIHAL COMMERCE COLLEGE HUNGUND* for his inspiring guidance. In spite of several busy assignments, he has been kind enough to spare his time for giving me pleasure and privilege to work under his guidance.

Further I am also thankful Principal. **Prof. S K MATH** and **Prof. B A KANTHI** Head of the Department in Commerce and **Mr. S S PATIL** and **Mr. B S HOSAMANI** for their encouragement and help in carrying out this project work.

My sincere thanks to all for supporting me in carrying out project report and I also thank to library staff and all my friends for their co-operation during the course of project work and I am also thankful to printers for their skilful printing this work.

My parents are main soul for my confidence, determination and strength throughout my life. The sweet hopes and wishes have made me able to present this work.

Last but not the least I take this opportunity to thank and remember all my friends who are with me and who have helped me throughout my life from the place they have resided in making me feel that I am also one among them who can achieve things as we want.

Date : 02-09-2023
Place : HUNGUND

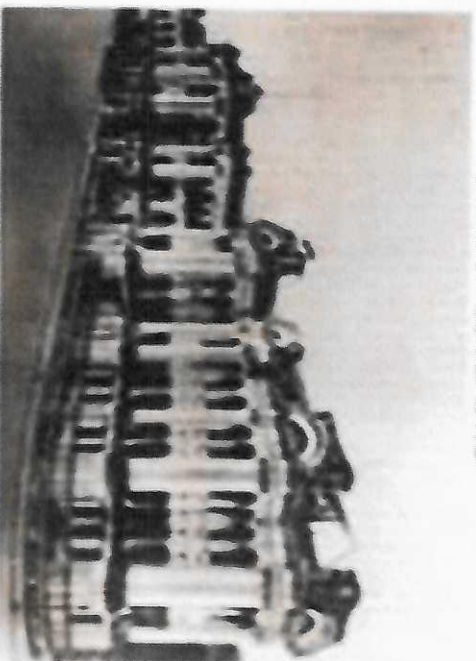
S.V. Karadi
Ms. Sahana V. Karadi

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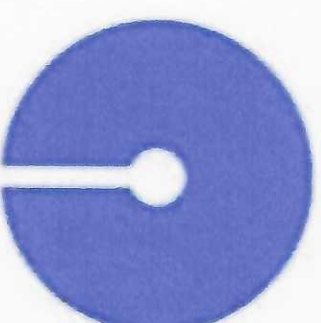
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PHOTOS & LOGOS

• BANK OF BENGAL HO



• GROUP PHOTOGRAPH 1st BOD



State Bank of India

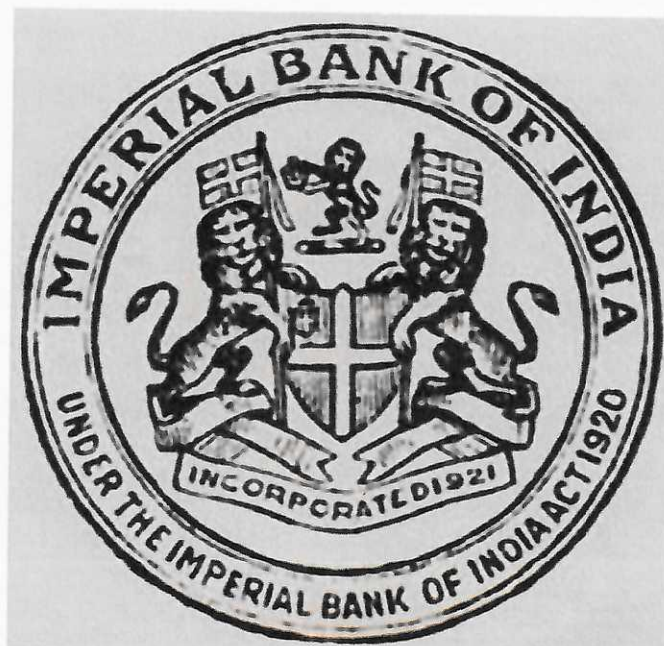
^ History



Stamp dedicated to the State Bank of India in 2005



Share of the Bank of Bengal, issued 13 May 1876



Seal of Imperial Bank of India

List of Directors

Name	Designation
Shri Dinesh Kumar Khara	Chairman (upto 09.04.2021)
Shri Ashwini Kumar Tewari	Chairman (w.e.f. 19.04.2021)
Smt. Bharati Rao	Independent Director (upto 29.03.2021)
Smt. Sudha Malhotra	Independent Director (w.e.f. 29.04.2021)
Shri Vijay Kumar Gupta	Independent Director
Shri Narayanan Raja	Independent Director
Shri Vinay S Hedao	Director
Shri Nitesh Ranjan	Director (upto 10.03.2021)
Shri Vijay Prakash Srivastava	Director (upto 29.09.2020)
Shri Prashant Ramakant Khatavkar	Director (w.e.f. 23.10.2020) (upto 25.05.2021)
Shri Dinkar Baburao Sankpal	Director (w.e.f. 30.06.2021)
Shri Chander Mohan Minocha	Director (w.e.f. 30.06.2021)
Shri P Hemant Kumar Pammi	Managing Director & CEO (upto 30.06.2021)
Shri Joydeb Mukherjee	Managing Director & CEO (w.e.f. 01.07.2021)

Our Vision

Be the market and industry leader by being
benchmark for factoring Companies in the Country

Board of Directors



Shri Dinesh Kumar Khara
Chairman
(upto 09.04.2021)



Shri Ashwini Kumar Tewari
Chairman
(w.e.f. 19.04.2021)



Shri P. Hemant Kumar Pammi
Managing Director & CEO
(upto 30.06.2021)



Shri Joydeb Mukherjee
Managing Director & CEO
(w.e.f. 01.07.2021)



Smt. Bharati Rao
Independent Director
(upto 29.03.2021)



Smt. Sudha Malhotra
Independent Director
(w.e.f. 29.04.2021)



Shri Vijay Kumar Gupta
Independent Director



Shri Narayanan Raja
Independent Director



Shri Vinay S. Hedao
Director



Shri Nitesh Ranjan
Director
(upto 10.03.2021)



Shri Vijay Prakash Srivastava
Director
(upto 29.09.2020)



Shri Prashant R Khatavkar
Director (w.e.f. 23.10.2020)
(upto 25.05.2021)



Shri Dinkar Baburao Sankpal
Director
(w.e.f. 30.06.2021)



Shri Chander Mohan Minocha
Director
(w.e.f. 30.06.2021)

Balance Sheet

As at March 31, 2021

				(in Lakhs)	
	Particulars	Note No.	March 31, 2021	March 31, 2020	
	ASSETS				
(1)	Financial Assets				
(a)	Cash and cash equivalents	2	972	187	
(b)	Loans	3	122,572	113,956	
(c)	Investments	4	0	0	
(d)	Other Financial assets	5	1,717	3,001	
			125,261	117,144	
(2)	Non-financial Assets				
(a)	Current tax assets (Net)	6	504	843	
(b)	Deferred tax Assets (Net)	7	4,616	5,431	
(c)	Property, Plant and Equipment	8	1,099	1,231	
(d)	Other Intangible assets	8	5	11	
(e)	Other non-financial assets	9	283	346	
			6,508	7,863	
	Total Assets		131,769	125,007	
	LIABILITIES AND EQUITY				
	LIABILITIES				
(1)	Financial Liabilities				
(a)	Debt Securities	10	57,675	57,222	
(b)	Borrowings (Other than Debt Securities)	11	36,674	31,726	
(c)	Other financial liabilities	12	1,231	1,757	
			95,580	90,705	
(2)	Non-Financial Liabilities				
(a)	Provisions	13	254	201	
(b)	Other non-financial liabilities	14	852	855	
			1,106	1,057	
(3)	EQUITY				
(a)	Equity Share capital	15	15,989	15,989	
(b)	Other Equity	16	19,094	17,256	
			35,083	33,245	
	Total Liabilities and Equity		131,769	125,007	
	Significant accounting policies forming part of the financial statements	1			
	See accompanying notes forming part of the financial statements	2-54			

<p>As per our report of even date</p> <p>For Vyas & Vyas Chartered Accountants Firm Registration No. 000590C DIN :- 08797991 Sachin Vyas Partner M.No. 419656 Place : Mumbai Date : 29 April 2021</p>	<p>For and on behalf of the Board of Directors</p> <p>Ashwini Kumar Tiwari Chairman DIN :- 07969705</p> <p>Pankaj Gupta Chief Financial & Risk Officer Place : Mumbai Date : 29 April 2021</p> <p>P. Hemant Kumar Pammi Managing Director & CEO</p> <p>Nandan Nimbkar Company Secretary</p>
---	--

