

ASHISH THUKRAL & ASSOCIATES

CHARTERED ACCOUNTANTS

2, Lane 1A, New Green Model Town, Jalandhar – 144003.

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INDEPENDENT AUDITORS' REPORT

To the Member of Amrit Malwa Capital Limited, Jalandhar
Report on the Audit of Financial Statements

Opinion

We have audited the accompanying financial statements of **AMRIT MALWA CAPITAL LIMITED, JALANDHAR** which comprises the Balance Sheet as at 31st March, 2021, the Statement of Profit and Loss, the Statement of Changes in Equity and the Cash Flow Statement for the year then ended, and 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 March 31, 2021, its profit, changes in equity and its cash flows for the year ended on that date.

Basis for opinion

We conducted our audit in accordance with the standards on auditing 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 Act and the rules there under, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the code of ethics.

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

Emphasis of Matter

We draw attention to Note 31.5 to the Financial Statements which describes the staging of accounts to whom moratorium benefit was extended and uncertainty caused by COVID – 19 pandemic with respect to the Company's estimates of Impairment of loans to customers. Further, the extent to which the COVID – 19 pandemic will impact Company's financial performance is dependent on future developments, which are highly uncertain. Our opinion is not modified in respect of this matter.



Key audit matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current year. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Reporting of Key Audit Matters as per SA 701, Key Audit Matters are not applicable to the Company as it is an unlisted company.

Information other than the financial statements and auditors' report thereon

The Company's management and Board of Directors are responsible for the preparation of the other information. The other information comprises the information included in the Management Discussion and Analysis, Board's Report including Annexures to Board's Report, Business Responsibility Report but does not include the financial statements and our auditor's report thereon.

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 during the course of our 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.

Management's responsibility for the financial statements

The Company's management and Board of Directors are responsible for the matters stated in section 134 (5) of the Companies Act, 2013 with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance, changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the accounting standards specified under section 133 of the Act. 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 management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.



The board of directors are also responsible for overseeing the Company's financial reporting process.

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 control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- 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 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.

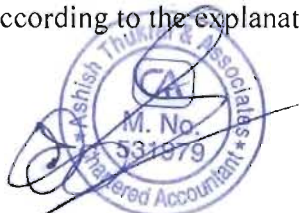
We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.



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. From the matters communicated in with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current year and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on other legal and regulatory requirements

- (1) As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the Annexure "A", a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
- (2) As required by Section 143(3) of the Act, we report that:
 - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
 - (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
 - (c) The balance sheet, the statement of profit and loss, the Statement of changes in Equity and the cash flow statement dealt with by this report are in agreement with the books of account;
 - (d) In our opinion, the aforesaid financial statements comply with the accounting standards specified under section 133 of the Act, read with rule 7 of the Companies (Accounts) Rules, 2015, as amended;
 - (e) On the basis of the written representations received from the directors as on March 31, 2021 and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2021 from being appointed as a director in terms of Section 164 (2) of the Act;
 - (f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in "Annexure B". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting;
 - (g) In our opinion and to the best of our information and according to the explanations given to us, the managerial remuneration for the year ended 31st March, 2021 has been paid/provided by the Company to its directors in accordance with the provisions of section 197 read with Schedule V to the Act.
 - (h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us;



- i) The Company does not have any pending litigations as at 31st March, 2021 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; and
- iii) There were no amounts which were required to be transferred, to the Investor Education and Protection Fund by the Company



For **ASHISH THUKRAL & ASSOCIATES,**
CHARTERED ACCOUNTANTS
(Registration No. 028252N)

(ASHISH THUKRAL)
PROPRIETOR.

(Membership No. 531979)
UDIN : 21531979AAAAJH2343
Place : Jalandhar

Dated : 30th June, 2021

AMRIT MALWA CAPITAL LIMITED, JALANDHAR
ANNEXURE "A" TO INDEPENDENT AUDITORS' REPORT

(Referred to in paragraph 1 under "Report on Other Legal and Regulatory Requirements" section of our report of even date)

Based on the audit procedures performed for the purpose of reporting a true and fair view on the financial statements of the Company and taking into consideration the information and explanations given to us and the books of account and other records examined by us in the normal course of audit, we report that :

- (i) a) The Company has maintained proper records showing full particulars, including quantitative details and situation, of the fixed assets.
- b) As explained to us, all the fixed assets have been physically verified by the Management during the year (once at close only), which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. According to the information and explanations given to us, no material discrepancies have been noticed on such verification.
- c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the title deeds of the immovable property comprising of land and buildings which are freehold other than self constructed assets included in Property, Plant and Equipments are held in the name of the Company as at the Balance Sheet date except Land and Buildings acquired under amalgamation which continue in the name of Malwa (Ludhiana) Motor Finance Limited.
- (ii) a) The Company is a Service providing Company. Accordingly, it does not hold any physical inventories except the inventory of office items like Stationery, Gift Items, Stamps & Agreements, Postage Stamps etc. which was prepared at the year end and was verified by the management. Also the Company hold inventory of Assets repossessed from borrowers who were not paying regular installments. The detailed list of such assets was prepared and was verified by the management at the year end. In our opinion, the frequency of such verification is reasonable.
- b) The procedures of physical verification of said items followed by the management are reasonable and adequate in relation to the size of the company and the nature of its business.
- c) The Company is maintaining proper records of above inventories and no material discrepancies were noticed on verification.
- (iii) According to the information and explanations given to us, the Company has not granted any loans, secured or unsecured to Companies, firms, Limited Liability Partnerships or other parties covered in the Register maintained under Section 189 of the Companies Act, 2013. Accordingly, the provision of clause 3(iii) of the Order is not applicable to the Company.
- (iv) According to the information and explanations given to us, the Company has not granted any loans, made investments or provided guarantees and securities under the provisions of section 185 and 186 of the Companies Act, 2013 and hence reporting under clause 3 (iv) of the Order is not applicable.



- (v) In our opinion, the Company has complied with the directives issued by Reserve Bank of India, the provisions of sections 73 to 76 of the Act and the rules framed thereunder with regard to the acceptance of deposits. Further no Order has been passed by the Company Law Board or National Company Law Tribunal or Reserve Bank of India or any court or any other Tribunal on the Company in respect of the aforesaid deposits.
- (vi) The Central Government has not prescribed the maintenance of cost records under sub-section (1) of section 148 of the Act for any of the activities conducted/services rendered by the Company. Accordingly para 3(vi) of the Order is not applicable.
- (vii) (a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, amounts deducted/accrued in the books of account in respect of undisputed statutory dues including provident fund, employees' state insurance, income tax, goods and service tax, cess and other material statutory dues, as applicable have generally been regularly deposited. As explained to us the Company did not have any dues on account of Sales tax, Custom Duty, Value added tax and Excise Duty.
- (b) According to the information and explanations given to us and records of the Company examined by us, no undisputed amounts payable in respect of Provident Fund, Employees' State Insurance, income tax, service tax, goods and service tax, cess and any other material statutory dues were in arrears as at 31st March, 2021 for a period of more than six months from the date they became payable
- (c) According to the information and explanations given to us, the Company did not have any dues on account of income tax, sales tax, service tax, duty of customs, value added tax, goods and service tax or duty of excise which have not been deposited on account of disputes.
- (viii) Based on our audit procedures, in our opinion and according to the information and explanations given to us, the Company has not defaulted in the repayment of loans or borrowings to the financial institutions, banks and dues to the debentures holders as at the Balance Sheet date. Based on the information and explanations given to us, the Company has not taken any loan or borrowings from Government.
- (ix) In our opinion, and according to the information and explanations given to us, the Company has utilized the money raised by issue of Non-Convertible Debentures/Sub-ordinated Bonds/Deposits and the term loans taken by the Company have been applied for the purposes for which they were raised, though idle/surplus funds which were not required for immediate utilization were gainfully invested in short term liquid assets. The Company has not raised any money by way of initial public offer or further public offer during the year.
- (x) During the course of our examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations given to us, we have neither come across any instance of material fraud on or by the Company, noticed or reported during the year, nor have we been informed of such case by the management, although there have been few instances of loans becoming doubtful for recovery consequent upon fraudulent misrepresentation by



borrowers, the amounts whereof are not material in the context of the size of the Company and the nature of its business and which have been provided for.

- (xi) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has paid/provided for managerial remuneration in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Act.
- (xii) In our opinion and according to the information and explanations given to us, the Company is not a Nidhi Company. Accordingly, paragraph 3(xii) of the Order is not applicable.
- (xiii) According to the information and explanations given to us and on the basis of our examination of the records of the Company, transactions with the related parties are in compliance with section 177 and 188 of the Act where applicable and the details have been disclosed in the financial statements, as required by the applicable accounting standards.
- (xiv) According to the information and explanations given to us by the management, the Company has complied with the provisions of section 42 of the Companies Act, 2013 in respect of the private placement of equity shares during the year. According to the information and explanations given by the management, we report that the amounts raised have been used for the purpose for which the funds were raised. As explained, the company has not made any preferential allotment of shares or made any private placement of fully or partly convertible debentures during the year. Therefore, clause 3(xiv) of the Order is not applicable to the Company.
- (xv) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into any non-cash transactions with directors or persons connected with them. Accordingly, the paragraph 3(xv) of the Order is not applicable.
- (xvi) The Company is required to be registered under section 45-1A of the Reserve Bank of India Act, 1934 and it has obtained certificate of registration dated 14th December, 1998.

For **ASHISH THUKRAL & ASSOCIATES,**
CHARTERED ACCOUNTANTS
(Registration No. 028252N)



(ASHISH THUKRAL)
PROPRIETOR.
(Membership No. 531979)
UDIN : 21531979AAAAJH2343
Place : Jalandhar

Dated : 30th June, 2021

AMRIT MALWA CAPITAL LIMITED, JALANDHAR
ANNEXURE “B” TO INDEPENDENT AUDITORS’ REPORT
(Referred to in paragraph 2(f) under “Report on Other Legal and Regulatory Requirements” section of our report of even date)

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

We have audited the internal financial controls over financial reporting of **AMRIT MALWA CAPITAL LIMITED, JALANDHAR** (“The Company”) as of March 31, 2021 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management’s Responsibility for Internal Financial Controls

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

Auditor’s Responsibility

Our responsibility is to express an opinion on the Company’s internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial reporting (the “Guidance Note”) issued by the Institute of Chartered Accountants of India and the Standards on Auditing prescribed under section 143(10) of the Companies Act, 2013. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

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

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



Meaning of Internal Financial Controls over Financial Reporting

A Company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A Company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the Company ; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles; and that receipts and expenditures of the Company are being made only in accordance with authorizations of management and directors of the Company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the Company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls over Financial Reporting

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

Opinion

In our opinion, to the best of our information and according to the explanations given to us, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2021, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial reporting issued by the Institute of Chartered Accountants of India.

For **ASHISH THUKRAL & ASSOCIATES,**
CHARTERED ACCOUNTANTS
(Registration No. 028252N)

(ASHISH THUKRAL)
PROPRIETOR.

(Membership No. 531979)

UDIN : 21531979AAAAJH2343

Place : Jalandhar

Dated : 30th June, 2021

AMRIT MALWA CAPITAL LIMITED, JALANDHAR.

BALANCE SHEET AS AT 31st MARCH, 2021

(Amount in Rupees unless otherwise stated)

PARTICULARS	Note No.		As at 31st March, 2021		As at 31st March, 2020
<u>EQUITY AND LIABILITIES</u>					
I Shareholders' Funds					
a) Share Capital	3	342,760,300		330,260,300	
b) Reserves & Surplus	4	180,184,244	522,944,544	156,885,807	487,146,107
II Non-current liabilities					
a) Long Term Borrowings	5	871,827,833		992,397,467	
b) Other Non Current Liabilities	6	149,747,213		114,985,768	
c) Long Term Provisions	7	20,628,179	1,042,203,225	18,475,401	1,125,858,636
III Current Liabilities					
a) Short Term Borrowing	8	1,120,454,075		867,113,729	
b) Trade Payables	9	13,014,114		14,605,940	
c) Other Current Liabilities	10	231,819,407		275,074,015	
d) Short Term Provisions	11	22,643,165	1,387,930,761	26,373,257	1,183,166,941
Totals Rs.			2,953,078,530		2,796,171,684
<u>ASSETS</u>					
I Non Current Assets					
a) Property, Plant and Equipments					
i) Tangible Assets	12	34,578,326		34,424,519	
ii) Intangible Assets	13	2,270,764		1,483,664	
b) Non Current Investments	14	21,916,446		4,588,200	
c) Deferred Tax Assets	15	7,457,873		6,690,151	
d) Long Term Loans and Advances	16	572,199,172		558,820,838	
e) Other Non Current Assets	17	4,208,712	642,631,293	8,199,399	614,206,771
II Current Assets					
a) Current Investments	18	51,022,100		30,000,001	
b) Trade Receivables	19	527,505,500		468,786,012	
c) Cash and Cash Equivalents	20	436,851,148		263,398,192	
d) Short Term Loans and Advances	21	1,231,959,340		1,359,538,233	
e) Other Current Assets	22	63,109,149	2,310,447,237	60,242,475	2,181,964,913
Totals Rs.			2,953,078,530		2,796,171,684
Significant Accounting policies	2				
The accompanying Notes are an integral part of Financial Statements	31				
Schedules as per RBI requirements	32				

As per our report of even date attached

For **ASHISH THUKRAL & ASSOCIATES,**
CHARTERED ACCOUNTANTS
 (Registration No. 028252N)

(**ASHISH THUKRAL**)

PROPRIETOR

(Membership No. 531979)

PLACE; Jalandhar

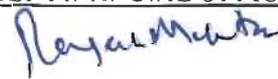
DATED; 30-06-2021

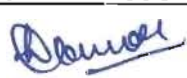
For and on behalf of Board of Directors of
 Amrit Malwa Capital Limited
CHIEF FINANCIAL OFFICER **DIRECTORS**

COMPANY SECRETARY




 (DIN: 01583946)

Rajwajit
 (DIN: 01601518)





TUB
 (DIN: 01639458)

 
 (DIN: 03288536) (DIN: 02427388)

AMRIT MALWA CAPITAL LIMITED, JALANDHAR.

STATEMENT OF PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31st MARCH, 2021

(Amount in Rupees unless otherwise stated)

PARTICULARS	Note No.	Current Year ended 31st March, 2021	Previous Year ended 31st March, 2020
I. Income			
Revenue from Operations	23	532,389,233	519,407,958
Other Incomes	24	3,354,364	1,479,064
Totals Rs.		535,743,597	520,887,022
II. Expenditure			
Employee Benefit Expenses	25	103,152,723	98,311,835
Finance Cost	26	282,831,724	274,232,313
Administration and other Office Expenses	27	50,793,666	43,498,912
Provisions and Write off	28	48,857,458	57,854,669
Depreciation ,Amortisation & Impairment Expenses	29	7,339,631	7,383,953
Totals Rs.		492,975,202	481,281,682
Profit Before Tax		42,768,395	39,605,340
Less: Provisions for Current Taxation		10,788,888	13,560,731
		31,979,507	26,044,609
Add: Deferred Tax Assets (Reversed)		767,722	4,298,421
Profit for the year Rs.		32,747,229	30,343,030
III. Earnings per Equity Share of face value of Rs 100/- each			
Basic and Diluted (in Rs.)	30	7.354	8.172
Significant Accounting policies	2		
The accompanying Notes are an integral part of Financial Statements	31		
Schedules as per RBI requirements	32		

As per our report of even date attached
For **ASHISH THUKRAL & ASSOCIATES,**
CHARTERED ACCOUNTANTS
(Registration No. 028252N)

(ASHISH THUKRAL)
PROPRIETOR
(Membership No. 531979)
PLACE; Jalandhar

DATED; 30-06-2021

For and on behalf of Board of Directors of
Amrit Malwa Capital Limited

CHIEF FINANCIAL OFFICER

DIRECTORS

Rajni Mehta

all

COMPANY SECRETARY

Sh. Anwar

(DIN: 01583946)

Pawajee
(DIN: 01601518)

TC
(DIN: 01639458)

Y. K. Mehta
(DIN: 02427388)

Johal
(DIN: 03288536)

AMRIT MALWA CAPITAL LIMITED, JALANDHAR.

CASH FLOW STATEMENT FOR THE YEAR ENDED 31st MARCH, 2021

(Amount in Rupees unless otherwise stated)

PARTICULARS	Current Year ended 31st March, 2021	Previous Year ended 31st March, 2020
A. Cash Flow from Operating Activities		
Profit Before Tax	42,768,395	39,605,342
Adjustments for :		
Depreciation and amortisation expenses	7,339,631	7,383,953
Provisions/(reversal of provisions) and write offs (Net)	1,879,003	14,605,144
(Profit)/Loss on Sale of Fixed Assets	28,268	(5,552)
(Profit)/Loss on Sale of Securities	-	(32,165)
(Profit)/Loss on Sale of Investments	(1,347,889)	(1,441,347)
Operating Cash flow before Working Capital Changes	50,667,408	60,115,375
Adjustments for working capital changes :		
(Increase)/Decrease in loans/ advances	117,142,156	114,733,015
(Increase)/Decrease in trade receivables	(58,719,488)	(148,353,325)
(Increase)/Decrease in other current assets	1,124,013	(53,162,155)
Increase/(Decrease) in other liabilities and provisions	(14,752,530)	912,335
Increase/(Decrease) in trade payables	(1,591,826)	(9,380,701)
Cash generated from operations	93,869,733	(35,135,456)
Direct Taxes paid	(10,927,434)	(13,869,031)
Net Cash generated from/(used in) operating Activities (A)	82,942,299	(49,004,487)
B. Cash Flow from Investing Activities		
Purchase of Fixed Assets	(7,991,086)	(4,362,072)
Purchase of Intangible Assets	(1,447,520)	(1,854,580)
Proceeds from Sale of Fixed Assets	1,129,800	446,613
Proceeds from Sale of Government Securities	-	550,000
Proceeds from Sale of Debentures/Bonds (Investments)	121,347,889	36,476,948
(Increase)/Decrease in other investments	(158,350,346)	(30,000,001)
Net cash generated/(used in) investing activities (B)	(45,311,263)	1,256,908
C. Cash flow from Financing Activities		
Increase in Equity Share Capital	-	12,929,600
Increase in Preference Share Capital	12,500,000	35,300,000
Premium received on issues of Equity/Preference Shares	12,500,000	38,532,400
Increase/(Decrease) in Debentures/Bonds/Deposits and Term Loans	132,770,712	52,104,329
Dividends Paid	(21,948,792)	(12,392,599)
Dividend Distribution Tax paid	-	(2,547,335)
Net cash generated from/(used in) financing activities (C)	135,821,920	123,926,395
Net Increase/(decrease) in Cash and Cash Equivalent (A+B+C)	173,452,956	76,178,816
Add: Cash and Cash Equivalent at the beginning of the year	263,398,192	187,219,376
Cash and Cash Equivalent at the end of the year	436,851,148	263,398,192

Note : Cash & Cash Equivalents pertains to Cash, Cheques/Drafts in Hand and Bank balances including Fixed Deposits with Banks.

As per our report of even date attached
For **ASHISH THUKRAL & ASSOCIATES,**
CHARTERED ACCOUNTANTS
(Registration No. 028252N)

(**ASHISH THUKRAL**)
PROPRIETOR
(Membership No. 531979)
PLACE; Jalandhar

DATED; 30-06-2021

For and on behalf of Board of Directors of
Amrit Malwa Capital Limited

CHIEF FINANCIAL OFFICER

Rajesh Mehta

COMPANY SECRETARY

Shamir

DIRECTORS

dl
(DIN: 01583946)

Pawajent
(DIN: 01601518)

Tej
(DIN: 01639458)

Alhehl
(DIN: 02427388)

Johny

(DIN: 03288536)

AMRIT MALWA CAPITAL LIMITED, JALANDHAR

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2021

1. CORPORATE INFORMATION

Amrit Malwa Capital Limited (the Company) is a public Company domiciled in India and incorporated under the provisions of Companies Act, 1956. The Company primarily deals in Auto loans and loans against securities. The Company is registered with Reserve Bank of India as a Deposit taking Non-Banking Finance Company (NBFC). The registration details are as follows :

Reserve Bank of India : 06.00180
Corporate Identity Number (CIN) : U65921PB1987PLC007523

The Company's registered office is at Jay Ess Towers, Opp. IDBI Bank, Cool Road, Jalandhar – 144001 (Punjab) India.

2. SIGNIFICANT ACCOUNTING POLICIES

2.1 BASIS OF PREPARATION OF FINANCIAL STATEMENTS

The financial statements have been prepared and presented under the historical cost convention as a going concern basis and accrual basis of accounting, unless otherwise stated, and in accordance with the generally accepted accounting principles in India ("Indian GAAP") and conform to the statutory requirements, circulars and guidelines issued by the Reserve Bank of India from time to time to the extent they have an impact on the financial statements and current practices prevailing in India. The Financial statements have been prepared to comply in all material respects with the Accounting Standards ("AS") notified under section 133 of the Companies Act, 2013 read with rule 7 of the Companies (Accounts) Rules, 2014 to the extent applicable. Any application guidance/clarifications/directions issued by RBI or other regulators are implemented as and when they are issued/applicable. Accounting policies have been consistently applied except where a newly issued accounting standard is initially adopted or a revision to an existing accounting standard requires a change in the accounting policy hitherto.

All assets and liabilities have been classified as current or non-current as per the criteria set out in the Schedule III to the Companies Act, 2013. Based on the nature of the products and the time between acquisition of assets for processing and their realisation in cash and cash equivalents, the Company has ascertained its operating cycle as 12 months for the purpose of current/non-current classification of its assets and liabilities.

The Company follows the prudential norms for income recognition, asset classification and provisioning as prescribed by the Reserve Bank of India (RBI) for deposit taking Non-Banking Finance Companies.

The financial statements are presented in Indian Rupees (INR) and all values are rounded to the nearer Rupee.



2.2 USE OF ESTIMATES

The preparation of Financial Statements in conformity with Indian GAAP requires the Management to make estimates and assumptions that affect the reported amounts of assets and liabilities (including contingent liabilities) as on the date of the financial statements and the reported amount of revenues and expenses for the reporting period end. In preparing these financial statements, management has made judgements, estimates and assumptions that affect the application of the Company's accounting policies and the reported amount of assets, liabilities, income, expenses and disclosures of contingent assets and liabilities. The estimates and assumptions used in the accompanying financial statements are based upon managements' evaluation of the relevant facts and circumstances as of the date of financial statements. Although these estimates are based upon management's best knowledge of current events and actions, actual future results could differ from these estimates due to market changes or circumstances arising that are beyond the control of the Company. Any revisions to the accounting estimates are recognized prospectively in the current and future periods.

2.3 TANGIBLE ASSETS – PROPERTY, PLANT AND EQUIPMENTS

Property, plant and equipments are carried at historical cost of acquisition (including incidental expenses), less accumulated depreciation and impairment, if any. The total cost of assets comprises purchase price (inclusive of non – refundable purchase taxes, after deducting trade discounts and rebates) and any attributable cost of bringing the assets to its working condition for its intended use. Subsequent expenditure related to an item of tangible asset are added to its gross value only if it increases the future benefits of the existing asset, if it is probable that future economic benefit will flow to the Company from that expenditure and cost can be measured reliably. Other repairs and maintenance costs are expenses off as and when occurred. Assets (Vehicles) repossessed from hirers/loanees and shown as fixed assets in the accounts are stated at Market Price as determined and confirmed by the Board of Directors. Some of the said vehicles are not yet transferred in the name of company due to certain legal problems.

When parts of an item of property, plant and equipments have different useful lives, they are accounted for as separate items (Major components).

2.4 DEPRECIATION ON PROPERTY, PLANT AND EQUIPMENTS

Depreciation on tangible fixed assets have been provided at Written Down Value Method as per the useful life prescribed and the rates as prescribed in Schedule II – part C of the Companies Act, 2013 which is also the useful life of the assets estimated by the Company except as under :

- Improvements to lease hold premises are amortised on straight line basis over the primary period of lease.
- Items costing less than Rs. 5,000/- are fully depreciated in the year of purchase.
- The Company has estimated five percentage of original cost as residual value at the end of the useful life for all block of assets except Lease improvements for which Company has estimated Nil residual value at the end of primary period of lease.



- Depreciation on assets acquired/sold during the year is recognized on a pro-rata basis to the statement of profit and loss from/ upto the date of acquisition/sale.
- The residual values, useful lives and methods of depreciation of property, plant and equipments are reviewed at each financial year end and adjusted prospectively, if appropriate.

2.5 INTANGIBLE ASSETS AND AMORTISATION THEREOF

Intangible assets, representing Computer Softwares are initially recognized at cost and subsequently carried at cost less accumulated amortization and accumulated impairment. Intangible assets acquired separately are measured on initial recognition at cost. The cost of an intangible assets comprises its purchase price and any directly attributable expenditure on making the asset ready for its intended use and net of any trade discounts and rebates. The intangible assets are amortized using the straight line method over a period of five years, which is the Management's estimate of its useful life. The useful lives of intangible assets are reviewed at each financial year end and adjusted prospectively, if appropriate.

2.6 INVESTMENTS

Investments expected to mature after twelve months are taken as non-current/long term investments. Non Current Investments in Government Securities are stated at cost plus interest accrued thereon. Investments in Fixed Deposits with Banks/NBFC's and investments in other Bonds/Debentures are stated at face value plus interest accrued thereon and has been shown in Balance Sheet as Current/Non-Current assets.. Investment in Fixed Deposits with Banks forming part of the SLR are shown as Non-current Investments. Provision for diminution in the value of long term Investment is made only if such a decline is other than temporary. Current investments are valued at the lower of cost and net realizable value.

2.7 CURRENT ASSETS

Stocks of Office Materials is taken as per quantity and value certified by the management.

Assets repossessed from default borrowers have been shown at total outstanding due from said borrowers and have been shown as Current Assets. Provision for diminution in the value of said repossessed assets have been made by the Company on the basis of Market Value of repossessed assets as valued by the approved Valuer and further approved by the Board of Directors and have been shown under Note No. 28 under the head "Provision and Write offs".

2.8 WRITE OFFS

The Company reduces the gross carrying amount of a financial assets when the Company has no reasonable expectations of recovering a financial asset in its entirety or a portion thereof and have been shown as Rebate and Remissions under Note No. 28 under the head " Provisions and Write offs". This is generally the case when the Company determines that a borrower does not have assets or source of income that could generate



sufficient cash flows to repay the amounts subjected to write offs. Any subsequent recoveries against such loans are credited to the statement of profit and loss.

2.9 RECEIVABLES UNDER FINANCING ACTIVITY

All loan exposure to borrowers with installment structure are stated at the full agreement value after netting off unearned interest and installments appropriated up to the Balance Sheet date.

The Company assesses all receivables for their recoverability and accordingly recognizes provision for non performing and doubtful assets as per approved policies and guidelines. The Company ensures provisions made are not lower than as stipulated by RBI guidelines.

The Company provides 0.40% on standard assets under the head “Contingent Provision against Standard Assets” as stipulated by RBI Master Direction (RBI/DNBR/2016-17/45 Master Direction DNBR. PD.008/03.10.119/2016-17) issued on September 1, 2016 Non-banking Financial Company – Systemically Important Non-Deposit taking Company and Deposit taking Company (Reserve Bank) Directions, 2016 as amended.

2.10 BORROWING COSTS

Interest on borrowings is recognized in the Statement of Profit and Loss on an accrual basis. Borrowing Cost includes interest expenses computed by applying the effective interest rate of respective financial instruments (borrowings) measured at Amortized cost. Financial instruments includes Bank term loans, Term Loans from other NBFCs’ and Corporate Bodies, non-convertible debentures, fixed deposits mobilized and Subordinated Bonds etc. Loans origination costs like brokerage, commission, Processing charges, etc. paid at the time of acquisition of loans are divided equally in total agreed installments of individual term loans and said cost for the period up to balance sheet date are charged to revenue and balance shown in the Balance Sheet as unamortized expenses.

2.11 REVENUE RECOGNITION

- a) Income from transactions under Hypothecation Agreements are accounted for under Capital Recovery Method based on Internal Rate of Return on an accrual basis with reference to the terms of contractual commitments and finance agreements entered into with borrowers, as the case may be, except income relating to Non Performing assets (NPA) which is recognized in accordance with guidelines issued by Reserve Bank of India in this regard. Interest on non-performing advances is not recognized in the Statement of Profit and Loss until received. Revenue is recognized only when it can be reliably measured and it is reasonable to expect ultimate collection. Income from other financing activities and investments are accounted for on accrual basis. Dividends are recognized in the Statement of Profit and Loss only when the right to receive payment is established. Upfront/Processing fees are recovered and recognized at the time of disbursement of loan. Unlike in earlier years, the management has recognized as revenue in the Profit and Loss Statement, the broken



- period interest amounting to Rs. 2,16,81,256/- for the year ending 31st March, 2021(Rs. 2,11,63,943/- for the year ending 31st March, 2020).
- b) The Company has complied with guidelines issued by the Reserve Bank of India in respect of Prudential Norms on Income Recognition, Accounting Standards, Assets Classification, Provisioning of Non Performing Assets etc.
 - c) Profit/Loss on Sale of Investments/fixed assets is accounted for on Sale of such Investments/fixed assets only.
 - d) Other incomes are recognized on accrual basis except when there are significant uncertainties.