Statement of Profit and Loss

For the Year Ended March 31, 2021

		(in Lakhs)		
	Particulars	Note	Year ended March 31, 2021	Year ended March 31, 2020
	Revenue from operations :			
(i)	Interest income	17	9,827	10,316
(ii)	Fees and commission income	18	362	344
(iii)	Sale of services	19	476	505
(iv)	Others	20	92	514
(v)	Reversal of provision	21	2,799	7,257
(1)	Total revenue from operations		13,556	18,936
(2)	Other income		195	188
(3)	Total income		13,751	19,124
	Expenses :			
(i)	Finance costs	22	4,543	6,184
(ii)	Fees and commission expense	23	109	140
(iii)	Net loss on derecognition of financial instruments under amortised cost category	24	4,234	6,672
(iv)	Employee benefits expenses	25	1,089	963
(v)	Depreciation, amortization and impairment	8	232	259
(vi)	Others expenses	26	872	879
(4)	Total expenses		11,079	15,096
(5)	Profit / (loss) before exceptional items and tax		2,672	4,028
(6)	Exceptional items		-	-
(7)	Profit/(loss) before tax		2,672	4,028
(8)	Tax Expense:			
	Current Tax / Tax for previous year		7	234
	Deferred Tax		818	2,117
(9)	Profit/(loss) for the period from continuing operations		1,847	1,677
(10)	Profit/(loss) from discontinued operations		-	-
(11)	Tax Expense of discontinued operations		-	-
(12)	Profit/(loss) from discontinued operations(After tax)		-	-
(13)	Profit/(loss) for the year		1,847	1,677
(14)	Other Comprehensive Income			
	(i) Items that will not be reclassified to profit or loss		(13)	(35)
	(ii) Income Tax relating to items that will not be reclassified to profit or loss		4	10
	Subtotal (A)		(9)	(24)
	(i) Items that will be reclassified to profit or loss		-	-
	(ii) Income Tax relating to items that will be reclassified to profit or loss		-	-
	Subtotal (B)		-	-
	Other Comprehensive Income (A + B)		(9)	(24)
(15)	Total Comprehensive Income for the year		1,838	1,652
(16)	Earnings per equity share (for continuing operations)	31		
	Basic (In Rs.)		1.15	1.05
	Diluted (In Rs.)		1.15	1.05
	Significant accounting policies forming part of the financial statements	1		
	See accompanying notes forming part of the financial statements	2-54		

As per our report of even date

For Vyas & Vyas
Chartered Accountants
Firm Registration No. 000590C
DIN :- 08797991
Sachin Vyas
Partner
M.No. 419656
Place : Mumbai
Date : 29 April 2021

For and on behalf of the Board of Directors

Ashwini Kumar Tiwari
Chairman
DIN :- 07969705

P. Hemant Kumar Pammi
Managing Director & CEO

Pankaj Gupta
Chief Financial & Risk Officer
Place : Mumbai
Date : 29 April 2021

Nandan Nimbkar
Company Secretary

Statement of Changes in Equity for the Year Ended March 31, 2021
A. Equity Share Capital

		in Lakhs	
As at 1st April, 2020	Movement during the Year	As at 31st March, 2021	
15,989	-	15,989	

B. Other Equity

Particulars	Reserves & Surplus							Other Items of Comprehensive Income (Employee Benefit)	Total
	Capital Redemption Reserve	Reserve Fund*	Securities Premium Reserve	General Reserve	Retained Earnings	Transition reserve	Impairment Reserve #		
Balance as at 1st April, 2020	1,000	6,816	21,693	10,569	(24,360)	(633)	2,196	(25)	17,256
Transfer to Reserves u/s. 45-IC of RBI Act, 1934	-	370	-	-	(370)	-	-	-	-
Dividend	-	-	-	-	1,847	-	-	-	1,837
Profit for the year	-	-	-	-	1,847	-	-	(9)	1,837
Balance as at 31st March, 2021	1,000	7,186	21,693	10,569	(22,883)	(633)	2,196	(34)	19,094

* As required by section 45-IC of the RBI Act 1934, the Company maintains a reserve fund and transfers there in a sum not less than twenty per cent of its net profit every year as disclosed in the statement of profit and loss and before any dividend is declared. The Company cannot appropriate any sum from the reserve fund except for the purpose specified by Reserve Bank of India from time to time. Till date RBI has not specified any purpose for appropriation of Reserve fund maintained under section 45-IC of RBI Act, 1934.

Created in accordance with The Reserve Bank of India circular no. 109/22.10.106/2019-20 dated 13th March 2020.

See accompanying notes to the financial statements

As per our report of even date

For Vyas & Vyas

Chartered Accountants

Firm Registration No. 000590C

DIN :- 08797991

Sachin Vyas

Partner

M.No. 419656

Place : Mumbai

Date : 29 April 2021

For and on behalf of the Board of Directors

Ashwini Kumar Tiwari

Chairman

DIN :- 07969705

Pankaj Gupta

Chief Financial & Risk Officer

Place : Mumbai

Date : 29 April 2021

P. Hemant Kumar Panmi

Managing Director & CEO

Nandan Nimbkar

Company Secretary

Cash Flow Statement

SBI Global Factors Ltd.
(A Subsidiary of State Bank of India)

For the Year Ended March 31, 2021

	(' in Lakhs)	
	March 31, 2021	March 31, 2020
Cash Flow from Operating Activities:		
Net Profit before Tax		
Adjustments for:	2,672	4,028
Depreciation / Amortisation		
Interest Cost	232	259
Discount on issue of Commercial Paper	1,664	1,942
Amortisation of Forward Premium	2,640	4,092
Sundry Balance Written Off	93	-
Foreign Exchange (Gain)/Loss (Net)	(0)	0
(Profit) / Loss on Sale of Fixed Assets	(2)	2
Liabilities no longer required Written Back	(0)	0
Impairment of assets	(8)	(5)
Bad Debts Written Off	(2,800)	(7,257)
Provision for Leave Encashment	4,234	6,672
Provision for Gratuity	41	5
Profit on Sale of Current Investments	27	46
OCI Impact	(59)	(82)
	(13)	(35)
Operating profit before Working Capital changes	6,049	5,639
Increase / (Decrease) in Debt Securities	8,721	9,666
Increase / (Decrease) in Borrowings (Other than Debt Securities)	(4,931)	266
(Increase) / Decrease in Other Financial Liabilities	(2,581)	3,401
Increase / (Decrease) in Provisions	(611)	(703)
Increase / (Decrease) in Other Non Financial Liabilities	(15)	51
(Increase)/Decrease in Other Non - Financial Assets	6	(251)
(Increase)/Decrease in Other Financial Assets	63	13
(Increase)/Decrease in Loans	1,284	(945)
	(10,049)	(704)
Cash (used)/generated in and from Operating Activities	(16,836)	1,126
Direct Taxes paid (net)	(8,115)	10,793
	332	41
Net Cash (used)/generated in and from Operating Activities (A)	(7,783)	10,834
Cash Flow from Investing Activities:		
Purchase of Fixed Assets		
Sale of Fixed Assets	(33)	(30)
Purchase of Current Investments	24	0
Sale of Current Investments	(386,995)	(346,690)
Net cash from Investing Activities (B)	387,054	346,772
Cash Flow from Financing Activities:	50	52
Interest Cost		
Discount on issue of Commercial Paper	(1,779)	(1,862)
Premium on Forward Contract	(2,641)	(4,090)
Repayment of Loans	(93)	-
Loan Taken	(113,241)	(119,809)
Commercial Paper Repaid	120,772	117,413
Commercial Paper Taken	(150,000)	(279,500)
Net Cash generated from Financing Activities (C)	155,500	273,000
Net increase in Cash and Cash Equivalents (A + B + C)	8,518	(14,848)
Cash and Cash Equivalents as at March -21 /March - 20	785	(3,963)
Cash in Hand		
Stamp in Hand	1	1
Cash & Bank Balances in Current Account with Banks	-	-
	971	186
Less: Cash and Cash Equivalents as at Mar-20/Mar-19	972	187
	187	4,149
Note :	785	(3,963)

Note :

1. Cash Flow Statement has been reported using the Indirect Method.

See accompanying notes to the financial statements 2 - 54

As per our report of even date	For and on behalf of the Board of Directors	
For Vyas & Vyas	Ashwini Kumar Tiwari	P. Hemant Kumar Pammi
Chartered Accountants	Chairman	Managing Director & CEO
Firm Registration No. 000590C	DIN :- 07969705	
DIN :- 08797991		
Sachin Vyas	Pankaj Gupta	Nandan Nimbkar
Partner	Chief Financial & Risk Officer	Company Secretary
M.No. 419656	Place : Mumbai	
Place : Mumbai	Date : 29 April 2021	
Date : 29 April 2021		

Directors' Report

FOR THE FINANCIAL YEAR ENDED MARCH 31, 2021

Your Directors have pleasure in presenting the 20th Annual Report of SBI Global Factors Limited ('SBI GFL') along with the audited Balance Sheet as at March 31, 2021 and Profit & Loss Account for the year 2020-21.