2.12 EMPLOYEE BENEFIT

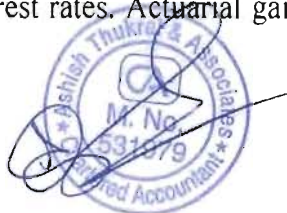
The employees benefits like Salaries, Short Term Compensated absence etc. and the expected cost of bonus, ex-gratia are recognized in the period in which the employee renders the related service. Post employment and other long term employee benefit are recognized as an expense in the Profit and Loss account for the year in which the employee has rendered service. The expenses are recognized at the present value of the amounts payable determining using actuarial valuation techniques. The Company does not have a policy of encashment of unavailed leaves for its employees but are permitted to carry forward subject to a prescribed maximum days. Incentives to Staff are recognized as an expenses in the Profit and Loss account for the year in which the same is paid as decided by the management.

Defined contribution schemes

All the employees of the Company are entitled to receive benefits under the Provident Fund and Employees State Insurance Scheme, defined contribution plans in which both the employee and the Company contribute monthly at a stipulated rate. The Company has no liability for future benefits other than its annual contribution and recognize such contribution as an expense in the period in which employee renders the related service. If the contribution payable to the scheme for service received before the Balance Sheet date exceeds the contribution already paid, the deficit payable to the scheme is recognized as a liability after deducting the contribution already paid. If the contribution already paid exceeds the contribution due for the services received before Balance Sheet date, then excess is recognized as an asset to the extent that the pre-payment will lead to, for example, a reduction in future or a cash refund.

Defined Benefit schemes

The Company provides for Gratuity, a defined benefit retirement plan covering all employees. The Company makes annual contributions to fund administered by trustees and managed by insurance company for amounts notified by the said insurance company. The defined benefit plan are valued by an independent external actuary as at the Balance Sheet date using the projected unit credit method to determine the present value of defined benefit obligation and related service cost. Under this method, the determination is based on actuarial calculations, which includes assumptions about demographics, early retirement, salary increases and interest rates. Actuarial gain or loss is recognized in the statement of profit or loss.



2.13 OPERATING LEASE ACCOUNTING

Lease payments for assets taken on operating lease are recognized in the Statement of profit and loss on a straight line basis over the lease term in accordance with AS 19, Leases, issued by the Institute of Chartered Accountants of India.

2.14 PROVISION FOR CURRENT AND DEFERRED ASSETS

Provision for current tax is made in accordance with the relevant tax regulations applicable to the Company. The Company uses estimates and judgements based on the relevant rulings in the areas of allocation of revenue, costs, allowances and disallowances which is exercised while determining the provision for income tax, including the amount expected to be paid/recovered for uncertain tax positions. Deferred Tax resulting from “timing difference” between taxable and accounting income is accounted for using the tax rates and laws that are enacted or substantively enacted as on the Balance Sheet date. Deferred Tax Asset is recognized to the extent that it is probable that future taxable profit will be available against which the deductible temporary differences and tax losses can be utilized. Deferred tax assets are reviewed at each Balance Sheet date and disclosed in the Balance Sheet under the Head “Deferred Tax Assets”.

The Company has elected to exercise the option permitted under Section 115BAA of the Income Tax Act, 1961, as introduced by the Taxation Laws (Amendment) Ordinance, 2019. Accordingly, the Company has recognized provision for income tax for the year ended 31st March, 2021 and re-measured its deferred tax assets basis the rate prescribed in the said section.

Goods and Service tax paid on acquisition of assets or on incurring expenses.
Expenses and assets are recognized net of the goods and services tax paid, except :

- i. When the tax incurred on a purchase of assets or services is not recoverable from the taxation authority, in which case, the tax paid is recognized as part of the cost of acquisition of the assets or as part of the expense item, as applicable
- ii. When receivables and payables are stated with the amount of tax included.

The net amount of tax recoverable from, or payable to, the taxation authority is included as part of receivables or payables in the Balance Sheet.

2.15 PROVISIONS, CONTINGENT LIABILITIES AND CONTINGENT ASSETS

Provisions involving substantial degree of estimation in measurement are recognized when there is a present obligation (legal or constructive) as a result of past events and it is probable that there will be an outflow of resources embodying economic benefits will be required to settle the obligation, and a reliable estimate can be made of the amount of the obligation. Provisions are not discounted to its present value and are determined based on management estimates required to settle the obligation at the Balance Sheet date. These are reviewed at each Balance Sheet date and adjusted to reflect the correct management estimates. When there is a possible obligation or a present obligation in respect of which the likelihood of outflow or resources is remote, no provision or disclosure is made,



There are no contingent Liabilities/Contingent Assets and so contingent liabilities and contingent assets are neither recognized nor disclosed in the financial statements.

2.16 CASH AND CASH EQUIVALENTS

Cash and cash equivalents in the Balance Sheet comprise Cash on hand, Cheques and drafts on hand, balance with banks in current accounts and short terms deposits with an original maturity of three months or less, which are subject to an insignificant risk of change in value.

2.17 MISCELLANEOUS EXPENDITURE

Prepaid expenses like Authorised Capital expenses and Amalgamation expenses are being written off over a period of five years.

2.18 EARNINGS PER SHARE

Basic and diluted earnings per share are computed in accordance with AS 20-Earnings per Share issued, by the Institute of Chartered Accountants of India. Basic earnings per equity share have been computed by dividing net profit/loss attributable to the equity share holders for the year by the weighted average number of equity shares outstanding during the year. Diluted earnings per equity share have been computed by dividing the net profit attributable to the equity share holders after giving impact of dilutive potential equity shares for the year by the weighted average number of equity shares and dilutive potential equity shares outstanding during the year, except where the results are anti dilutive.

2.19 STANDARDS ISSUED BUT NOT YET EFFECTIVE

Ministry of Corporate Affairs (MCA) notifies new standards or amendments to the existing standards. There is no such notification which would have been applicable from 1 April, 2020.



AMRIT MALWA CAPITAL LIMITED, JALANDHAR.**NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2021****NOTE No. 3****SHARE CAPITAL**

(Amount in Rupees unless otherwise stated)

PARTICULARS	As At 31st March, 2021		As at 31st March, 2020	
	Number	Amount	Number	Amount
AUTHORISED				
Equity Shares of 100/- each	3,000,000	300,000,000	3,000,000	300,000,000
Preference Shares of Rs. 10/- each	8,000,000	80,000,000	8,000,000	80,000,000
		380,000,000		380,000,000
Issued, Subscribed and Paid Up				
Equity Shares of Rs. 100/- each fully called and Paid Up.	2,679,603	267,960,300	2,679,603	267,960,300
20% Non Convertible Preference Shares of Rs. 10/- each fully called and Paid up	475,000	4,750,000	475,000	4,750,000
21% Convertible Preference Shares of Rs. 10/- each fully called and Paid up	7,005,000	70,050,000	5,755,000	57,550,000
Totals Rs.		342,760,300		330,260,300

3.1 The detail of Shareholders holding more than 5% shares

Name of the Shareholder	As at 31st March, 2021		As at 31st March, 2020	
	No. of shares	% held	No. of shares	% held
Mr. Ajit Pal Singh	611597	22.82	549157	20.49
Mrs. Hardeep Gill	144160	5.38	144160	5.38

3.2 The reconciliation of the Number of Equity Shares Outstanding is set out below

Particulars	AS AT	AS AT
	31st March, 2021	31st March, 2020
Shares at the beginning of the year	2,679,603	2,550,307
Add: Shares issued and allotted	0	129,296
Shares at the end of the year	2,679,603	2,679,603

3.3 The reconciliation of the Number of 20% Non Convertible Preference Shares Outstanding is set out below

Particulars	AS AT	AS AT
	31st March, 2021	31st March, 2020
Shares at the beginning of the year	475,000	475,000
Add: Shares issued and allotted	0	0
Shares at the end of the year	475,000	475,000

3.4 The reconciliation of the Number of 21% Convertible Preference Shares Outstanding is set out below

Particulars	AS AT	AS AT
	31st March, 2021	31st March, 2020
Shares at the beginning of the year	5,755,000	2,225,000
Add: Shares issued and allotted	1,250,000	3,530,000
Shares at the end of the year	7,005,000	5,755,000

3.5 The Company has only one class of Equity Shares having a par value of Rs. 100/- per Share. All Equity Shares rank parri passu in respect of dividends, Vote and other rights. The holders of Equity Shares are entitled to dividends, if any, proposed by the Board of Directors and approved by Shareholders at the Annual General meeting.

3.6 The Company has issued and allotted 12,50,000, 21% Convertible Preference Shares of Rs. 10/- each at a premium of Rs. 10/- per share to associate company Amrit CIC Private Limited, Jalandhar. These Convertible Preference Shares will compulsorily be converted into equity shares on the expiry of 10 years from the date of allotment.



NOTE No. 4**RESERVES AND SURPLUS**

	As at 31st March, 2021		As at 31st March, 2020	
Statutory Reserve				
As per Last Balance Sheet	30,131,317		24,062,711	
Add: Trf from Profit & Loss Account	6,549,446	36,680,763	6,068,606	30,131,317
Securities Premium Account				
As per Last Balance Sheet	93,171,200		54,638,800	
Add: Additions during the year on account of issue of Shares	12,500,000	105,671,200	38,532,400	93,171,200
Profit and Loss Account				
As per Last Balance Sheet	33,583,290		24,248,798	
Add: Profit during the year	32,747,229		30,343,032	
	66,330,519		54,591,830	
Less: Appropriations				
Transferred to Statutory Reserve	6,549,446		6,068,606	
Dividend on Equity/Preference Shares	21,948,792		12,392,599	
Tax on Dividends	0	37,832,281	2,547,335	33,583,290
Totals Rs.		180,184,244		156,885,807

- 4.1 As required by section 45-IC of the Reserve Bank of India 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 said 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.
- 4.2 Securities Premium represents the surplus of proceeds received over the face value of shares, at the time of issue of shares.
- 4.3 As per the notification G.S.R. 574 (E) dated August 16, 2019 issued by the Ministry of Corporate Affairs, Non Banking Finance Companies registered with Reserve Bank of India under section 45-IA of the Reserve Bank of India Act, 1934, Debentures Redemption Reserve is not required in case of private placed debentures, so no Debenture Redemption Reserve has been provided during the year.
- 4.4 The dividends proposed for the financial year ended 31st March, 2020 have been paid to the Shareholders in the current financial year and accounted on payment basis on approval of the members of the Company at relevant Annual General Meeting. Accordingly, the dividends proposed for the current financial year ended 31st March, 2021 shall be paid to the Shareholders on approval of the members of Company at the forthcoming Annual General Meeting.

NOTE NO. 5**LONG TERM BORROWINGS**

	As at 31st March, 2021		As at 31st March, 2020	
SECURED				
Secured Non convertible redeemable Debentures		273,978,000		331,222,000
Term Loans from Banks		108,869,380		89,935,056
Term Loans from NBFC's		257,823,453		452,603,411
UNSECURED				
Fixed Deposits*	112,520,000		0	
Sub-Ordinated Bonds	118,637,000	231,157,000	118,637,000	118,637,000
Totals Rs.		871,827,833		992,397,467

* Fixed Deposits (Unsecured) of Rs. 112,520,000 includes Rs. Nil as on 31st March, 2021 (Rs. Nil as on 31st March, 2020) being Fixed Deposits received from Corporate entities.

- 5.1 The Secured Non-Convertible Redeemable Debentures are secured by way of Charge having pari passu rights as the case may be, on the Company's Immovable Assets and Loans Receivables.



5.2 All the above Term Loans from various NBFCs/Banks are secured by specific charges on hypothecation of Company's present and future Loans receivables and are personally guaranteed by the Directors.

5.3 Maturity profile and Rate of Interest of Non Convertible Redeemable Debentures are as set out below:-

Particulars	Face Value	Balance as at		Due Date of Redemption	Rate of Interest %
		31.03.2021	31.03.2020		
Secured NCD - Series CE	1,000	7,322,000	7,322,000	Mar-27	11.00%
Secured NCD - Series CD	1,000	3,850,000	4,442,000	Dec-26	11.00%
Secured NCD - Series CE	1,000	5,215,000	6,565,000	Nov-26	11.00%
Secured NCD - Series CC	1,000	2,500,000	2,500,000	Sep-26	11.00%
Secured NCD - Series CD	1,000	17,957,000	21,157,000	Aug-26	11.00%
Secured NCD - Series CB	1,000	8,010,000	8,510,000	Aug-26	11.00%
Secured NCD - Series CC	1,000	2,490,000	2,688,000	May-26	11.00%
Secured NCD - Series CB	1,000	13,090,000	19,890,000	Apr-26	11.00%
Secured NCD - Series CA	1,000	5,884,000	5,884,000	Mar-26	11.00%
Secured NCD - Series BV	1,000	700,000	700,000	Jan-26	11.61%
Secured NCD - Series BT	1,000	60,000	60,000	Dec-25	11.61%
Secured NCD - Series BZ	1,000	8,926,000	9,096,000	Dec-25	11.00%
Secured NCD - Series BZ	1,000	8,550,000	8,550,000	Oct-25	11.00%
Secured NCD - Series BY	1,000	12,394,000	13,075,000	Sep-25	11.00%
Secured NCD - Series BU	1,000	70,000	70,000	Sep-25	11.61%
Secured NCD - Series BX	1,000	3,729,000	4,279,000	Aug-25	11.00%
Secured NCD - Series BX	1,000	4,002,000	4,702,000	Jul-25	11.00%
Secured NCD - Series BT	1,000	150,000	150,000	Jul-25	11.61%
Secured NCD - Series BW	1,000	4,874,000	4,899,000	Jun-25	11.00%
Secured NCD - Series BS	1,000	300,000	300,000	May-25	11.61%
Secured NCD - Series BU	1,000	3,225,000	3,425,000	May-25	11.00%
Secured NCD - Series BR	1,000	450,000	450,000	Mar-25	11.61%
Secured NCD - Series CG	10	40,000,000	0	Dec-23	15.00%
Secured NCD - Series CF	1,000,000	40,000,000	0	Aug-23	15.00%
Secured NCD - Series CG	10	40,000,000	0	Mar-23	15.00%
Secured NCD - Series CG	10	40,000,000	0	Sep-22	15.00%
Secured NCD - Series BU	1,000	150,000	150,000	Aug-22	11.23%
Secured NCD - Series BV	1,000	80,000	80,000	Jul-22	11.23%
Secured NCD - Series BS	1,000	0	78,000	May-22	11.23%
Secured NCD - Series CG	10	40,000,000	0	Mar-22	15.00%
Secured NCD - Series BU	1,000	180,000	230,000	Mar-22	11.23%
Secured NCD - Series BR	1,000	420,000	1,220,000	Feb-22	11.23%
Secured NCD - Series BT	1,000	100,000	100,000	Jan-22	11.23%
Secured NCD - Series BS	1,000	450,000	450,000	Nov-21	11.23%
Secured NCD - Series BR	1,000	200,000	200,000	Sep-21	11.23%
Secured NCD - Series CG	10	40,000,000	0	Sep-21	15.00%
Secured NCD - Series CE	1,000,000	100,000,000	100,000,000	Sep-21	14.25%
Secured NCD - Series CE	1,000,000	50,000,000	50,000,000	Aug-21	14.25%
Secured NCD - Series CE	1,000,000	50,000,000	50,000,000	Jul-21	14.25%
Total		555,328,000	331,222,000		



5.4 Maturity profile and Rate of Interest of Unsecured Fixed Deposits are as set out below:-

Particulars (Number of Accounts)	Balance as at		Due Date of Redemption	Rate of Interest %
	31.03.2021	31.03.2020		
Fixed Deposits (11)	7,480,000	0	Mar-26	11.00%
Fixed Deposits (4)	1,200,000	0	Feb-26	11.00%
Fixed Deposits (23)	4,560,000	0	Jan-26	11.00%
Fixed Deposits (2)	535,000	0	Mar-24	11.00%
Fixed Deposits (1)	100,000	0	Feb-24	11.00%
Fixed Deposits (13)	5,290,000	0	Jan-24	11.00%
Fixed Deposits (11)	7,250,000	0	Dec-23	10.00%
Fixed Deposits (10)	2,002,000	0	Nov-23	10.00%
Fixed Deposits (17)	7,132,000	0	Oct-23	10.00%
Fixed Deposits (53)	21,056,000	0	Sep-23	11.00%
Fixed Deposits (19)	9,105,000	0	Aug-23	11.00%
Fixed Deposits (39)	14,186,000	0	Jul-23	11.00%
Fixed Deposits (27)	8,175,000	0	Jun-23	11.00%
Fixed Deposits (14)	8,400,000	0	May-23	11.00%
Fixed Deposits (3)	924,000	0	Mar-23	11.00%
Fixed Deposits (2)	1,000,000	0	Feb-23	11.00%
Fixed Deposits (9)	3,150,000	0	Jan-23	11.00%
Fixed Deposits (2)	350,000	0	Oct-22	10.00%
Fixed Deposits (2)	1,000,000	0	Sep-22	11.00%
Fixed Deposits (2)	390,000	0	Aug-22	11.00%
Fixed Deposits (4)	1,000,000	0	Jun-22	11.00%
Fixed Deposits (1)	2,000,000	0	May-22	11.00%
Fixed Deposits (24)	6,235,000	0	Apr-22	11.00%
Fixed Deposits (36)	9,287,000	0	Mar-22	11.00%
Fixed Deposits (34)	12,160,000	0	Feb-22	11.00%
Fixed Deposits (1)	50,000	0	Jan-22	11.00%
Fixed Deposits (10)	2,743,000	0	Jan-22	10.00%
Fixed Deposits (9)	2,128,000	0	Dec-21	10.00%
Fixed Deposits (4)	700,000	0	Nov-21	10.00%
Fixed Deposits (21)	8,990,000	0	Oct-21	11.00%
Fixed Deposits (10)	2,252,000	0	Sep-21	11.00%
Fixed Deposits (25)	11,370,000	0	Aug-21	11.00%
Fixed Deposits (17)	6,190,000	0	Jul-21	11.00%
Fixed Deposits (12)	3,525,000	0	Jun-21	11.00%
Fixed Deposits (2)	2,702,000	0	Jun-21	11.00%
Fixed Deposits (1)	1,168,000	0	May-21	11.00%
Fixed Deposits (1)	1,569,000	0	Apr-21	11.00%
Fixed Deposits	0	237,240	Jul-20	11.00%
Fixed Deposits	0	1,221,400	Jun-20	10.00%
Fixed Deposits	0	2,317,900	May-20	10.00%
Fixed Deposits	0	2,000,000	Apr-20	10.00%
Total	177,354,000	5,776,540		



5.5 Maturity profile and Rate of Interest of Unsecured Sub-ordinated Bonds are as set out below:-

Particulars	Face Value	Balance as at		Due Date of Redemption	Rate of Interest %
		31.03.2021	31.03.2020		
Unsecured Sub. Ord. Bonds - Series U	1,000	9,136,000	9,136,000	Jul-25	11.00%
Unsecured Sub. Ord. Bonds - Series T	1,000	9,554,000	9,554,000	May-25	11.00%
Unsecured Sub. Ord. Bonds - Series U	1,000	10,822,000	10,822,000	Mar-25	11.00%
Unsecured Sub. Ord. Bonds - Series S	1,000	4,718,000	4,718,000	Mar-25	11.00%
Unsecured Sub. Ord. Bonds - Series R	1,000	7,625,000	7,625,000	Feb-25	11.00%
Unsecured Sub. Ord. Bonds - Series T	1,000	5,723,000	5,723,000	Jan-25	11.00%
Unsecured Sub. Ord. Bonds - Series Q	1,000	5,420,000	5,420,000	Dec-24	11.00%
Unsecured Sub. Ord. Bonds - Series S	1,000	6,025,000	6,025,000	Nov-24	11.00%
Unsecured Sub. Ord. Bonds - Series R	1,000	9,099,000	9,099,000	Oct-24	11.00%
Unsecured Sub. Ord. Bonds - Series P	1,000	5,992,000	5,992,000	Oct-24	11.00%
Unsecured Sub. Ord. Bonds - Series Q	1,000	11,395,000	11,395,000	Aug-24	11.00%
Unsecured Sub. Ord. Bonds - Series P	1,000	10,142,000	10,142,000	Jun-24	11.00%
Unsecured Sub. Ord. Bonds - Series O	1,000	6,550,000	6,550,000	Jun-24	11.00%
Unsecured Sub. Ord. Bonds - Series O	1,000	11,405,000	11,405,000	Feb-24	11.00%
Unsecured Sub. Ord. Bonds - Series N	1,000	901,000	901,000	Jun-23	11.61%
Unsecured Sub. Ord. Bonds - Series L	1,000	50,000	50,000	Jun-23	11.61%
Unsecured Sub. Ord. Bonds - Series K	1,000	300,000	300,000	Mar-23	11.61%
Unsecured Sub. Ord. Bonds - Series M	1,000	205,000	205,000	Dec-22	11.61%
Unsecured Sub. Ord. Bonds - Series J	1,000	560,000	560,000	Dec-22	11.61%
Unsecured Sub. Ord. Bonds - Series L	1,000	65,000	65,000	Sep-22	11.61%
Unsecured Sub. Ord. Bonds - Series K	1,000	2,316,000	2,316,000	Jun-22	11.61%
Unsecured Sub. Ord. Bonds - Series I	1,000	634,000	634,000	Jun-22	11.61%
Total		118,637,000	118,637,000		

5.6 Terms of repayment of Term Loans from Banks are as follows :

REPAYMENT OF 14.50 % TERM LOAN

Rate of Interest	Maturity	Instalments	Balance As at	
			31.03.2021	31.03.2020
14.50%	<1 year	12	17,143,200	0
	1-2 years	11	32,856,800	0
	2-3 years	0	0	0
			50,000,000	0
Less: Current Term Loan			17,143,200	0
Net Non Current Term Loan			32,856,800	0

REPAYMENT OF 14.00 % TERM LOAN

Rate of Interest	Maturity	Instalments	Balance As at	
			31.03.2021	31.03.2020
14.00%	<1 year	15	50,031,525	65,827,456
	1-2 years	12	39,999,996	3,333,343
	2-3 years	1	3,333,333	0
			93,364,854	69,160,799
Less: Current Term Loan			50,031,525	65,827,456
Net Non Current Term Loan			43,333,329	3,333,343

REPAYMENT OF 13.87 % TERM LOAN

Rate of Interest	Maturity	Instalments	Balance As at	
			31.03.2021	31.03.2020
13.87%	<1 year	10	16,795,194	19,451,709
	1-2 years	0	0	14,657,812
	2-3 years	0	0	0
			16,795,194	34,109,521
Less: Current Term Loan			16,795,194	19,451,709
Net Non Current Term Loan			0	14,657,812



REPAYMENT OF 13.80 % TERM LOAN

Rate of Interest	Maturity	Instalments	Balance As at	
			31.03.2021	31.03.2020
13.80%	<1year	0	0	21,838,568
	1-2 years	0	0	0
	2-3 years	0	0	0
			0	21,838,568
Less: Current Term Loan			0	21,838,568
Net Non Current Term Loan			0	0

REPAYMENT OF 13.75 % TERM LOAN

Rate of Interest	Maturity	Instalments	Balance As at	
			31.03.2021	31.03.2020
13.75%	<1year	9	15,131,670	20,358,347
	1-2 years	0	0	11,666,659
	2-3 years	0	0	0
			15,131,670	32,025,006
Less: Current Term Loan			15,131,670	20,358,347
Net Non Current Term Loan			0	11,666,659

REPAYMENT OF 13.50 % TERM LOAN

Rate of Interest	Maturity	Instalments	Balance As at	
			31.03.2021	31.03.2020
13.50%	<1year	11	32,694,866	33,906,823
	1-2 years	0	0	16,666,668
	2-3 years	0	0	0
			32,694,866	50,573,491
Less: Current Term Loan			32,694,866	33,906,823
Net Non Current Term Loan			0	16,666,668

REPAYMENT OF 13.35 % TERM LOAN

Rate of Interest	Maturity	Instalments	Balance As at	
			31.03.2021	31.03.2020
13.35%	<1year	12	26,088,000	23,914,000
	1-2 years	1	2,180,748	26,086,000
	2-3 years	0	0	0
			28,268,748	50,000,000
Less: Current Term Loan			26,088,000	23,914,000
Net Non Current Term Loan			2,180,748	26,086,000

REPAYMENT OF 13.15 % TERM LOAN

Rate of Interest	Maturity	Instalments	Balance As at	
			31.03.2021	31.03.2020
13.15%	<1year	1	4,347,501	43,590,251
	1-2 years	0	0	0
	2-3 years	0	0	0
			4,347,501	43,590,251
Less: Current Term Loan			4,347,501	43,590,251
Net Non Current Term Loan			0	0

REPAYMENT OF 12.50 % TERM LOAN

Rate of Interest	Maturity	Instalments	Balance As at	
			31.03.2021	31.03.2020
12.50%	<1year	24	6,028,397	6,380,321
	1-2 years	24	6,826,650	2,691,378
	2-3 years	48	17,071,957	3,047,759
	>3 years	16	6,599,896	11,785,437
			36,526,900	23,904,895
Less: Current Term Loan			6,028,397	6,380,321
Net Non Current Term Loan			30,498,503	17,524,574



5.7 Terms of repayment of Term Loans from NBFC's are as follows :

REPAYMENT OF 15.65 % TERM LOAN

Rate of Interest	Maturity	Instalments	Balance As at	
			31.03.2021	31.03.2020
15.65%	<1 year	7	82,535,971	0
	1-2 years	0	0	0
	2-3 years	0	0	0
			82,535,971	0
Less: Current Term Loan			82,535,971	0
Net Non Current Term Loan			0	0

REPAYMENT OF 15.50 % TERM LOAN

Rate of Interest	Maturity	Instalments	Balance As at	
			31.03.2021	31.03.2020
15.50%	<1 year	39	52,483,171	55,050,135
	1-2 years	10	15,794,671	40,678,910
	2-3 years	0	0	9,901,187
			68,277,842	105,630,232
Less: Current Term Loan			52,483,171	55,050,135
Net Non Current Term Loan			15,794,671	50,580,097

REPAYMENT OF 15.25 % TERM LOAN

Rate of Interest	Maturity	Instalments	Balance As at	
			31.03.2021	31.03.2020
15.25%	<1 year	36	24,420,483	7,242,234
	1-2 years	36	25,611,270	7,142,856
	2-3 years	17	13,879,372	7,142,856
	> 3 years	0	0	595,242
			63,911,125	22,123,188
Less: Current Term Loan			24,420,483	7,242,234
Net Non Current Term Loan			39,490,642	14,880,954

REPAYMENT OF 15.00 % TERM LOAN

Rate of Interest	Maturity	Instalments	Balance As at	
			31.03.2021	31.03.2020
15.00%	<1 year	36	33,839,802	15,080,473
	1-2 years	23	16,749,332	9,665,804
	2-3 years	3	1,248,992	0
			51,838,126	24,746,277
Less: Current Term Loan			33,839,802	15,080,473
Net Non Current Term Loan			17,998,324	9,665,804

REPAYMENT OF 14.85 % TERM LOAN

Rate of Interest	Maturity	Instalments	Balance As at	
			31.03.2021	31.03.2020
14.85%	<1 year	0	0	29,805,110
	1-2 years	0	0	0
	2-3 years	0	0	0
			0	29,805,110
Less: Current Term Loan			0	29,805,110
Net Non Current Term Loan			0	0

REPAYMENT OF 14.75 % TERM LOAN

Rate of Interest	Maturity	Instalments	Balance As at	
			31.03.2021	31.03.2020
14.75%	<1 year	12	25,057,602	23,156,032
	1-2 years	10	27,185,767	25,992,538
	2-3 years	0	0	19,855,798
			52,243,369	69,004,368
Less: Current Term Loan			25,057,602	23,156,032
Net Non Current Term Loan			27,185,767	45,848,336



REPAYMENT OF 14.50 % TERM LOAN

Rate of Interest	Maturity	Instalments	Balance As at	
			31.03.2021	31.03.2020
14.50%	<1year	65	54,887,197	52,576,005
	1-2 years	20	17,330,870	40,022,177
	2-3 years	0	0	5,745,293
			72,218,067	98,343,475
Less: Current Term Loan			54,887,197	52,576,005
Net Non Current Term Loan			17,330,870	45,767,470

REPAYMENT OF 14.42 % TERM LOAN

Rate of Interest	Maturity	Instalments	Balance As at	
			31.03.2021	31.03.2020
14.42%	<1year	0	0	17,344,745
	1-2 years	0	0	0
	2-3 years	0	0	0
			0	17,344,745
Less: Current Term Loan			0	17,344,745
Net Non Current Term Loan			0	0

REPAYMENT OF 14.25 % TERM LOAN

Rate of Interest	Maturity	Instalments	Balance As at	
			31.03.2021	31.03.2020
14.25%	<1year	117	160,877,847	146,783,922
	1-2 years	40	64,335,768	144,749,217
	2-3 years	2	1,180,236	34,246,293
			226,393,851	325,779,432
Less: Current Term Loan			160,877,847	146,783,922
Net Non Current Term Loan			65,516,004	178,995,510

REPAYMENT OF 14.10 % TERM LOAN

Rate of Interest	Maturity	Instalments	Balance As at	
			31.03.2021	31.03.2020
14.10%	<1year	8	43,938,210	53,873,688
	1-2 years	0	0	29,330,123
	2-3 years	0	0	0
			43,938,210	83,203,811
Less: Current Term Loan			43,938,210	53,873,688
Net Non Current Term Loan			0	29,330,123

REPAYMENT OF 14.00 % TERM LOAN

Rate of Interest	Maturity	Instalments	Balance As at	
			31.03.2021	31.03.2020
14.00%	<1year	36	86,525,847	44,449,117
	1-2 years	11	54,006,293	32,123,912
	2-3 years	0	0	1,689,174
			140,532,140	78,262,203
Less: Current Term Loan			86,525,847	44,449,117
Net Non Current Term Loan			54,006,293	33,813,086