FINANCIAL PERFORMANCE

- (i) During the year, the Company continued to manage its operations on profitable lines despite the prevailing economic downturn and achieved an Operating Profit of Rs. 41.06 Crores, by a conscious strategy to:
- grow the portfolio selectively, especially by tapping opportunities in Services Sector (logistic, fleet transport, ITeS etc.)
 - de-risk Balance Sheet by exiting from riskier assets,
 - minimise slippages in Asset Quality, and
 - improve profitability by concentrating on recovery / upgradation of AUCA / NPA Accounts
 - Exploring new opportunities of without recourse Factoring on TReDs (Trade Receivables Discounting System), Asset Backed Securitisation Assignment of Portfolio (Gold Loan)

(Rs. in cr.)

Key Parameters	2019-2020	2020-2021	YOY % Growth***
- Turnover (Revenue from Operations) *	117	108	-7.90%
FIU**	1321	1379	4.40%
Gross NPAs	206	171	-17.33%
Net NPAs	34	37	8.87%
Operating Profit	34	41	19.29%
PBT	40	27	-33.66%
PAT	17	18	10.12%
Recovery from Written-off A/cs	5	1	-82.18%
*as per Companies Act, 2013, Revenue from Operations alone constitute turnover. However, as per Factoring Industry practice, turnover refers to turnover of all invoices lodged by clients. As per this definition turnover is as follows :			
Turnover (Invoices Booked/ Business Turnover) of the Company	4,394	4,352	-0.96%

** Post sale of part of TReDs portfolio of Rs. NIL (Previous Year Rs. 125.35 Crores) to SBI.

***Based on actual figures without rounding off to nearest Crore

SHARE CAPITAL

Pursuant to the provisions of Sections 61, 64 and other applicable provisions, if any, of the Companies Act, 2013 read with rules made thereunder (including any statutory modification(s) or re-enactment(s) thereof for the time being in force) and pursuant to Article 56 of the Articles of Association of the Company, Equity Shareholders/ Members of the Company, at their Extraordinary General Meeting held on July 27, 2020, considered and increased the Authorised Share Capital of the Company from Rs. 300,00,00,000/- (Rupees Three Hundred Crores Only) divided into 18,00,00,000 Equity Shares of Rs. 10/- (Rupees Ten Only) each and 12,00,00,000 Preference Shares of Rs. 10/- (Rupees Ten Only) each - to - Rs 1000,00,00,000/- (Rupees One Thousand Crores Only) divided into 88,00,00,000 Equity Shares of Rs. 10/- (Rupees Ten Only) each and 12,00,00,000 Preference Shares of Rs. 10/- (Rupees Ten Only) each.

The present Authorised Share Capital of the Company is Rs. 1000,00,00,000/- divided into 88,00,00,000 Equity Shares of Rs. 10/- each and 12,00,00,000 Preference Shares of Rs. 10/- each.

The present Issued, Subscribed and paid-up Share Capital of the Company is Rs. 159,88,53,650/- divided into 15,98,85,365 Equity Shares of Rs. 10/- each.

During the Financial Year ended on March 31, 2021, there was no change in the Equity Shareholding Pattern of the Company which remained as follows :

Sr. No.	Name of the Equity Shareholder	Percentage of Issued, Subscribed, and Paid up Equity Share Capital
1.	State Bank of India	86.18
2.	Small Industries Development Bank of India (SIDBI)	6.53
3.	Union Bank of India	2.95
4.	Bank of Maharashtra	4.34
	TOTAL	100.00

The Company's Capital Adequacy Ratio as on March 31, 2021 is as high as 21.07 % (As per Basel II norms) against 15% stipulated by the RBI.

THE COMPANIES ACT, 2013

As on March 31, 2021, the Company was compliant with all applicable provisions of the Companies Act, 2013 and the respective Rules and Secretarial Standards framed thereunder.

INTERNATIONAL ASSOCIATIONS

SBI Global Factors Limited is a Member of Factors Chain International (FCI), an umbrella Organization of worldwide factoring companies. FCI aims to facilitate international trade on open account terms through factoring and related financial services. Currently, the FCI network and association comprises of more than 400 Factors in 90 Countries, actively handling approximately 90% of the world's International factoring volumes.

HUMAN RESOURCES

SBI Global Factors Ltd. ("SBIGFL") is a professionally managed Company that constantly innovates and tries to adopt global best practices in its field. Alignment with the long-term business direction and co-creation of shared values by each individual employee help the Company meet its objectives. The Company believes in investing in people to develop and expand their skill-sets, to achieve its goals.

There are no cases filed in the Financial Year 2020 - 21, under the Policy on Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) for the Company.

As on 31st March, 2021, the staff strength of SBIGFL is 93, including 15 executives/employees on deputation from SBI.

INFORMATION TECHNOLOGY

Company has decided to automate the lending processes by acquiring Loan Origination System (LOS), which will cover the entire loan life cycle -from loan origination through loan application process, risk assessment, decision-making, monitoring, and management control of approved loans. With a robust technical platform for loan delivery, Company will be able to

- Reduce TAT
- Standardize the formats
- Achieve clarity in credit appraisal/assessment methodologies
- Improve efficiency in credit decision making based on authentic and timely availability of information about the financials
- Credit history and KYC of the clients/debtors

LOS will help Company to achieve its short term and long term objectives of increasing the business and market presence and at the same time penetration into newer products and segments.

CREDIT RATING

During the year, various Rating Agencies have assigned the following Ratings to SBIGFL for its funding requirements :

RATING AGENCY	RATING	AMOUNT	INSTRUMENT/FACILITY
ICRA	[ICRA]AAA (stable)	Rs. 159.80 Crs.	Subordinated Debt Programme (Long Term)
ICRA	[ICRA]AAA (stable)	Rs. 1000 Crs.	Long Term Bank Lines
ICRA	[ICRA]A1+	Rs. 1000 Crs.	Short Term Bank Lines
ICRA	[ICRA]A1+	Rs. 2000 Crs.	Short Term Debt Programme (Commercial Paper)
CRISIL	CRISIL AAA/ (stable)	Rs. 200 Crs.	Non-Convertible Debentures Programme (Long Term)
CRISIL	CRISIL AAA/ (stable)	Rs. 100 Crs.	Non-Convertible Debentures Programme (Long Term)
CRISIL	CRISIL A1+	Rs. 1500 Crs.	Commercial Paper Programme

The above ratings indicate the highest degree of safety with regard to timely payment of interest and principal on the rated instruments.

The Company continues to augment resources from competitive sources and during the year under review, it raised Rupee resources by borrowing through Debt Instruments like Commercial Papers, and Short Term Credit facilities from leading Commercial Banks viz State Bank of India and HDFC Bank. It enjoys Foreign Currency Lines of Credit in USD, EURO, and Pound Sterling from SBI London at competitive Rates to fund its Export factoring business.

NPA MANAGEMENT

The Financial Year 2020-21 began with the uncertainties arising out due to outbreak of Covid -19 pandemic and its impact that led to an unprecedented economic crisis globally. The disruptions in cash flow due to closures of businesses as a result of lockdown imposed by GOI during first quarter of FY2020-21 led to delay and nonpayment of invoices after due dates by debtors. Legal matters also came to a standstill as Courts were nonfunctional during major part of the year. Further, filing of new matters was stopped and hearings in NCLT matters were also prolonged. With these hurdles, the Company faced huge challenges to retain the Asset quality, restricting fresh slippages, and sustain profitability.

In accordance with the RBI's notification dated 27.3.2020 titled 'Covid-19- Regulatory Package' there were several requests from Clients / Debtors seeking extension of due date of payment of invoices/ bills for a period ranging from 60 days to 90 days.

To align with the revised norms, your Company obtained Board approval and revised the 'Prudential norms (from 90 days to 180 days) on income recognition and Asset Classification and Provisioning' in terms of the RBI's Master Direction and considered relief by granting extension of due date of invoices on case to case basis within the NPA classification norms.

The Company's initiative not only helped the borrowers to tackle their financial challenges during lockdown period but also helped in timely recovery of the Company dues in a phased manner and to restrict NPA till Q3 of FY20-21. However, after the directions from RBI during the Audit conducted in Q3, the Company had to revise the Asset classification norms from 180 days to 90 days as at March 2021.

28 accounts amounting to Rs.93 Cr were under SMA2 category during the previous year, however, with the Company's proactive measures viz. daily monitoring of overdues, follow up with client and debtors and weekly review by top management for taking prompt corrective actions in the accounts helped in recovering 21 SMAs amounting upto Rs. 64 Cr. The remaining 7 SMAs of Rs.28.42 Cr were timely resolved/ regularized and were prevented from slippages during FY 20-21.

The Company under the RBIs 'Resolution Framework for COVID-19-related Stress', entered into One Time Restructuring package along with other lender in one of TReDS defaulted account M/s Future Enterprise Limited having outstanding of Rs.3.54 Cr. However, the implementation of Resolution plan did not take place till March 2021 and hence the account was classified as NPA during Q4 of FY 2020-21.

Another account with outstanding of Rs.8.80 Cr slipped into NPA during Q4 of FY 2020-21 due to impact of Covid situation and change in Asset classification norms from 180 days to 90 days. However, the Company expects recovery of the entire dues in the account in FY2021-22.

The Company have offered Compromise Settlement to the existing NPA accounts, out of 3 such settlement negotiated, one account has been liquidated during the year and the remaining 2 NPA accounts are expected to be closed by Q2 of FY 2021-22. The NPA recovery during the year stood at Rs.5.84 Cr. Further an amount of Rs.42.33Cr (including claim relinquished) was transferred to AUCA during FY 2020-21.

Recovery from AUCA remained at Rs.91.55 Lakhs as compared to previous year Rs.5.07Cr. The Company could negotiate and close one old AUC account under settlement during the year. Two more AUCA accounts were settled under compromise during Q4 and the payment is expected in FY 2021-22.

The Company also focused to bring down the Gross NPA level by more than 3% during the year by restricting fresh NPA slippages and recovery through compromise settlement. Gross NPA level at the end of March 2021 has reduced to Rs.170.62 Cr as against Rs. 206.38 Cr in FY 20-21. Gross NPA percentage has also come down to 12.37% from 15.63% in the previous year. Net NPA at the end of FY 2021 stood at Rs.37 Cr which was at Rs 34 Cr as at the end of previous year. Net NPA to Net Advances is at 2.99% by the end of March 2021.

TRANSFER TO RESERVE

The Company has transferred Rs. 3.70 Crores (viz., 20% of Rs. 18.47 Crores) to Reserve Fund (created in accordance with provisions of Section 45IC of the Reserve Bank of India Act, 1934) in the Financial Year 2020-21, as the Company has made a profit of Rs. 18.47 Crores.

The Company had created an Impairment Reserve in accordance with circular no. 109/22.10.106/2019-20 of The Reserve Bank of India dated 13th March 2020 of Rs. 21.96 Crores in FY 2019-20. There is no further additional requirement to be transferred to Impairment Reserve in this Financial Year.

DIVIDEND

As a conservative measure, your Company do not propose payment of any Dividend to the Equity Shareholders for the Financial Year ended March 31, 2021.

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION & FOREIGN EXCHANGE EARNINGS & OUTGOINGS

Particulars of Foreign Currency earnings and outgo during the year are given in the Notes to the Accounts forming part of the Annual Accounts.

Since the Company does not own any manufacturing facility, the other particulars relating to conservation of Energy and Technology Absorption stipulated in the Companies (Accounts) Rules, 2014 are not applicable.

MATERIAL CHANGES AND COMMITMENTS

There have been no material changes and commitments, affecting the financial position of the Company, which occurred between the end of the financial year of the Company and the date of this Report.

INTERNAL AUDIT AND LIMITED REVIEW OF QUARTERLY ACCOUNTS

SBIGFL has appointed an independent firm of Chartered Accountants, M/s. S. Panse & Co. LLP (formerly S. Panse & Co.), as Internal and Concurrent Auditors. Internal Audit & Compliance is focused on independently evaluating the adequacy of internal controls, ensuring adherence to operating guidelines and Regulatory and Legal requirements and pro-actively recommending, by way of improvements in operational processes and service quality of various individual departments. The quarterly results are also subjected to a limited review by the Statutory Auditors.

DETAILS OF EMPLOYEES DRAWING SALARY ABOVE PRESCRIBED LIMITS

Since no employee of the Company is drawing a Salary exceeding limit as prescribed under Section 197(12) of the Companies Act, 2013, a Statement of such Employees is not required.

As on March 31, 2021, there are 93 employees in company (78 Direct Staff and 15 SBI deputees). The increment given to the direct staff including the Company Secretary (KMP) ranged from 5% to 10%. The percentage increase in the median remuneration of the employees in Financial Year 2020-21 is 8.57 %. The remuneration paid to employee is as per the Remuneration policy of the Company. For SBI deputees, including Managing Director & CEO and Chief Financial Officer (KMPs), the Remuneration increased as applicable to their pay scales in SBI.

Non-Executive Directors are not getting any Remuneration except sitting fees. In case of Nominee Directors from other Shareholding Banks (excluding SBI), sitting fees are paid to concerned shareholding Banks.

EXTRACT OF ANNUAL RETURN

The details forming part of the extract of the Annual Return in Form MGT-9 is annexed herewith as "Annexure A". The copy of the same being placed on the website of the Company (web-link – www.sbiglobal.in)

NUMBER OF MEETINGS OF THE BOARD

The Board meets at regular intervals and the intervening gap between the Meetings during the year 2020-21 was within the period prescribed under the Companies Act, 2013. The notice of the Board Meeting was given well in advance to all Directors.

Six Board Meetings and five Audit Committee Meetings were held during the Financial Year. The Board met on May 02, 2020, June 29, 2020, July 21, 2020, September 03, 2020, October 23, 2020, and January 23, 2021. The Audit Committee met on May 02, 2020, July 21, 2020, September 03, 2020, October 23, 2020, and January 20, 2021.

CORPORATE GOVERNANCE REPORT

The report on Corporate Governance is appended herewith.

MANAGEMENT DISCUSSION & ANALYSIS REPORT

Annual Report has a separate Chapter on Management Discussion and Analysis.

DIRECTORS

The Board of Directors of the Company at present consists of six Directors including three Nominee Directors and three Independent Directors.

During the Financial Year ended on 31st March, 2021 :