REPAYMENT OF 13.75 % TERM LOAN

Rate of Interest	Maturity	Instalments	Balance As at	
			31.03.2021	31.03.2020
13.75%	<1year	0	0	13,706,996
	1-2 years	0	0	0
	2-3 years	0	0	0
			0	13,706,996
Less: Current Term Loan			0	13,706,996
Net Non Current Term Loan			0	0



REPAYMENT OF 13.54 % TERM LOAN

Rate of Interest	Maturity	Instalments	Balance As at	
			31.03.2021	31.03.2020
13.54%	<1 year	0	0	5,930,305
	1-2 years	0	0	0
	2-3 years	0	0	0
				0
Less: Current Term Loan			0	5,930,305
Net Non Current Term Loan			0	0

REPAYMENT OF 13.50 % TERM LOAN

Rate of Interest	Maturity	Instalments	Balance As at	
			31.03.2021	31.03.2020
13.50%	<1 year	1	2,322,895	43,461,476
	1-2 years	0	0	0
	2-3 years	0	0	0
				2,322,895
Less: Current Term Loan			2,322,895	43,461,476
Net Non Current Term Loan			0	0

REPAYMENT OF 13.33 % TERM LOAN

Rate of Interest	Maturity	Instalments	Balance As at	
			31.03.2021	31.03.2020
13.33%	<1 year	0	0	4,953,895
	1-2 years	0	0	0
	2-3 years	0	0	0
				0
Less: Current Term Loan			0	4,953,895
Net Non Current Term Loan			0	0

REPAYMENT OF 13.00 % TERM LOAN

Rate of Interest	Maturity	Instalments	Balance As at	
			31.03.2021	31.03.2020
13.00%	<1 year	3	11,467,469	38,001,251
	1-2 years	0	0	0
	2-3 years	0	0	0
				11,467,469
Less: Current Term Loan			11,467,469	38,001,251
Net Non Current Term Loan			0	0

REPAYMENT OF 12.95 % TERM LOAN

Rate of Interest	Maturity	Instalments	Balance As at	
			31.03.2021	31.03.2020
12.95%	<1 year	0	0	7,185,219
	1-2 years	0	0	0
	2-3 years	0	0	0
				0
Less: Current Term Loan			0	7,185,219
Net Non Current Term Loan			0	0

REPAYMENT OF 12.51 % TERM LOAN

Rate of Interest	Maturity	Instalments	Balance As at	
			31.03.2021	31.03.2020
12.51%	<1 year	12	27,653,228	24,929,364
	1-2 years	8	20,500,882	28,232,508
	2-3 years	0	0	15,489,523
				48,154,110
Less: Current Term Loan			27,653,228	24,929,364
Net Non Current Term Loan			20,500,882	43,722,031



NOTE No. 6**OTHER NON CURRENT LIABILITIES**

Particulars	As at 31st March, 2021	As at 31st March, 2020
Unearned Interest under Hypothecation Loan Accounts	90,417,162	73,054,449
Interest accrued but not due on Borrowings	59,330,051	41,931,319
Totals Rs.	149,747,213	114,985,768

NOTE NO. 7**LONG TERM PROVISIONS**

Particulars	As at 31st March, 2021	As at 31st March, 2020
Provision for Non Performing Assets	12,856,572	10,605,732
Contingent Provisions against Standard Assets	7,771,607	7,869,669
Totals Rs.	20,628,179	18,475,401

NOTE NO. 8**SHORT TERM BORROWINGS**

Particulars	As at 31st March, 2021		As at 31st March, 2020	
Secured				
Secured Non-convertible Redeemable Debentures		281,350,000		0
Term Loan from Banks		168,260,353		235,267,475
Term Loans from NBFC's		606,009,722		583,529,967
Capital Small Finance Bank, Jalandhar Cash Credit Account		0		42,539,747
UNSECURED				
Fixed Deposits*		64,834,000		5,776,540
Totals Rs.		1,120,454,075		867,113,729

* Fixed Deposits (Unsecured) of Rs. 64,834,000 includes Rs. 6,439,000 as on 31st March, 2021 (Rs. 5,539,300/- as on 31st March, 2020) being Fixed Deposits received from Corporate entities.

- 8.1 The Secured Non-Convertible Redeemable Debentures are secured by way of Charge having pari pasu rights as the case may be, on the Company's Immovable Assets and Loans Receivables.
- 8.2 All the above Term Loans from various NBFCs/Banks are secured by specific charges on hypothecation of Company's present and future Loans receivables and are personally guaranteed by the Directors.

NOTE NO. 9**TRADE PAYABLES**

Particulars	As at 31st March, 2021	As at 31st March, 2020
Trade Payables		
i) Total outstanding dues to micro and small enterprises	0	0
ii) Total outstanding dues of creditors other than micro and small enterprises	13,014,114	14,605,940
Totals Rs.	13,014,114	14,605,940

- 9.1 Trade Payables includes Rs. Nil (Previous year: Rs. Nil) payable to "Suppliers" registered under the Micro, Small and Medium Enterprises Development Act, 2006. No interest has been paid /is payable by the Company during the year to "Suppliers" registered under the act. The above is based on the information available with the Company which has been relied upon by the auditors.



NOTE NO. 10**OTHER CURRENT LIABILITIES**

Particulars	As at	As at
	31st March, 2021	31st March, 2020
Unearned Interest under Hypothecation Loan Accounts	215,340,036	258,418,412
Interest accrued but not due on Borrowings	2,872,871	187,200
Statutory dues Payable		
GST/Service Tax Payable	0	464,647
TDS Payable	259,689	2,899,867
Professional Dev. Tax payable	8,800	5,600
Provident/ESI/Labour Fund Payable	1,314,315	1,251,735
Stamp Duty (on Deb./Bonds) Payable	0	694
Other Expenses Payables	12,023,696	11,845,860
Totals Rs.	231,819,407	275,074,015

- 10.1 Creditors for other expenses includes Rs. Nil (Previous year: Rs. Nil) payable to "Suppliers" registered under the Micro, Small and Medium Enterprises Development Act, 2006. No interest has been paid /is payable by the Company during the year to "Suppliers" registered under the act. The above is based on the information available with the Company which has been relied upon by the auditors.

NOTE NO. 11**SHORT TERM PROVISIONS**

Particulars	As at	As at
	31st March, 2021	31st March, 2020
Income Tax	10,788,888	13,560,731
Provision for Loans under Moratorium	0	1,908,413
Provision for diminution in Value of Repossessed Stock	11,854,277	10,904,113
Totals Rs.	22,643,165	26,373,257



NOTE NO. 12
PROPERTY, PLANT AND EQUIPMENTS
TANGIBLE ASSETS

(Amount in Rupees unless otherwise stated)

Descriptions	Land	Land and Building	Furniture and Fixtures	Office Equipments	Computers	Electric Implants	Vehicles	Leasehold Improvements	Total
Gross Block									
Balance as at 1st April, 2020	1,492,690	1,487,543	7,097,867	3,294,444	3,023,141	12,026,171	16,528,196	21,215,207	66,165,259
Additions during the period	0	0	574,003	408,505	3,603,645	433,933	2,971,000	0	7,991,086
Disposals during the period	0	0	0	0	8,000	32,000	2,558,181	0	2,598,181
Balance as at 31st March, 2021	1,492,690	1,487,543	7,671,870	3,702,949	6,618,786	12,428,104	16,941,015	21,215,207	71,558,164
Accumulated depreciation/Amortisation									
Balance as at 1st April, 2020	0	744,518	4,610,649	1,614,628	2,351,408	7,665,130	11,218,537	3,535,870	31,740,740
Additions during the period	0	36,061	678,549	795,111	1,037,013	1,143,802	1,574,327	1,414,348	6,679,211
Disposals during the period	0	0	0	0	7,600	29,112	1,403,401	0	1,440,113
Balance as at 31st March, 2021	0	780,579	5,289,198	2,409,739	3,380,821	8,779,820	11,389,463	4,950,218	36,979,838
Net Block									
Balance as at 31st March, 2020	1,492,690	743,025	2,487,218	1,679,816	671,733	4,361,041	5,309,659	17,679,337	34,424,519
Balance as at 31st March, 2021	1,492,690	706,964	2,382,672	1,293,210	3,237,965	3,648,284	5,551,552	16,264,989	34,578,326

* Land and Buildings acquired under amalgamation continue in the name of erstwhile Company -Malwa (Ludhiana) Motor Finance Limited.



NOTE NO. 13**INTANGIBLE ASSETS**

(Amount in Rupees unless otherwise stated)

Descriptions	Computer Software	Total
Gross Block		
Balance as at 1st April, 2020	1,854,580	1,854,580
Additions during the period	1,447,520	0
Disposals during the period	0	0
Balance as at 31st March, 2021	3,302,100	1,854,580
Accumulated depreciation/Amortisation		
Balance as at 1st April, 2020	370,916	370,916
Additions during the period	660,420	0
Disposals during the period	0	0
Balance as at 31st March, 2021	1,031,336	370,916
Net Block		
Balance as at 31st March, 2020	1,483,664	1,483,664
Balance as at 31st March, 2021	2,270,764	1,483,664

NOTE NO. 14**NON CURRENT INVESTMENTS**

Particulars	As at 31st March, 2021		As at 31st March, 2020	
In Government Securities- quoted				
10.25% Government of India 2021 Bonds (Face value of Rs. 3,50,000/-)	0		502,250	
6.01% Government of India 2028 Bonds (Face value of Rs. 2,00,000/-)	201,200		201,200	
6.13% Government of India 2028 Bonds (Face value of Rs. 1,00,000/-)	94,000		94,000	
6.13% Government of India 2028 Bonds (Face value of Rs. 3,00,000/-)	255,000		255,000	
8.03% Government of India 2024 Bonds (Face value of Rs.1,40,000/-)	141,610		141,610	
8.40% Government of India 2025 Bonds (Face value of Rs. 2,00,000/-)	206,400		206,400	
8.28% Government of India 2027 Bonds (Face Value of Rs. 6,50,000/-)	639,925		639,925	
7.95% Government of India 2026 Bonds (Face Value of Rs. 7,00,000/-)	667,800		667,800	
8.32% Government of India 2032 Bonds (Face Value of Rs. 4,50,000/-)	418,815		418,815	
7.50% Government of India 2034 Bonds (Face Value of Rs. 3,00,000/-)	288,000		288,000	
6.01% Government of India 2028 Bonds (Face Value of Rs. 5,00,000/-)	410,000		410,000	
7.95% Government of India Fertilizer 2026 Bonds (Face value of Rs. 8,00,000/-)	763,200		763,200	
8.80% TN SDL 2022 Bonds (Face Value of Rs. 10,00,000/-)	10,822,510	14,908,460	0	4,588,200
Fixed Deposits with HDFC Bank Ltd., Jalandhar		7,007,986		0
Totals Rs.		21,916,446		4,588,200

14.1 All above mentioned Investments being quoted are shown and valued at Cost as the market value of the same is not available. Thus, no provision for diminution in the value of said investments have been made in the books.

14.2 Fixed Deposits with HDFC Bank Ltd., Jalandhar amounting to Rs. 7,007,986/- forms part of the SLR required to be maintained under RBI Directions.



NOTE NO. 15**DEFERRED TAX ASSETS**

Particulars	As at 31st March, 2021	As at 31st March, 2020
Opening Balance	6,690,151	2,391,730
Add: Provision(Reversal) for Deferred Tax Assets during the year	767,722	4,298,421
Totals Rs.	7,457,873	6,690,151

NOTE NO. 16**LONG TERM LOANS AND ADVANCES**

Particulars	As at 31st March, 2021	As at 31st March, 2020
Loans under Hypothecation Agreements (Secured and considered good unless otherwise stated including unaccrued Interest/Finance Charges)	571,529,482	558,158,248
Security Deposits (includes Security deposits with landlords of various collection Centres and security with Revenue departments.)	669,690	662,590
Totals Rs.	572,199,172	558,820,838

NOTE NO. 17**OTHER NON CURRENT ASSETS**

Particulars	As at 31st March, 2021	As at 31st March, 2020
Unamortised Expenses		
Authorised Capital Expenses	202,500	495,835
Cost of Borrowings	3,926,212	7,232,423
Amalgamation Expenses	80,000	471,141
Totals Rs.	4,208,712	8,199,399

NOTE NO. 18**CURRENT INVESTMENTS**

Particulars	As at 31st March, 2021		As at 31st March, 2020	
In Government Securities- quoted				
10.25% Government of India 2021 Bonds (Maturity Value Rs. 3,50,000/-)		502,250		0
Other Investments (quoted)				
Kotak Liquid Direct Plan Growth Fund	30,000,000		20,000,001	
Kotak Overnight Direct Growth Fund	0		10,000,000	
IDBI Liquid Fund Regular Plan Growth	20,000,000	50,000,000	0	30,000,001
Fixed Deposits with NBFC's		519,850		0
Totals Rs.		51,022,100		30,000,001

18.1 Other Investments being quoted and the market value of the said quoted investment as on 31st March, 2021 is Rs. 50,045,984/-.

NOTE NO. 19**TRADE RECEIVABLES**

Particulars	As at 31st March, 2021		As at 31st March, 2020	
Loans under Hypothecation Agreements (Secured and considered good unless otherwise stated)				
Outstanding for a period of over six months	37,935,572		43,766,468	
Others	293,596,290	331,531,862	274,101,806	317,868,274
Balance with Dealers (Unsecured but considered Good)		195,973,638		150,917,738
Totals Rs.		527,505,500		468,786,012



19.1 Non Performing Assets under Hypothecation Loan Agreements

Particulars	As at	As at
	31st March, 2021	31st March, 2020
Sub-Standard Assets	19,740,997	27,513,167
Doubtful Assets	38,632,714	30,261,722
Loss Assets	0	0
Totals Rs.	58,373,711	57,774,889

19.2 Trade Receivables under the financing activity represent principal and accrued interest income/late payment interest due/incidental charges due at the close of the year, net of amounts written off.

19.3 There are no dues from directors or other Officers of the Company or any Firm or Private Limited Company in which any director is a partner, a director or a member.

NOTE NO. 20

CASH AND CASH EQUIVALENTS

Particulars	As at	As at
	31st March, 2021	31st March, 2020
Cash-In-Hand*	59,453,469	72,590,995
Balance with Banks	159,211,210	48,695,833
Cheques/Drafts in Hand	14,004,000	20,055,277
Balance with Banks in Fixed Deposits	204,182,469	122,056,087
Totals Rs.	436,851,148	263,398,192

* Cash in hand includes cash lying at various Collection Centres and Imprest with employees.