- (i) The Board of Directors of the Company, at its Meeting held on May 02, 2020, considered and appointed Shri Vijay Prakash Srivastava (formerly the General Manager & Chief Financial Officer, Bank of Maharashtra) (Director Identification Number (DIN) 08239852) as the Nominee Director of Bank of Maharashtra, on the Board of the Company.
- (ii) Shri M N Aravind Kumar (the General Manager, State Bank of India) (Director Identification Number (DIN) 08165688) (as nominated by State Bank of India) ceased as the Managing Director & C.E.O. (i.e. the Nominee Director of State Bank of India) and the Key Managerial Personnel (KMP) of the Company with effect from the closure of the business on June 30, 2020 (i.e. effective July 01, 2020),
- (iii) As nominated by State Bank of India, Shri Prabhakar Hemant Kumar Pammi (the General Manager, State Bank of India) (Director Identification Number (DIN) 07969705) was appointed as the Managing Director & C.E.O. (i.e. the Nominee Director of State Bank of India) and the Key Managerial Personnel (KMP) of the Company with effect from July 01, 2020 (in place of Shri M N Aravind Kumar, the General Manager, State Bank of India, and formerly the Managing Director & C.E.O. (i.e. the Nominee Director of State Bank of India) and the Key Managerial Personnel (KMP) of the Company).
- (iv) Shri Vijay Prakash Srivasatava (formerly the General Manager & Chief Financial Officer, Bank of Maharashtra) (Director Identification Number (DIN) 08239852) ceased as the Nominee Director of Bank of Maharashtra with effect from the close of the business on September 28, 2020 (i.e. w.e.f. September 29, 2020),
- (v) The Board of Directors of the Company, at its Meeting held on October 23, 2020, considered and appointed Shri Prashant Ramakant Khatavkar (formerly the General Manager, FM&A, Treasury & International Banking, Bank of Maharashtra) (Director Identification Number (DIN) 08857199) as the Nominee Director of Bank of Maharashtra, on the Board of the Company.
- (vi) Consequent upon his appointment as an Executive Director of Union Bank of India, Shri Nitesh Ranjan (Director Identification Number (DIN) 08101030) ceased as the Nominee Director of Union Bank of India with effect from March 10, 2021,
- (vii) Consequent upon the completion of (maximum permissible) two consecutive terms as stipulated under Section 149 of the Companies Act, 2013, Smt. Bharati Rao (Director Identification Number (DIN) 01892516) relinquished her Office as an Independent Director of the Company with effect from the close of the business of March 29, 2021 (i.e. with effect from March 30, 2021).

The Board places on record, its deep appreciation for contributions made by Shri M N Aravind Kumar, Shri Vijay Prakash Srivastava, Shri Nitesh Ranjan and Smt. Bharati Rao to the deliberations of the Board of Directors.

Further, after the end of the Financial Year 2020-21:

- (i) The Board of Directors of the Company, vide a Circular Resolution dated April 19, 2021, noted and accepted the cessation of Shri Dinesh Kumar Khara (Chairman, State Bank of India) (Director Identification Number (DIN) 06737041) as the Nominee Director of State Bank of India and the Chairman on the Board of Directors of the Company with effect from the close of the business on April 09, 2021,
- (ii) as nominated by State Bank of India and duly considered and recommended by the Nomination and Remuneration Committee of the Board (after determining 'fit and proper' status/ suitability of the appointment in this regard), the Board of Directors of the Company inducted Shri Ashwini Kumar Tewari (Managing Director (International Banking, Technology & Subsidiaries), State Bank of India) (Director Identification Number (DIN) 08797991), as the Nominee Director of State Bank of India and the Chairman of the Board of the Company with effect from April 19, 2021,
- (iii) As duly considered and recommended by the Nomination and Remuneration Committee of the Board at its Meeting held on April 29, 2021 (prior to the Board Meeting) (after determining 'fit and proper' status / suitability of the appointment in this regard), the Board, at its Meeting held on April 29, 2021, considered and appointed Smt. Sudha Malhotra (Director Identification Number (DIN) : 09147726) as an Additional Director of the Company in the capacity of Independent Director (not liable to retire by rotation) for a period of five years with effect from April 29, 2021, pursuant to Sections 149, 150, 152, 161 read with Schedule IV and other applicable provisions, if any, of the Companies Act, 2013 read with the Rules made there under (including any statutory modification(s) or re-enactment thereof for the time being in force), SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, and the respective provisions of the Articles of Association of the Company, and recommended the same to Equity Shareholders/ Members of the Company,
- (iv) Consequent upon his transfer as the General Manager, Recovery, SAMV & Legal Services of Bank of Maharashtra, Shri Prasahant Ramakant Khatavkar (formerly the General Manager, FM&A, Treasury & International Banking, Bank of Maharashtra) (Director Identification Number (DIN) 08857199) ceased as the Nominee Director of Bank of Maharashtra with effect from May 25, 2021,
- (v) as nominated by Bank of Maharashtra and duly considered and recommended by the Nomination and Remuneration Committee of the Board at its Meeting held on June 30, 2021 (after determining 'fit and proper' status/ suitability of the appointment in this regard), the Board of Directors of the Company, at its Meeting held on June 30, 2021, considered and appointed
 - (a) Shri Dinkar Baburao Sankpal (General Manager, Treasury & International Banking Division, Bank of Maharashtra) (Director Identification Number (DIN) : 09190356) as a Nominee Director of Bank of Maharashtra on the Board of Directors of the Company with effect from June 30, 2021,
 - (b) Shri Chander Mohan Minocha (Chief General Manager, Treasury & International Banking, Union Bank of India) (Director Identification Number (DIN) : 09200658) as a Nominee Director of Union Bank of India on the Board of Directors of the Company with effect from June 30, 2021

CHANGE IN THE KEY MANAGERIAL PERSONNEL (KMP)

- (i) Consequent upon the retirement from the services as the Dy. General Manager of State Bank of India on reaching superannuation, Shri Pankaj Gupta tendered his resignation as the Sr. Vice President and Chief Financial & Risk Officer of the Company with effect from the close of the business on April 30, 2021,
- (ii) After the end of the Financial Year 2020-21,
 - (a) as nominated by State Bank of India, the Nomination and Remuneration Committee of the Board of Directors at its Meeting held on June 30, 2021 (prior to the Meeting of the Board of Directors) (after determining 'fit and proper' status/suitability of the appointment in this regard), *inter alia* considered and appointed Shri Joydeb Mukherjee (the General Manager, State Bank of India) (Director Identification Number (DIN) 09197677) as the Managing Director & CEO (i.e. the Nominee Director of State Bank of India) and the Key Managerial Personnel (KMP) of the Company with effect from July 01, 2021 (in place of Shri Prabhakar Hemant Kumar Pammi, the General Manager, State Bank of India (Director Identification Number (DIN) 07969705), and formerly the Managing Director & CEO (i.e. the Nominee Director of State Bank of India) and the Key Managerial Personnel (KMP) of the Company,
 - (b) As duly considered and recommended by the Nomination and Remuneration Committee of the Board of Directors at its Meeting held on June 30, 2021 (prior to the Meeting of the Board of Directors), the Board, at its Meeting held on June 30, 2021, *inter alia* considered and appointed Shri Akash S. Damniwala, Dy. General Manager (TEGS-VI), State Bank of India, as the SVP and Chief Financial Officer (CFO) (Key Managerial Personnel (KMP)) of the Company,
 - (c) The Nomination and Remuneration Committee of the Board and the Board of Directors of the Company, at their Meetings held on June 30, 2021, noted the resignation of Shri Nandan Nimbkar (possessing the Membership Number ACS20170 of the Institute of Company Secretaries of India) as the Company Secretary & Compliance Officer (Key Managerial Personnel (KMP) of the Company with effect from the close of the business on September 08, 2021 (i.e. with effect from September 09, 2021).

DECLARATION BY INDEPENDENT DIRECTORS

Statements of declaration in terms of Section 149(6) of the Companies Act, 2013 were received from the Independent Directors that they have met the criteria of Independence as provided in section 149(6) and 149(7) of the 2013 Act.

POLICY ON APPOINTMENT AND REMUNERATION OF DIRECTORS, KMPs AND SENIOR MANAGEMENT PERSONNEL

The Nomination and Remuneration Policy of the Company on Appointment, Remuneration including criteria for determining qualifications, positive attributes, independence of Directors and other matters of Directors, KMPs and Senior Management Personnel. The Nomination & Remuneration Policy is available on the Website of the Company at (www.sbiglobal.in)

COMMENTS ON AUDITORS REPORT & SECRETARIAL AUDIT REPORT

There are no qualifications, reservations or adverse remarks or disclaimers made by M/s. Vyas & Vyas, Chartered Accountants, the Statutory Auditors, M/s. S. Panse & Co. LLP (formerly S. Panse & Co.), Chartered Accountants, Internal Auditors and CS Shri Rajkumar R. Tiwari, Practising Company Secretary, in their Reports.

The comments of the Comptroller & Auditor General of India under Section 143 (6) (b) of the Companies Act will be attached to the Directors Report after receipt of the same.

PARTICULARS OF LOANS, GUARANTEE OR INVESTMENTS UNDER SECTION 186 OF THE ACT

The Company issues Tier II Bonds in the form of Unsecured Non Convertible Debentures (NCDs), also known as Debenture Bonds for strengthening its Capital Adequacy Ratio (CAR) and enhancing the long term Rupee resources.

As on March 31, 2021, the total outstanding of the Company's Tier II Bonds is at Rs. 100 Crores. The details of which are given in the below table:

Sr. No.	Particulars	Issue Date	Maturity Date	Rate	Amount (Rs. Cr)
1	Tier II Bond (NCD - Issue 9)	29-07-2011	29-07-2021	9.22%	100
				TOTAL	100

The Company is in the process of raising fresh Unsecured Non Convertible Debentures in the form of Tier II bonds upto the tune of Rs. 200 crores in the current financial year.

PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES REFERRED TO IN SECTION 188(1)

During the Financial Year ended March 31, 2021, there are no material transactions with Related Parties. The particulars of contracts or arrangements with Related Parties referred to in Section 188(1), as prescribed in Form AOC-2 of the Rule 8 of the Companies (Accounts) Rules, 2014 is appended as "Annexure B". The Board has approved the Policy on the Related Party Transactions which has been uploaded on the Company's Website (www.sbiglobal.in).

RISK MANAGEMENT POLICY

The Company has adopted a Risk Management Policy duly approved by the Board. Accordingly, the Company manages the key risks critical to the Company's operations such as Credit Risk (Including Concentration and Country Risk), Operations Risk, Liquidity Risk, Market Risk (Interest Risk) and Compliance Risk (Including Legal Risk). Major Risks identified are systematically addressed through mitigating actions on a continuing basis. These are also discussed at the Meetings of the Risk Management Committee of the Board at regular intervals.

AUDIT COMMITTEE

The present Audit Committee of the Board (duly constituted pursuant to Section 177 of the Companies Act, 2013) consists of four Members, of which three are Independent Directors and one is the Nominee Director of State Bank of India.

CORPORATE SOCIAL RESPONSIBILITY (CSR) COMMITTEE

The Corporate Social Responsibility (CSR) Committee of the Board, at present, consists of 4 members, of which two are Independent Directors and two are the Nominee Director. The CSR Policy of the Company was approved by the Board in its meeting held on October 20, 2014. The details of CSR activities during the year as per Corporate Social Responsibility Policy Rules, 2014

have been appended herewith as “Annexure C”. The Policy is also uploaded on the Website of the Company (www.sbiglobal.in).

RISK MANAGEMENT COMMITTEE

The present Risk Management Committee of the Board consists of three Members, all of which are Independent Directors.

NOMINATION AND REMUNERATION COMMITTEE

The present Nomination and Remuneration Committee of the Board consists of four Members, of which three are Independent Directors and one is the Nominee Director of State Bank of India.

VIGIL MECHANISM

The Company has established a Vigil Mechanism for Directors and Employees to report genuine concerns. The Policy on the Vigil Mechanism of the Company is displayed on the Website of the Company (www.sbiglobal.in)

ANNUAL EVALUATION BY THE BOARD

The evaluation framework as per Section 178(2) of the Companies Act, 2013 and as per Rule 8(4) of the Companies (Accounts) Rules, 2014 was approved by the Nomination and Remuneration Committee of the Board and by the Board of Directors of the Company. The Evaluation involves Board Evaluation, Evaluation of Board Level Committees, Self – Evaluation, Chairman’s Evaluation and Evaluation of Independent Directors of the Board. A member of the Board shall not participate in the discussion of his/her evaluation.

PUBLIC DEPOSITS

During the Financial Year ended March 31, 2021, the Company has not accepted any deposits from the public within the meaning of the provisions of the Non-Banking Financial Companies (Reserve Bank) Directions, 1998. The Company also does not hold any Public Deposits as on March 31, 2021.

AUDITORS

Vyas & Vyas, Chartered Accountants, the present Statutory Auditors of the Company appointed by the Comptroller & Auditor General of India (“C&AG of India”), will retire at the close of the 20th Annual General Meeting of the Company.

The Statutory Auditors of the Company for the Financial Year 2021-22 would be appointed as and when directed/ informed to the Company by the C&AG, pursuant to Section 139 and other applicable provisions of the Companies Act, 2013.

SECRETARIAL AUDIT REPORT

The Board of Directors of the Company had appointed Shri Rajkumar R. Tiwari, Practising Company Secretary, to conduct the Secretarial Audit for the Financial Year 2020-21 and his Report on Company’s Secretarial Audit is appended to this Report as “Annexure D”.

DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to Section 134 of the Companies Act, 2013, the Directors confirm that :

- (a) In the preparation of the Annual Accounts, the applicable Accounting Standards have been followed along with proper explanation relating to material departures;
- (b) the Directors have 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 have 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 have prepared the Annual Accounts on a going concern basis;
- (e) the Directors have laid down internal financial Controls to be followed by the Company and that such internal financial Controls are adequate and operating effectively; and
- (f) the Directors have devised proper systems to ensure compliance with the provisions of all applicable Laws and such systems are adequate and operating effectively.

CEO & CFO CERTIFICATE

A Certificate from Managing Director & CEO and Chief Financial & Risk Officer of the Company, pursuant to the Listing Agreement of privately placed Debentures, for the Financial Year 2020-21 on Financial Statements and Compliances is **annexed to the Report on Corporate Governance. (Annexure I)**

CODE OF CONDUCT OF DIRECTORS AND SENIOR MANAGERIAL PERSONNEL

Managing Director & C.E.O. affirms the compliance with the Company's Code of Conduct as approved by the Board.

COMPLIANCE CERTIFICATE REGARDING CORPORATE GOVERNANCE

A Compliance Certificate regarding compliance of conditions of Corporate Governance from Shri Rajkumar R. Tiwari, Practising Company secretary is enclosed to the Report of Corporate Governance **(Annexure II)**

ACKNOWLEDGEMENTS

The Directors thank the Reserve Bank of India and the Shareholding Banks/Financial Institutions for their continued support. They are thankful to the Clients and Customers for their continued patronage. The Directors wish to especially acknowledge the support of SBI in lending the services of their experienced Executives/ Managers to the Company. The Directors also wish to convey their appreciation to employees at all levels for their hard work, dedication and commitment.

For and on behalf of the Board of Directors

Place : Mumbai
Date : June 30, 2021

Ashwini Kumar Tewari
Chairman

Form No. MGT-9
EXTRACT OF ANNUAL RETURN
as on the financial year ended on 31st March, 2021

[Pursuant to section 92(3) of the Companies Act, 2013 and rule 12(1) of the Companies (Management and Administration) Rules, 2014]

I. REGISTRATION AND OTHER DETAILS:

CIN	U65929MH2001PLC131203
Registration Date	13/03/2001
Name of the Company	SBI Global Factors Ltd
Category / Sub-Category of the Company	Public Company
Address of the Registered office and contact details	The Metropolitan, 6th Floor, Bandra Kurla Complex, Bandra(E), Mumbai-400051 T.No. (022) 48890300
Whether listed company	Yes (Equity is not listed but our Debentures are listed with NSE)
Name, Address and Contact details of Registrar and Transfer Agent	Datamatics Business Solutions Limited (Formerly known as Datamatics Financial Services Limited). Address: Plot No. 85, Part B Cross Lane, MIDC, Andheri (East), Mumbai 400 093. Contact No.: +91 2266712011.

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

All the business activities contributing 10% or more of the total turnover of the company shall be stated:-

Sl. No.	Name and Description of main products / services	NIC Code of the Product/service	% to total turnover of the company (100%)
1	Core Factoring		65.82 % (Rs. 90,51,02,109)
2	Non-Core Discounting		34.18% (Rs. 47,00,41,976)

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES-

Sr No	Name and Address of the Company	CIN/GLN	HOLDING/ SUBSIDIARY/ ASSOCIATE	% of shares held	Applicable Section
1.	State Bank of India	N.A	Holding Company	86.18%	-

IV. SHARE HOLDING PATTERN

(Equity Share Capital Breakup as percentage of Total Equity)