NOTE NO. 21

SHORT TERM LOANS & ADVANCES

Particulars	As at	As at
	31st March, 2021	31st March, 2020
Loans under Hypothecation Agreements (Secured and considered good unless otherwise stated including unearned Interest/Finance Charges)	1,181,313,262	1,302,785,729
Other Sundry Loans (Secured against pledge of Fixed Deposits Receipts/ Debentures of the Company)	13,818,465	14,935,648
Unamortised Expenses		
Authorised Capital Expenses	293,335	293,336
Cost of Borrowings	7,338,163	11,064,225
Amalgamation Expenses	391,141	391,138
Advance Income Tax and Tax deducted at Source	10,927,434	13,869,031
Income Tax/Fringe Benefit Tax Refund due	4,500,986	4,199,876
GST ITC C/fd	510,673	0
* Advances recoverable in cash or in kind (Unsecured but considered good)	12,865,881	11,999,250
Totals Rs.	1,231,959,340	1,359,538,233

21.1 *Advances recoverable in cash or in kind includes :

- Rs. 16,62,800/- (Pv. Year Rs. 16,62,800/-) deposited as Embossing fee with Revenue Department Punjab Government under Protest.
- Rs. 32,89,217/- (Pv. Year Rs. 73,35,946/-) being cheques deposited in various Banks but not yet credited by Banks.
- Rs. 21,55,699/- (Pv. Year Rs. 10,40,413/-) being TDS recoverable from various lenders (NBFC's)
- Rs. 14,66,790/- (Pv. Year Rs. 11,45,421/-) as Staff Advance



NOTE NO. 22**OTHER CURRENT ASSETS**

Particulars	As at	
	31st March, 2021	31st March, 2020
Stock of Office Materials	4,586,600	3,225,000
Assets Repossessed from Borrowers	57,872,059	56,839,035
Commission Receivables	0	5,944
Interest receivable on Government Securities	650,490	172,496
Totals Rs.	63,109,149	60,242,475

22.1 Assets financed with total outstanding of Rs. 57,872,059/- have been repossessed from borrowers and have been shown above at Loan outstanding value of Rs. 57,872,059/-. Provision for Loss of Rs. 11,854,277/- (Gross) have been made by the Company on the basis of Market Value of the repossessed assets as valued by the approved Valuer and further approved by the Board of Directors and Rs. 950,164/- (difference) have been shown under Note No. 28 under the head " Provisions and Write off".

NOTE NO. 23**REVENUE FROM OPERATIONS**

Particulars	Year ended	
	31st March, 2021	31st March, 2020
Interest income	521,012,828	503,929,463
Loans Processing Charges	11,168,249	11,575,983
Other Direct Income	208,156	3,902,512
Totals Rs.	532,389,233	519,407,958

23.1 Other Direct Income includes Foreclosure Charges and other Incidental Charges recovered from Borrowers.

NOTE NO. 24**OTHER INCOMES**

Particulars	Year ended	
	31st March, 2021	31st March, 2020
Profit on Sale of Fixed Assets	0	5,552
Profit on Sale of Govt. Securities	0	32,165
Profit on Sale of Investments (MF)	1,347,889	1,441,347
Provision for Moratorium reversed	1,908,413	0
Provision for Standard Assets reversed	98,062	0
Totals Rs.	3,354,364	1,479,064

NOTE NO. 25**EMPLOYEE BENEFIT EXPENSES**

Particulars	Year ended	
	31st March, 2021	31st March, 2020
Salaries and Wages (including Bonus and incentives paid to staff)	94,194,761	87,905,038
Contribution to Provident and other Funds	7,602,290	9,164,970
Staff Welfare Expenses	1,355,672	1,241,827
Totals Rs.	103,152,723	98,311,835

NOTE NO. 26**FINANCE COST**

Particulars	Year ended	
	31st March, 2021	31st March, 2020
Interest expenses	265,988,615	262,148,778
Other Borrowing Costs	16,843,109	12,083,535
Totals Rs.	282,831,724	274,232,313

26.1 Debenture Issue Expenses(included in other borrowing costs) incurred being Stamp Duty paid are expensed in the same year.



NOTE NO. 27**ADMINISTRATION & OTHER OFFICE EXPENSES**

Particulars	Year ended 31st March, 2021	Year ended 31st March, 2020
Rent	5,575,780	5,184,656
Electricity & Fuel Expenses	2,006,783	1,511,146
Telephone & Mobile Expenses	1,887,439	1,615,783
Vehicles Petrol/Diesel Repairs & Maintenance	14,463,792	12,068,395
Repairs & Maintenance - Premises	2,311,539	1,748,319
Repairs & Maintenance - Others	1,901,460	983,017
Insurance Charges	265,500	265,500
Commission/ Brokerage Expenses	5,035,385	3,137,378
Travelling & Conveyance Expenses	3,968,100	3,524,039
Meeting & Conference Expenses	21,191	330,843
Auditor's Remuneration (Refre Note 27.1 below)	237,200	179,500
Rates and Taxes	13,959	175,344
Legal and Professional Charges	4,610,297	6,514,358
Business Promotion/Advertisement and publicity Expenses	5,391,351	3,114,809
Other Office Administration Expenses	2,483,369	2,718,938
Miscellaneous Expenses	620,521	426,887
Totals Rs.	50,793,666	43,498,912

27.1 PAYMENT TO AUDITORS AS

Particulars	Year ended 31st March, 2021	Year ended 31st March, 2020
a) Statutory Audit fee and Tax Audit fee	212,200	179,500
b) In other capacity (Tax matters & certification work etc.)	25,000	0
Totals Rs.	237,200	179,500

27.2 Certain heads of expenses forming part of Administration & other office expenses in the Profit and Loss Statement have been regrouped during the current year in line with their functional classification and shown under Administration and other Office Expenses.

27.3 Commission and Brokerage Expenses incurred on Hypothecation/Loan cases are expensed in the same year.

27.4 Salaries paid to Directors includes incentives paid to them besides monthly Salary in accordance with requisit approvals as mandated by the provisions of section 197 read with Schedule V to the Act.

NOTE NO. 28**PROVISIONS AND WRITE OFF**

Particulars	Year ended 31st March, 2021	Year ended 31st March, 2020
Rebate & Remissions	44,943,712	42,110,295
Loss on Sale of Fixed Assets (Net)	28,268	0
Authorised Capital Expenses Written Off	293,336	293,336
Amalgamation Expenses Written off	391,138	391,138
Contingent Provisions against Standard Assets	0	130,745
Provision for Non Performing Assets	2,250,840	2,116,629
Provision on Loans under Moratorium	0	1,908,413
Provision for diminution in value of repossessed assets.	950,164	10,904,113
Totals Rs.	48,857,458	57,854,669

28.1 Trade Receivables/Loan and advances which in the opinion of Management are unrecoverable, are written off and debited to the Rebate and Remission Account with the approval of Board of Directors.

NOTE NO. 29**DEPRECIATION, AMORTISATION AND IMPAIRMENT**

Particulars	Year ended 31st March, 2021	Year ended 31st March, 2020
Depreciation on Property, Plant and Equipment	6,679,211	7,013,037
Amortization and impairment of intangible assets	660,420	370,916
Totals Rs.	7,339,631	7,383,953



NOTE NO. 30
EARNINGS PER SHARE

Particulars	Year ended 31st March, 2021	Year ended 31st March, 2020
Net Profit after tax	32,747,229	30,343,030
Less: Dividends payable to Preference Shareholders	13,042,692	8,714,563
Net Profit attributable to Equity Shareholders	19,704,537	21,628,467
Number of Equity Shares used as denominator for calculating EPS	2,679,603	2,646,615
Basic Earnings per shares	7.354	8.172
Diluted Earnings per shares	7.354	8.172

NOTE NO. 31
GENERAL

- 31.1 The presentation of the Balance Sheet, Profit and Loss Statement, the Cash Flow Statement and Notes to the Accounts is in terms of the Schedule III to the Companies Act, 2013. The assets and liabilities have been classified as current and non-current based on a twelve month operating cycle.
- 31.2 Balances outstanding in transactions under Hypothecation Loan Agreements and Sundry Loans are subject to confirmation. Also, Trade Payables and Trade Receivables are subject to confirmation.
- 31.3 Late Payment Interest under Hypothecation Loan Agreements are accrued on the basis of certainty of collection.
- 31.4 In the opinion of the Directors, Current Assets, Loans and Advances have value equal to amount shown in the Balance Sheet, if realised in the ordinary course of business.

31.5 Impact of COVID-19

The COVID - 19 pandemic has significantly affected various sectors of Indian economy. The prolonged lockdown imposed by the government due to Covid - 19 pandemic has effected the Company's business operations. The Company has granted moratorium upto six months on the payment of instalments falling due between March 01, 2020 and August 31, 2020 to all eligible borrowers based on the Board approved moratorium policy read with the Reserve Bank of India (RBI) guidelines dated March 27, 2020 and May 23, 2020 relating to COVID - 19 - Regulatory Package" and RBI guidelines on EMI moratorium dated April 17, 2020. Extension of such moratorium benefits to borrowers as per the COVID - 19 Regulatory package of the RBI by itself is not considered to result in significant increase in credit risk. The Company continued to recognise interest income during the moratorium period and in the absence of other credit risk indicators, the granting of a moratorium period does not result in accounts becoming past due. The Company's management is continuously monitoring the situation and economic factors affecting the operations of the Company.

During the year ended March 31, 2021, the Company has invoked resolution plans to relieve COVID - 19 pandemic related stress to eligible borrowers. The resolution plans are based on the parameters laid down in the resolution policy approved by the Board of Directors of the Company and in accordance with the guidelines issued by the RBI on August 6, 2020. The staging of accounts and provisioning for the eligible accounts where the resolution plans are invoked and implemented is in accordance with the Board Approval Policy in this regard. As per Company's management, no such eligible account was there for the year ended 31st March, 2021

31.6 RISK MANAGEMENT

Whilst risk is inherent in the Company's activities, it is managed through an integrated risk management framework including ongoing identification, measurement and monitoring, subject to risk limits and other controls. This process of risk management is critical to the Company's continuing profitability and each individual within the Company is accountable for the risk exposures relating to his or her responsibilities. The Company is exposed to credit risk, liquidity risk and market risk. It is also subject to various operating and business risks.

Risk management structure

The Board of Directors are responsible for the overall risk management approach and for approving the risk management strategies and principles.

The Board has constituted the Risk Management Committee which is responsible for monitoring the overall risk process within the Company.

The Risk Management Committee has the overall responsibility for the development of the risk strategy and implementing principles, frameworks, policies and limits. The Risk Management Committee is responsible for managing risk decisions and monitoring risk levels.

The Chief Risk officer is responsible for implementing and maintaining risk related procedures to ensure an independent control process is maintained. The Risk owners within each department will report to the Risk Committee. The Risk owners are responsible for monitoring compliance with risk principles, policies and limits across the Company. Each department has its Risk owner who is responsible for the control of risks, including monitoring the actual risk of exposures against authorised limits and the assessment of risks.



The Company's Treasury is responsible for managing its assets and liabilities and the overall financial structure. It is also primarily responsible for the funding and liquidity risks of the Company.

The Company's policy is that risk management processes throughout the Company are audited annually by the Internal Audit function, which examines both the adequacy of the procedures and the Company's compliance with the procedures.

Internal Audit discusses the results of all assessments with management, and reports its findings and recommendations to Risk Management Committee.

Risk mitigation and risk culture

As part of its overall risk management, the Company can use derivatives and other instruments to manage exposures resulting from changes in interest rates and foreign currencies associated with foreign currency transactions.

Risk measurement and reporting systems

The Company's risks are measured using a method that reflects both the expected loss likely to arise in normal circumstances and unexpected losses, which are an estimate of the ultimate actual loss. The models make use of probabilities derived from historical experience, adjusted to reflect the economic environment, as necessary.

The Company's policy is to measure and monitor the overall risk-bearing capacity in relation to the aggregate risk exposure across all risk types and activities. Information compiled from all the departments is examined and processed in order to analyse, control and identify risks on a timely basis. This information is presented and explained to the Risk Management Committee and the head of each department.

The Risk Management Committee receives a comprehensive risk report once a quarter which is designed to provide all the necessary information to assess and conclude on the risks of the Company. It is the Company's policy to ensure that a robust risk awareness is embedded in its organisational risk culture. Employees are expected to take ownership and be accountable for the risks the Company is exposed to that they decide to take on.

The Company's continuous training and development emphasises that employees are made aware of the Company's risk appetite and they are supported in their roles and responsibilities to monitor and keep their exposure to risk within the Company's risk appetite limits. Compliance breaches and internal audit findings are important elements of employees' annual ratings and remuneration reviews.

Excessive risk concentration

Concentrations arise when a number of counterparties are engaged in similar business activities, or activities in the same geographical region, or have similar economic features that would cause their ability to meet contractual obligations to be similarly affected by changes in economic, political or other conditions.

In order to avoid excessive concentrations of risk, the Company's policies and procedures include specific guidelines to focus on spreading its lending portfolio across all the states with a cap on maximum limit of exposure for a state and also for an individual/Group.

Credit risk

Credit risk is the risk that the Company will incur a loss because its customers or counterparties fail to discharge their contractual obligations. The Company manages and controls credit risk by setting limits on the amount of risk it is willing to accept for individual counterparties and for geographical concentrations, and by monitoring exposures in relation to such limits.

Credit risk is monitored by the credit department of the Company. It is their responsibility to review and manage credit risk, including environmental and social risk for all types of counterparties. Credit risk consists of line credit managers who are responsible for their business lines and manage specific portfolios and experts who support both the line credit manager, as well as the business with tools like credit risk systems, policies, models and reporting.

The Company has established a credit quality review process to provide early identification of possible changes in the creditworthiness of counterparties.

The credit quality review process aims to allow the Company to assess the potential loss as a result of the risks to which it is exposed and take corrective actions.

Analysis of Risk concentration

Concentration of Advances		(Amount in Lakhs)	
Particulars	As at 31-03-2021	As at 31-03-2020	
Total Advances of twenty largest borrowers	108.75	80.22	
Percentage of Advances of twenty largest borrowers to Total Advances of the NBFC	0.52%	0.37%	

Concentration of NPA		(Amount in Lakhs)	
Particulars	As at 31-03-2021	As at 31-03-2020	
Total Exposure of top four NPA Accounts	9.8	10.85	



Liquidity risk and funding management

In assessing the company's liquidity position, consideration shall be given to: (1) present and anticipated asset quality (2) present and future earnings capacity (3) historical funding requirements (4) current liquidity position (5) anticipated future funding needs, and (6) sources of funds. The Company maintains a portfolio of marketable assets that are assumed to be easily liquidated and undrawn cash credit limits which can be used in the event of an unforeseen interruption in cash flow. In accordance with the Company's policy, the liquidity position is assessed under a variety of scenarios, giving due consideration to stress factors relating to both the market in general and specifically to the Company. Net liquid assets consist of cash, short-term bank deposits and investments in mutual fund available for immediate sale, less issued securities and borrowings due to mature within the next month. Borrowings from banks and financial institutions, issue of debentures and bonds and acceptance of public deposits are considered as important sources of funds to finance lending to customers. They are monitored using the advances to borrowings ratio, which compares loans and advances to customers as a percentage of secured and unsecured borrowings. Asset Liability Management Committee (ALCO) reviews or monitors Asset Liability Management (ALM) mismatch. ALCO conducts periodic reviews relating to the liquidity position and stress test assuming various what if scenarios. The Board of Directors also approves constitution of Asset Liability Committee (ALCO), Asset Liability Management Committee (ALCO) reviews or monitors Asset Liability Management (ALM) mismatch. ALCO conducts periodic reviews relating to the liquidity position and stress test assuming various what if scenarios. The ALCO is responsible for ensuring adherence to the limits set by the Board as well as for deciding the business strategy of the Company in line with the Company's budget and decided risk management objectives. The ALCO is a decision-making unit responsible for balance sheet planning from risk-return perspective including strategic management of interest rate and liquidity risks. The ALCO also evaluates the Borrowing Plan of subsequent quarters on the basis of previous borrowings of the company. The ALCO will be responsible for ensuring the adherence to the target set by the Board of Directors. The meetings of ALCO are held as per the requirements. The ALM Support Groups consisting of operating staff are responsible for analysing, monitoring and reporting the risk profiles to the ALCO. ALCO support group meets every fortnight. The minutes of ALCO meetings are placed before the RMC and the Board of Directors in its next meeting for its ratification.