(i) Category-wise Share Holding									
Category of Shareholders	No. of Shares held at the beginning of the year				No. of Shares held at the end of year				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
A Promoters									
(1) Indian									
a) Individual/HUF	-	-	-	-	-	-	-	-	-
b) Central Govt.	-	-	-	-	-	-	-	-	-
c) State Govt.(s)	-	-	-	-	-	-	-	-	-
d) Bodies Corp.	-	-	-	-	-	-	-	-	-
e) Banks / FI	15,98,85,365	-	15,98,85,365	100%	15,98,85,365	-	15,98,85,365	100%	
f) Any Other....									
Sub-total (A) (1)	15,98,85,365	-	15,98,85,365	100%	15,98,85,365	-	15,98,85,365	100%	
(2) Foreign									
a) NRI Individuals	-	-	-	-	-	-	-	-	-
b) Other Individuals	-	-	-	-	-	-	-	-	-
c) Bodies Corp.	-	-	-	-	-	-	-	-	-
d) Banks/FI	-	-	-	-	-	-	-	-	-
e) Any other...									
Sub-total (A) (2)									
Total Shareholding of Promoter (A) = (A)(1)+(A) (2)	15,98,85,365	-	15,98,85,365	100%	15,98,85,365	-	15,98,85,365	100%	
B. Public Shareholding									
1. Institutions									
a) Mutual Funds	-	-	-	-	-	-	-	-	-
b) Banks /FI	-	-	-	-	-	-	-	-	-
c) Central Govt.	-	-	-	-	-	-	-	-	-
d) Venture Capital funds	-	-	-	-	-	-	-	-	-
e) Insurance Companies	-	-	-	-	-	-	-	-	-
f) FIIs	-	-	-	-	-	-	-	-	-
g) Foreign Venture Capital	-	-	-	-	-	-	-	-	-
h) Funds Others (specify)	-	-	-	-	-	-	-	-	-
Sub-total (B) (1):-									

Z. Non-Institutions									
a) Bodies Corp.	-	-	-	-	-	-	-	-	-
i) Indian	-	-	-	-	-	-	-	-	-
ii) Overseas	-	-	-	-	-	-	-	-	-
b) Individuals	-	-	-	-	-	-	-	-	-
i) Individual Shareholders holding nominal share capital upto Rs.1 lakh	-	-	-	-	-	-	-	-	-
ii) Individual shareholders holding nominal share capital in excess of Rs.1 lakh	-	-	-	-	-	-	-	-	-
c) Others (specify)									
Sub-total (B) (2):-	-	-	-	-	-	-	-	-	-
Total Public Shareholding (B)=(B)(1)+(B)(2)									
C. Shares held by Custodian for GDRs & ADRs									
Grant Total (A+B+C)	15,98,85,365	-	15,98,85,365	100%	15,98,85,365	-	15,98,85,365	100%	

(ii) Shareholding of Promoters								
Sr. No.	Shareholder's Name	Shareholding at the beginning of the year			Shareholding at the end of the year			
		No. of Shares	% of total Shares of the Company	% of shares Pledged/encumbered to total shares	No. of Shares	% of total Shares of the Company	% of shares Pledged/encumbered to total shares	% Change in shareholding during the year
1	STATE BANK OF INDIA	13,77,86,585	86.18%	--	13,77,86,585	86.18%		
2	SMALL INDUSTRIES DEVELOPMENT BANK OF INDIA (SIDBI)	1,04,44,172	6.53%	--	1,04,44,172	6.53%		
3	UNION BANK OF INDIA	47,11,751	2.95%	--	47,11,751	2.95%		
4	BANK OF MAHARASHTRA	69,42,857	4.34%	--	69,42,857	4.34%		
	Total	15,98,85,365	100%		15,98,85,365	100%		

(iii) Change in Promoters Shareholding (Please specify, if there is no change)					
Sr. No.		Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1	At the beginning of the year	15,98,85,365	100%	15,98,85,365	100%
2	Date wise Increase/Decrease in promoters shareholding during the year specifying the reasons for increase (e.g. allotment/transfer/bonus/sweat equity etc)	N.A.	N.A.	N.A.	N.A.
3	At the end of the year	15,98,85,365	100%	15,98,85,365	100%

(iv) Shareholding Pattern of top ten Shareholders (other than Directors, Promoters and holders of GDRs & ADRs):					
Sr. No.		Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1	For Each of the Top 10 Shareholders				
2	At the beginning of the year	15,98,85,365	100%	15,98,85,365	100%
3	Date wise Increase/Decrease in shareholding during the year specifying the reasons for increase (e.g. allotment/transfer/bonus/sweat equity etc)	N.A.	N.A.	N.A.	N.A.
4	At the end of the year (or on the date of separation, if separated during the year)	15,98,85,365	100%	15,98,85,365	100%

(v) Shareholding of Directors and key Managerial Personnel:					
Sl. No.		Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1	For Each of the Directors and KMP				
2	At the beginning of the year (i) Shri M.N. Arvind Kumar* (ii) Shri Dinesh Kumar Khara* (iii) Shri Pankaj Gupta*	(i) 01* (ii) 01* (iii) 01*	(i) Nil (ii) Nil (iii) Nil	(i) 01* (ii) 01* (iii) 01*	(i) Nil (ii) Nil (iii) Nil
3	Date wise Increase/Decrease in shareholding during the year specifying the reasons for increase (e.g. allotment/transfer/bonus/sweat equity etc) :	(i) 0** (ii) 0 (iii) 0	(i) Nil (ii) Nil (iii) Nil	(i) Nil (ii) Nil (iii) Nil	(i) 0** (ii) 0 (iii) 0
4	At the end of the year (i) Shri Prabhakar Hemant Kumar Pammi* (ii) Shri Dinesh Kumar Khara* (iii) Shri Pankaj Gupta*	(i) 01* (ii) 01* (iii) 01*	(i) Nil (ii) Nil (iii) Nil	(i) 01* (ii) 01* (iii) 01*	(i) Nil (ii) Nil (iii) Nil

* A Nominee Shareholder of State Bank of India

** Transfer of one Equity Share from Shri M N Aravind Kumar to Shri Prabhakar Hemant Kumar Pammi

V. INDEBTEDNESS

Indebtedness of the Company including interest outstanding/accrued but not due for payment:				
	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year				
i) Principal Amount	-	8,89,47,74,575	-	8,89,47,74,575
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	-	4,28,57,628	-	4,28,57,628
Total (i+ii+iii)	-	8,93,76,32,203	-	8,93,76,32,203
Change in Indebtedness during the financial year				
Net Change	-	52,24,42,666	-	52,24,42,666
Indebtedness at the end of the financial year				
i) Principal Amount	-	9,43,48,67,550	-	9,43,48,67,550
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	-	2,52,07,319	-	2,52,07,319
Total (i+ii+iii)	-	9,46,00,74,869	-	9,46,00,74,869

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

A. Remuneration to Managing Director, Whole-time Directors and/or Manager:			
Sl. No.	Particulars of Remuneration	Name of MD/WTD/Manager	Total Amount
		Managing Director & CEO - (Shri M N Aravind Kumar till 30.06.20 & Shri P Hemant Kumar Pammi w.e.f. 01.07.2020)	
1	Gross Salary		
	(a) Salary as per provisions contained in Section 17(1) of the Income Tax Act, 1961	35,87,781.00	35,87,781.00
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	5,03,458.00	5,03,458.00
	(c) Profits in lieu of Salary under section 17(3) Income Tax Act, 1961		
2	Stock Option		
3	Sweat Equity		
4	Commission		
	- as % of Profit		
	- Others, Specify..		
5	Others, (Ex-gratia paid in FY. 2020-21)	1,85,000.00	1,85,000.00
	Total (A)	42,76,239.00	42,76,239.00
	Ceiling as per the Act#		#Refer Note

In terms of the provisions of the Companies Act, 2013, the remuneration payable to MD & CEO shall not exceed 5% of the Company's net profit. The remuneration paid to MD & CEO is well within the limit.

B. Remuneration to other Directors:

Sr. No.	Particulars of Remuneration	Name of Directors			Total Amount
		Shri V.K. Gupta	Smt. Bharati Rao	Shri Narayanan Raja	
1	Independent Directors				
	Fees for attending Board & Committee Meetings	7,60,000	7,80,000	6,40,000	21,80,000
	Commission				
	Others, please specify				
	Total (1)	7,60,000	7,80,000	6,40,000	21,80,000

Sr. No.	Particulars of Remuneration	Name of Directors				Total Amount
2	Other Non-Executive Directors	SIDBI (Nominee Director Shri Vinay Hedaoo)	Bank of Maharashtra (Nominee Director Shri Vijay Prakash Srivastava)	Bank of Maharashtra (Nominee Director Shri Prashant R Khatavkar)	Union Bank of India (Nominee Director - Shri Nitesh Ranjan)	
	Fees for attending Board & Committee Meetings	3,50,000	1,20,000	90,000	3,60,000	9,20,000
	Commission					
	Others, please specify					
	Total (2)	3,50,000	1,20,000	90,000	3,60,000	9,20,000
	Total (B) = (1 + 2) Total Managerial Remuneration Overall ceiling as per the Act##					31,00,000 ##Refer Note

In terms of the provisions of the Companies Act, 2013, the remuneration payable to Directors other than the Executive Director shall not exceed 1% of the Company's Net Profit. The remuneration payable to Directors is well within the limit.

C. Remuneration to Key Managerial Personnel other than MD/Manager/WTD

Sl. No.	Particulars of Remuneration	Key Managerial Personnel			
		CEO	Company Secretary	CFO	Total
1	Gross Salary	-	-	-	-
	(a) Salary as per provisions contained in Section 17(1) of the Income Tax Act, 1961	-	13,60,622.00	32,74,739.99	46,35,361.99
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	-	-	6,47,221.00	6,47,221.00
	(c) Profits in lieu of Salary under section 17(3) Income Tax Act, 1961	-	-	-	-
2	Stock Option	-	-	-	-
3	Sweat Equity	-	-	-	-
4	Commission	-	-	-	-
	- as % of Profit	-	-	-	-
	- Others, Specify..	-	-	-	-
5	Others, (Ex-gratia paid in FY. 2020-21)	-	-	1,20,000.00	1,20,000.00

VII. PENALTIES/PUNISHMENT/ COMPOUNDING OF OFFENCES:					
Type	Section of Companies Act	Brief Description	Details of Penalty/ Punishment/ Compounding fees imposed	Authority (RD/ NCLT/COURT)	Appeal made, if any (give Details)
A. COMPANY					
Penalty	N.A.	N.A.	N.A.	N.A.	N.A.
Punishment	N.A.	N.A.	N.A.	N.A.	N.A.
Compounding	N.A.	N.A.	N.A.	N.A.	N.A.
B. DIRECTORS					
Penalty	N.A.	N.A.	N.A.	N.A.	N.A.
Punishment	N.A.	N.A.	N.A.	N.A.	N.A.
Compounding	N.A.	N.A.	N.A.	N.A.	N.A.
C. OTHER OFFICERS IN DEFAULT					
Penalty	N.A.	N.A.	N.A.	N.A.	N.A.
Punishment	N.A.	N.A.	N.A.	N.A.	N.A.
Compounding	N.A.	N.A.	N.A.	N.A.	N.A.

ANNEXURE TO THE DIRECTOR'S REPORT

FORM NO. AOC - 2

[Pursuant to clause (h) of sub-section (3) of section 134 of the Companies Act, 2013 and Rule 8(2) of the Companies (Accounts) Rules, 2014]

1. Details of contracts or arrangements or transactions not at arm's length basis :

Sl.no.	Name of the related party and nature of relationship	Nature of contracts / arrangements / transactions	Duration of contracts / arrangements / transactions	Salient features of contracts / arrangements / transactions, including value if any	Justification for entering into such contracts / arrangements / transactions	Date (s) of approval by the Board	Amount paid as advances, if any	Date on which special resolution was passed in General meeting u/s 188(1)(h)
(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)	
Not Applicable								

2. Details of material contracts or arrangements or transactions at arm's length basis :

Sl.no.	Name of the related party and nature of relationship	Nature of contracts / arrangements / transactions	Duration of contracts / arrangements / transactions	Salient features of contracts / arrangements / transactions, including value if any	Justification for entering into such contracts / arrangements / transactions	Date (s) of approval by the Board / Audit Committee	Amount paid as advances, if any	Date on which special resolution was passed in General meeting u/s 188(1)(h)
(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)	
1	Mr. Hemant Pannu - MD & CEO - Key Managerial Personnel (w.e.f. 1st July 2020 till date)	Key Managerial Personnel	Appointment by SBI for 1 Year	Acting as MD & CEO of the company	On Deputation from SBI	W.E.F. 01/07/2020	Nil	(b)
2	Mr. M. N. Arvind Kumar - MD & CEO - Key Managerial Personnel	Key Managerial Personnel	Appointment by SBI for 2 Years	Acting as MD & CEO of the company	On Deputation from SBI	W.E.F. 01/07/2018 to 30/06/2020	Nil	
3	Mr. Pankaj Gupta - SVP & CF&RO - Key Managerial Personnel (From 24th August, 2015)	Key Managerial Personnel	Appointment by SBI	Acting as SVP & CF&RO of the company	On Deputation from SBI	W.E.F. 26/08/2015	Nil	
4	Mr. Nandan Nimbkar - Company Secretary - Key Managerial Personnel (From 01st December, 2019)	Key Managerial Personnel	Appointment by Board of Directors of SBI(GFL)	Acting as Company Secretary	Appointed as Company Secretary by the Board of Directors.	W.E.F. 01/12/2019	Nil	
5	State Bank of India (SBI) - Holding Company	Banking Facility	Yearly & Renewed every year	Act as Principal banker of the company	Normal business purpose transactions		Nil	
6	State Bank of India (SBI) - Holding Company	Manpower Support (Officer on Deputation)	Appointment by SBI	Group Company	On Deputation from SBI		Nil	
7	SBI Funds Management Pvt. Ltd. - Fellow Subsidiary (Non Banking)	Investment	Based on Investment duration (over night)	Surplus funds invested on overnight basis with SBI Mutual Funds	Normal business purpose transactions		Nil	
8	SBI Life Insurance Company Ltd. (SBI LIFE) - Fellow Subsidiary (Non Banking)	Group Insurance for Directly recruited staff	Yearly & Renewed every year	Insurance policy for direct staff (Swarna Ganga Policy)	Insurance policy designed for employees of SBI Group of companies		Nil	
9	SBI General Life Insurance Ltd. - Fellow Subsidiary (Non Banking)	Car Insurance	Yearly & Renewed every year	Insurance taken for company's car	Normal General Insurance transaction		Nil	
10	SBI Foundation	Investment	Long Term	Purchase of Equity	Investment for CSR Purpose		Nil	
11	Factors Association of India	Subscription / Membership	Yearly & Renewed every year	Subscription / Membership	Subscription / Membership		Nil	
12	SBI Global Factors Ltd. Staff gratuity fund	Income Tax paid of staff gratuity fund	Short Term	Income Tax paid of staff gratuity fund	Income Tax paid of staff gratuity fund		Nil	
13	SBI CAP Securities Limited	AMC charges	Yearly	AMC charges for Demat account	AMC charges for Demat account		Nil	

The Annual Report on CSR Activities (Financial Year ended on March 31, 2021)

1. Brief outline on CSR Policy of the Company. CSR Policy is duly uploaded on the Website of the Company (www.sbiglobal.in).
2. Composition of CSR Committee :

Sl. No.	Name of Director	Designation/ Nature of Directorship	Number of meetings of CSR Committee held during the year	Number of meetings of CSR Committee attended during the year
1.	Shri Vijay Kumar Gupta	Independent Director	02	02
2.	Shri M N Aravind Kumar	Managing Director & CEO (i.e. Nominee Director, State Bank of India) (Upto June 30, 2020)	02	01
3.	Shri P Hemant Kumar Pammi	Managing Director & CEO (i.e. Nominee Director, State Bank of India) (w.e.f. July 01, 2020)	02	01
3.	Shri Nitesh Ranjan	Nominee Director - Union Bank of India (Upto March 10, 2021)	02	0
4.	Shri Vijay Prakash Srivastava	Nominee Director - Bank of Maharashtra (from May 02, 2020 to September 28, 2020)	02	0
5.	Shri Prashant Ramakant Khatavkar	Nominee Director - Bank of Maharashtra (from October 23, 2020)	02	01

3. Provide the web-link where Composition of CSR committee, CSR Policy and CSR projects approved by the board are disclosed on the website of the company :
 - (i) Web-link of CSR Committee : <https://www.sbiglobal.in/board-level-committees.html>
 - (ii) Web-link of CSR Policy : https://www.sbiglobal.in/csr_policy.html
 - (iii) Web-link of CSR projects approved by the Board : https://www.sbiglobal.in/csr_policy.html
4. Provide the details of Impact assessment of CSR projects carried out in pursuance of sub-rule (3) of rule 8 of the Companies (Corporate Social Responsibility Policy) Rules, 2014, if applicable (attach the report) : Not Applicable
5. Details of the amount available for set off in pursuance of sub-rule (3) of rule 7 of the Companies (Corporate Social Responsibility Policy) Rules, 2014 and amount required for set off for the financial year, if any : Not Applicable