31.7 Events after Reporting date

Subsequent events are tracked and evaluated by the Company. We have been informed by the Company management that there are no significant subsequent event after the Reporting date which was relied upon by the auditors.

31.8 Floating Charge on investments in Government Securities and Fixed Deposits with Banks

In accordance with the Master Directions - Non-Banking Financial Companies Acceptance of Public Deposits (Reserve Bank) Directions, 2016 dated August 25, 2016, the Company has created a floating charge on the statutory liquid assets comprising of investments in government securities (Cost) and Fixed Deposits with Banks to the extent of Rs. 22,418,696/- which includes creation of floating charge of investments in government securities of Rs. 10,822,510/- under process as on date (March 31, 2020 - Rs. 45,88,200/-) in favour of trustees representing the public deposits holders of the Company.

31.9 Disclosures pursuant to Accounting Standard 15 (Revised) - Employee benefits

A. Defined contribution plan

The contribution made to various statutory funds is recognised as expenses and included in Note 25 "Employee benefits expense" under "Contribution to Provident and other Funds" in Statement of Profit and Loss". The details is as follows :

(Amount in Rupees unless otherwise stated)

	Year ended 31st March, 2021	Year ended 31st March, 2020
Provident Fund	5,213,090	4,932,247
Employee State Insurance Corporation (ESIC)	1,408,247	1,413,088
Labour Welfare Fund	85,160	79,700

B. Defined benefit plan (gratuity)

The Company contributes to the group gratuity fund based on the actuarial valuation determined as at the year end through the Life Insurance Corporation of India (LIC of India). LIC of India has certified the Fair Value of the Plan Assets, the details of which were not made available to us for our verification and reporting.

31.10 In our Opinion and according to information and explanation given to us,

- a) the Company has an adequate Internal Audit System commensurate with its size and nature of business.
- b) Though there is an adequate Internal Control System adopted by the Company, but in our opinion, there is a scope of improvement in the prevalent internal control system. Better method of voucher recording, numbering and authentication should be exercised.
- c) the Company complies with the various provisions of Anti Money Laundering Act
- d) the Company is maintaining the prescribed accounts and registers required under various provisions of Acts.

31.11 i) Segment Reporting :- AS 17

The Company is primarily engaged in the business of financing. All the activities of the company revolve around the main business. Further, the Company does not have any separate geographic segments other than India. As such there are no separate reportable segments as per AS-17 "Segment Reporting".



ii) **Disclosure under Micro, Small and Medium Enterprises Development Act, 2006**

There are no Micro and Small Scale Business Enterprises, to whom the company owes dues, which are outstanding for more than 45 days as at March 31, 2021. This information as required to be disclosed under the Micro, Small and Medium Enterprises Development Act, 2006 has been determined to the extent such parties have been identified on the basis of information available with the company.

31.12 Related Party Disclosures

A) Associates Concerns

1. Amrit CIC Private Limited, Jalandhar

There are no related party transactions during the year ending 31st March, 2021

B) Key Management Personnel

1. Mr. Ajit Pal Singh (Managing Director)
2. Mrs. Pawanjeet Kaur (Whole time Director)
3. Mr. Jasvir Singh (Whole Time Director)
4. Mr. Karamjit Singh Sidhu (Whole Time Director)
5. Mr. Rajesh Mehta (Chief Financial Officer)
6. Mr. Harsh Kumar (Company Secretary)

Transactions during the year with Key Management Personnel:

Name and designation	Accounts Head	Year ended 31st March, 2021	Year ended 31st March, 2020
Mr. Ajit Pal Singh - Managing Director	Salary	12,000,000	12,000,000
Mrs. Pawanjeet Kaur - Whole Time Director	Salary	10,800,000	10,800,000
Mrs. Pawanjeet Kaur - Whole Time Director	Rent	1,200,000	1,200,000
Mr. Ajit Pal Singh - Managing Director	Rent	1,200,000	1,200,000
Mr. Jasvir Singh - Whole Time Director	Salary	960,000	960,000
Mr. Karamjit Singh Sidhu - Whole Time Director	Salary	192,800	296,054
Mr. Rajesh Mehta - Chief Financial Officer	Salary	551,184	536,234
Mr. Harsh Kumar - Company Secretary	Salary	720,200	708,731

31.13 Disclosures as required under Master Direction - Non Banking Financial Company - Systemically Important Non-Deposit taking Company and Deposit taking Company (Reserve Bank) Directions, 2016 are enclosed vide Note No. 32. The figures given in said enclosures are in lakhs.

As per our report of even date attached
For **ASHISH THUKRAL & ASSOCIATES,**
CHARTERED ACCOUNTANTS
(Registration No. 028252N)

(ASHISH THUKRAL)
PROPRIETOR

(Membership No.531979)
PLACE; Jalandhar

DATED; 30-06-2021

For and on behalf of Board of Directors of
Amrit Malwa Capital Limited

CHIEF FINANCIAL OFFICER

DIRECTORS

Rajesh Mehta

COMPANY SECRETARY

Harsh Kumar

del

(DIN: 01583946)

Pawanjeet

(DIN: 01601518)

Tulsi

(DIN: 01639458)

Johinder

(DIN: 03288536)

Yykhah

(DIN: 02427388)

AMRIT MALWA CAPITAL LIMITED, JALANDHAR

NOTE NO. 32

32.1 Schedule to the Balance Sheet of a Non-Banking Financial Company as required under Master Direction - Non Banking Financial Company - Systemically Important Non-Deposit taking Company and Deposit taking Company (Reserve Bank)

(Amount in Lakhs)

S.No.	PARTICULARS	Amount	Amount
		Outstanding	Overdue
As at 31st March, 2021			
1	Liabilities side : Loans and Advances availed by the NBFCs inclusive of interest accrued thereon but not paid		
	a) Debenture : Secured (Non-Convertible Debentures)	5,834.26	0.00
	: Unsecured (Fully Convertible Debentures)	0.00	0.00
	: Unsecured (Sub-ordinated Bonds) (other than falling within the meaning of public deposits)	1,476.43	0.00
	b) Deferred Credits	0.00	0.00
	c) Term Loans from Banks	2,771.30	0.00
	d) Inter-corporate loans and borrowings (including Corporate Deposits)	8,703.31	0.00
	e) Commercial Paper	0.00	0.00
	f) Public Deposits	1,759.55	0.00
	g) Other Loans		
	i) Deposits from directors	0.00	0.00
	ii) Bank Overdraft Account (Cash Credit Account)	0.00	0.00
2	Break-up (1) (f) above (outstanding Public deposits inclusive of interest accrued thereon but not paid)		
	a) In the form of Unsecured debentures	0.00	0.00
	b) In the form of partly secured debentures i.e. debentures where there is shortfall in the value of security	0.00	0.00
	c) other public deposits	1759.55	0.00
As at 31st March, 2020			
1	Liabilities side : Loans and Advances availed by the NBFCs inclusive of interest accrued thereon but not paid		
	a) Debenture : Secured (Non-Convertible Debentures)	3514.86	0.00
	: Unsecured (Fully Convertible Debentures)	0.00	0.00
	: Unsecured (Sub-ordinated Bonds) (other than falling within the meaning of public deposits)	1403.05	0.00
	b) Deferred Credits	0.00	0.00
	c) Term Loans from Banks	3252.03	0.00
	d) Inter-corporate loans and borrowings	10361.33	0.00
	e) Commercial Paper	0.00	0.00
	f) Public Deposits	59.64	0.00
	g) Other Loans		
	i) Deposits from directors	0.00	0.00
	ii) Bank Overdraft Account	425.40	0.00
2	Break-up (1) (f) above (outstanding Public deposits inclusive of interest accrued thereon but not paid)		
	a) In the form of Unsecured debentures	0.00	0.00
	b) In the form of partly secured debentures i.e. debentures where there is shortfall in the value of security	0.00	0.00
	c) other public deposits	59.64	0.00



S.No.	PARTICULARS	Amount Outstanding as at	
		31st March, 2021	31st March, 2020
3	Assets Side: Break-up Loans and Advances including bills receivables (other than those included in 4 below) a) Secured b) Unsecured	138.18 0.00	149.36 0.00
4	Break-up of Leased Assets and Stock on Hire and other assets counting towards AFC activities i) Leased assets including lease rentals under sundry debtors: a) Financial Lease b) Operating Lease ii) Stock on hire including hire charges under sundry debtors (Total dues from Hirers) a) Assets on Hire b) Repossessed Assets iii) Hypothecation loans counting towards AFC activities: a) Loans where assets have been repossessed b) Loans other than a above	0.00 0.00 0.00 0.00 0.00 20843.75	0.00 0.00 0.00 0.00 0.00 21788.12
5	Break-up of Investments Current Investments 1. Quoted i) Shares : (a) Equity (b) Preference ii) Debentures and Bonds iii) Units of Mutual funds iv) Government Securities v) Others (please specify) 2. Unquoted i) Shares : (a) Equity (b) Preference ii) Debentures and Bonds iii) Units of Mutual funds iv) Government Securities v) Others (Fixed Deposits with Banks and NBFCs) Long Term Investments : 1. Quoted i) Shares : (a) Equity (b) Preference ii) Debentures and Bonds iii) Units of Mutual funds iv) Government Securities v) Others (please specify) 2. Unquoted i) Shares : (a) Equity (b) Preference ii) Debentures and Bonds iii) Units of Mutual funds iv) Government Securities v) Others (Fixed Deposits with Banks and NBFC)	0.00 0.00 0.00 500.00 5.02 0.00 0.00 0.00 0.00 0.00 0.00 5.20 0.00 0.00 0.00 0.00 0.00 0.00 0.00 149.09 0.00 0.00 0.00 0.00 0.00 0.00 70.08	0.00 0.00 0.00 300.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 45.88 0.00 0.00 0.00 0.00 0.00 0.00 0.00



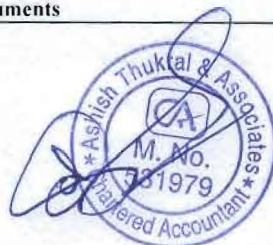
6	Borrower group-wise classification of assets financed as in (3) and (4) above:			
	Category	Amount net of provisions as at 31st March, 2021		
		Secured	Unsecured	Totals
	1. Related Parties			
	(a) Subsidiaries	0.00	0.00	0.00
	(b) Companies in the same group	0.00	0.00	0.00
	(c) Other related parties	0.00	0.00	0.00
	2. Other than related parties	20,981.93	0.00	20,981.93
	Totals	20,981.93	0.00	20,981.93
	Category	Amount net of provisions as at 31st March, 2020		
		Secured	Unsecured	Totals
	1. Related Parties			
	(a) Subsidiaries	0.00	0.00	0.00
	(b) Companies in the same group	0.00	0.00	0.00
	(c) Other related parties	0.00	0.00	0.00
	2. Other than related parties	21,937.48	0.00	21,937.48
	Totals	21,937.48	0.00	21,937.48
7	Investor group-wise classification of all investments(current and long term) in shares and securities (both quoted and unquoted) :			
	Category	Market Value/ Break-up or fair value of NAV	Book Value (Net of provisions)	
	As at 31st March, 2021			
	1. Related Parties			
	(a) Subsidiaries	0.00	0.00	
	(b) Companies in the same group	0.00	0.00	
	(c) Other related parties	0.00	0.00	
	2. Other than related parties	729.39	0.00	
	Totals	729.39	0.00	
	As at 31st March, 2020			
	1. Related Parties			
	(a) Subsidiaries	0.00	0.00	
	(b) Companies in the same group	0.00	0.00	
	(c) Other related parties	0.00	0.00	
	2. Other than related parties	345.88	345.88	
	Totals	345.88	345.88	
8	Other Information	Amount Outstanding as at		
		31st March, 2021	31st March, 2020	
	(i) Gross Non-Performing Assets			
	(a) Related Parties	0.00	0.00	
	(b) Other than related Parties	583.74	577.75	
	(ii) Net Non-Performing Assets			
	(a) Related Parties	0.00	0.00	
	(b) Other than related parties	455.17	471.69	
	(iii) Assets acquired in satisfaction of Debt	578.72	568.39	

32.2 The disclosures as required by the NBFC Master Directions issued by the Reserve Bank of India

i) Capital Adequacy Ratio

(Amount in Lakhs)

Particulars	As at 31-03-2021	As at 31-03-2020
Tier I capital	5,074.99	4,725.83
Tier II Capital	803.17	856.13
Total Capital	5,878.16	5,581.96
Total Risk Weighted Assets	21,504.93	21,567.66
Capital Ratios		
Tier I Capital as a percentage of Total Risk Weighted Assets(%)	23.60	21.91
Tier II Capital as a percentage of Total Risk Weighted Assets(%)	3.73	3.97
Total (%)	27.33	25.88
Amount of Subordinated Debt raised as Tier-II capital	1,186.37	1,186.37
Amount raised by issue of Perpetual Debt instruments	47.50	47.50



ii) Investments

(Amount in Lakhs)

Particulars		As at 31-03-2021	As at 31-03-2020
1)	Value of Investments		
(i)	Gross Value of Investments		
a)	In India	729.39	345.88
b)	Outside India	0.00	0.00
(ii)	Provision for Depreciation		
a)	In India	0.00	0.00
b)	Outside India	0.00	0.00
(iii)	Net Value of Investments		
a)	In India	729.39	345.88
b)	Outside India	0.00	0.00
2)	Movement of provisions held towards depreciation on investments		
(i)	Opening Balance	0.00	0.00
(ii)	Add: Provisions made during the year	0.00	0.00
(iii)	Less: Write-off/ Write-back of excess provisions during the year	0.00	0.00
(iv)	Closing Balance	0.00	0.00

iii) Derivatives

The company has not entered into derivatives of any form during the year.

iv) Securitisation

Particulars		As at 31-03-2021	As at 31-03-2020
I)	Disclose on securitisation		
1	No. of Special Purpose Vehicle (SPV) sponsored by the NBFC for securitisation transactions		
2	Total Amount of securitised assets as per books of SPVs sponsored		
3	Total amount of exposures retained by the NBFC to comply with Minimum Retention Ratio (MRR) as on the date of balance Sheet		
a)	Off balance Sheet exposures		
•	First Loss		
•	Others		
b)	On-Balance Sheet Exposures		
•	First Loss		
•	Others		
4	Amount of Exposures to Securitisation transactions other than MRR		
a)	Off balance Sheet exposures		
i)	Exposure to own Securitisations		
•	First Loss		
•	Others		
ii)	Exposure to third party Securitisations		
•	First Loss		
•	Others		
b)	On-Balance Sheet Exposures		
i)	Exposure to own Securitisations		
•	First Loss		
•	Others		
ii)	Exposure to third party Securitisations		
•	First Loss		
•	Others		
II)	Details of Financial Assets sold to Securitisation/ reconstruction Company for the Asset reconstruction		
(i)	No. of Accounts		
(ii)	Aggregate Value (net of Provisions) of accounts sold to SC/RC		
(iii)	Aggregate Consideration		
(iv)	Additional consideration realised in respect of accounts transferred in earlier years		
(v)	Aggregate gain/loss over net book value		



III)	Details of Assignment transactions undertaken by NBFCS		
(i)	No. of Accounts		
(ii)	Aggregate Value (net of Provisions) of accounts sold		
(iii)	Aggregate Consideration		
(iv)	Additional consideration realised in respect of accounts transferred in earlier years		
(v)	Aggregate gain/loss over net book value		
IV)	Details of Non-performing financial assets purchased/sold		
A.	<u>Details of Non-performing financial assets purchased:</u>		
1.	(a) No. Of accounts purchased during the year		
	(b) Aggregate outstanding		
2.	(a) Of these, number of accounts restructured during the year		
	(b) Aggregate outstanding		
B.	<u>Details of Non-performing Financial Assets sold:</u>		
1.	No. of accounts sold		
2.	Aggregate outstanding		
3.	Aggregate consideration received		

v) Asset Liability Management

Maturity pattern of certain items of Assets and Liabilities as at March 31, 2021 (Amount in Lakhs)

Particulars	Deposits	Advances	Investments	Borrowings	Foreign Currency
Upto 1 month	16.02	5,010.29	500.00	847.10	0.00
Over 1 month to 2 months	11.82	1,726.00	5.02	790.00	0.00
Over 2 months to 3 months	65.32	1,698.08	0.00	821.05	0.00
Over 3 months to 6 months	203.89	3,267.64	5.20	4,493.48	0.00
Over 6 months to 1 year	368.72	4,942.47	0.00	3,613.25	0.00
Over 1 year to 3 years	1,025.28	5,665.80	108.23	5,397.35	0.00
Over 3 years to 5 years	133.48	245.06	87.87	2,094.91	0.00
Over 5 years	0.00	386.33	23.07	663.19	0.00
Total	1,824.53	22,941.67	729.39	18,720.33	0.00

Maturity pattern of certain items of Assets and Liabilities as at March 31, 2020 (Amount in Lakhs)

Particulars	Deposits	Advances	Investments	Borrowings	Foreign Currency
Upto 1 month	20.32	4,867.53	300.00	831.63	0.00
Over 1 month to 2 months	23.37	1,718.34	0.00	761.96	0.00
Over 2 months to 3 months	12.24	1,696.18	0.00	750.84	0.00
Over 3 months to 6 months	3.71	3,596.49	0.00	2,277.42	0.00
Over 6 months to 1 year	0.00	5,430.26	0.00	3,991.52	0.00
Over 1 year to 3 years	0.00	5,554.12	5.02	7,395.00	0.00
Over 3 years to 5 years	0.00	280.82	3.48	1,250.34	0.00
Over 5 years	0.00	302.92	37.38	1,697.95	0.00
Total	59.64	23,446.66	345.88	18,956.66	0.00

vi) Exposures

I. Exposure to Real Estate Sector, both Direct and Indirect (Amount in Lakhs)

Category	As at 31-03-2021	As at 31-03-2020
a) Direct Exposure		
(i) Residential Mortgage- Lending fully secured Mortgages on residential property that is or will be occupied by the borrower or that is rented:		
(ii) Commercial Real Estate Lending secured by mortgages on commercial real estates (office building, retail space, multipurpose commercial premises, multi-family residential buildings, multi-tenanted commercial premises, industrial or warehouse space, hotels, land acquisition, development and construction, etc.). Exposure would also include non-fund based limites		
(iii) Investments in Mortgage Backed Securities(MBS) and other securitised exposures- • Residential • Commercial Real Estate		
b) Indirect Exposure Fund based and Non-fund based exposures on National Housing Bank(NHB) and Housing Finance Companies(HFCs)		
Total Exposure		



II. Exposure to Capital Market

(Amount in Lakhs)

Particulars	As at 31-03-2021	As at 31-03-2020
(i) direct investment in equity shares, convertible bonds, convertible debentures and units of equity-oriented mutual funds the corpus of which is not exclusively invested in corporate debt;		
(ii) advances against shares/bonds/debentures or other securities or on clean basis to individuals for investments in shares(including IPOs/ESOPs), convertible bonds, convertible debentures, and units of equity-oriented mutual funds;		
(iii) advances for any other purposes where shares or convertible bonds or convertible debentures or units of equity oriented mutual funds are taken as primary security		
(iv) advances for any other purposes to the extent secured by the collateral security of shares or convertible bands or convertible debentures or units of equity oriented mutual funds i.e. where the primary security other than shares/convertible bonds/ convertible debentures/ units of equity oriented mutual funds does not fully cover the advances;		
(v) Secured and unsecured advances to stockbrokers and guarantees issued on behalf of stockbrokers and market makers;		
(vi) loans sanctioned to corporates against the security of shares/bonds/debentures or other securities or other securities or on clean basis for the meeting promotor's contribution to the equity of new companies in anticipation of raising resources;		
(vii)bridge loans to companies against expected equity flows/issues;		
(viii)all exposures to Venture Capital Funds (both registered and unregistered)		
Total Exposure to Capital Market		

vii) Other Regulatory Registrations

S.No.	Regulator	Registration No.
1	Ministry of Company Affairs	U65921PBI987PLC007523
2	Reserve Bank of India	06.00180 dated 14-12-1998

viii) Penalties levied by RBI and other Regulators-

No penalties have been imposed by RBI and other regulators during the F.Y. 2020-21 and F.Y. 2019-20

ix) Ratings assigned by Credit Rating Agencies-

Credit rating assigned by Care Rating Limited during the year :

S.No.	Facility/Instrument	Amount(Rs. Crores)	Rating
1	Long-term Bank Facilities	70(Rs. Seventy Crores)	CARE BBB- : Stable
2	Non Convertible Debentures issue	40(Rs. Forty Crores)	CARE BBB-: Stable
3	Medium Term Fixed Deposits	30(Rs.Thirty Crores)	CARE BBB(FD) : Stable

x) Provisions and Contingencies

(Amount in Lakhs)

Break-up of Provisions and contingencies' shown under the head Expenditure in Profit and Loss A/c	As at 31-03-2021	As at 31-03-2020
Provisions for depreciation on investment	0.00	0.00
Provision towards NPA	22.51	21.17
Provisions made towards Income Tax	107.89	135.61
Other Provision and Contingencies (With Details)	0.00	0.00
Provision for diminution in value of Repossessed assets	9.50	109.04
Provision on Loans under Moratorium	0.00	19.08
Provisions for Standard Assets	0.00	1.31
Total	139.90	286.21

Provisions reversed during the year has been shown as Income in the Statement of Profit and Loss and has not been shown above.

xi) Concentration of Deposits, Advances, exposures and NPAs

I. Concentration of Deposits

(Amount in Lakhs)

Particulars	As at 31-03-2021	As at 31-03-2020
Total deposits of twenty largest depositors	699.47	59.54
Percentage of deposits of twenty largest depositors to Total depositors of the NBFC	38.34%	100.00%



II Concentration of Advances (Amount in Lakhs)

Particulars	As at 31-03-2021	As at 31-03-2020
Total Advances of twenty largest borrowers	108.75	80.22
Percentage of Advances of twenty largest borrowers to Total Advances of the NBFC	0.52%	0.37%

III Concentration of Exposures

Particulars	As at 31-03-2021	As at 31-03-2020
Total Exposure of twenty largest borrowers/customers	NA	
Percentage of Exposure of twenty largest borrowers/Customers to Total Exposures of the NBFC on borrowers/customers		

IV Concentration of NPA (Amount in Lakhs)

Particulars	As at 31-03-2021	As at 31-03-2020
Total Exposure of top four NPA Accounts	9.80	10.85

xii) Sector-wise NPAs

S.No.	Sector	Percentage of NPA to Total Advances in that Sector as on 31-03-2021	Percentage of NPA to Total Advances in that Sector as on 31-03-2020
1	Agriculture & allied activities	0.00	0.00
2	MSME	0.00	0.00
3	Corporate borrowers	0.00	0.00
4	Services	0.00	0.00
5	Unsecured personal loans	0.00	0.00
6	Auto Loans	3.26	2.85
7	Other personal Loans	0.00	0.00

xiii) Movement of NPA (Amount in Lakhs)

Particulars	As at 31-03-2021	As at 31-03-2020
(i) Net NPAs to Net Advances (%)	2.56%	2.34%
(ii) Movement of NPA (Gross)		
a) Opening Balance	577.75	428.61
b) Added under Scheme of Amalgamation	0.00	0.00
c) Additions during the year	5.99	149.14
d) Reduction during the year	0.00	0.00
e) Closing Balance	583.74	577.75
(iii) Movement of Net NPA		
a) Opening Balance	471.69	343.72
b) Added under Scheme of Amalgamation	0.00	0.00
c) Additions during the year	0.00	127.97
d) Reduction during the year	16.52	0.00
e) Closing Balance	455.17	471.69
(iv) Movement of provision for NPA (excluding provision on Standard Assets)		
a) Opening Balance	106.06	84.89
b) Added under Scheme of Amalgamation	0.00	0.00
c) Provisions made during the year	22.51	21.17
d) Write-off/Write-back of excess provisions	0.00	0.00
e) Closing Balance	128.57	106.06

xiv) Customer Complaints

a)	No. of complaints pending at the beginning of the year	NIL
b)	No. of complaint received during the year	NIL
c)	No. of complaints redressed during the year	NIL
d)	No. of complaints pending at the end of the year	NIL



32.3 LIQUIDITY COVERAGE RATIO DISCLOSURES

Disclosures as per the circular no. RBI/2019-20/88 DOR.NBFC (PD) CC. No. 102/03.10.001/2019-20 dated November 4, 2019 issued by Reserve Bank of India on "Liquidity Coverage Ratio (LCR)"

Liquidity Coverage Ratio (LCR) for the quarter ended March 31, 2021

(Rs. In lakhs)

Particulars	March 31, 2021		December 31, 2020 ##		
	Total Unweighted value (average)*	Total Unweighted value (average)#	Total Unweighted value (average)*	Total Unweighted value (average)#	
High Quality Liquid Assets					
1	Total High Quality Liquid Assets (HQLA)	4,228.47	3,293.71	3,194.88	2,796.54

Cash Outflows

2	Deposits (for deposit taking companies)	16.02	18.42	15.73	18.09
3	Unsecured wholesale funding	0.00	0.00	0.00	0.00
4	Secured wholesale funding	0.00	0.00	0.00	0.00
5	Additional requirements, of which	0.00	0.00	0.00	0.00
(i)	Outflows related to derivative exposures and other collateral requirements	0.00	0.00	0.00	0.00
(ii)	Outflows related to loss of funding on debt products	0.00	0.00	0.00	0.00
(iii)	Credit and liquidity facilities	0.00	0.00	0.00	0.00
6	Other contractual funding obligations	847.10	974.17	809.72	931.18
7	Other contingent funding obligations	0.00	0.00	0.00	0.00
8	TOTAL CASH OUTFLOWS	863.12	992.59	825.45	949.27

Cash Inflows

9	Secured lending	0.00	0.00	0.00	0.00
10	Inflows from fully performing exposures	1,258.47	943.85	1,292.64	969.48
11	Other cash inflows	975.00	731.25	975.00	731.25
12	TOTAL CASH INFLOWS	2,233.47	1,675.10	2,267.64	1,700.73

		Total Adjusted Value	Total Adjusted Value
13	TOTAL HQLA	3,293.71	2,796.54
14	TOTAL NET CASH OUTFLOWS	248.15	237.32
15	LIQUIDITY COVERAGE RATIO	1327.31%	1178.38%

* Unweighted values calculated as outstanding balances maturing or callable within 30 days (for inflows and outflows).

Weighted values calculated after the applications of respective haircuts (for HQLA) and stress factors on inflows and outflows.

The figures pertaining to December, 2020 are unaudited and are as represented by the management, which have been relied upon by the auditors.

Classification of inflows and outflows for determining the run off factors is based on the same estimates and assumptions as used by the Company for compiling the return submitted to the RBI, which has been relied upon by the auditors. The figures as at January 31, 2021 and February 28, 2021 used in the computation of Total High Quality Liquid Assets (HQLA) are as represented by the management, which have been relied upon by the auditors.

Qualitative Disclosures around Liquidity Coverage Ratio (LCR)

The Reserve Bank of India has prescribed Guidelines on Maintenance of Liquidity Coverage Ratio (LCR). All non-deposit taking NBFCs with assets size of Rs. 10,000 crores and above, and all deposit taking NBFCs irrespective of their assets size, is required to maintain a liquidity buffer in terms of LCR which will promote resiliency of NBFCs to potential liquidity disruptions by ensuring that they have sufficient High Quality Liquid Asset (HQLA) to survive any acute liquidity stress scenario lasting for 30 days. The Stock of HQLA to be maintained by the NBFCs shall be minimum of 100% of total net cash outflows over the next 30 calendar days.

The LCR requirements was applicable from December 1, 2020 with the minimum HQLAs to be held being 50% of the LCR, progressively reaching a level of 60%, 70%, 85% and 100% by December 1, 2021, December 1, 2022, December 1, 2023, December 1, 2024 respectively.

Liquidity Coverage Ratio (LCR) ratio comprised of High Quality liquid assets (HQLAs) as numerator and net cash outflows in 30 days as denominator.



The average LCR is computed at as simple averages of monthly observations over the previous quarter (i.e. average of three months i.e. January 2021, February, 2021 and March, 2021 for the quarter ended March 31, 2021 and average of three months i.e. October 2020, November, 2020 and December, 2020 for the quarter ended December 31, 2020)

The Company, during the quarter ended March 31, 2021, had maintained average HQLA (after haircut) of Rs. 3293.71 lakhs against Rs. 2796.54 lakhs for the quarter ended December 31, 2020. HQLA primarily includes cash on hand, bank balances in current account and demand deposits with Scheduled Commercial Banks held as per the provisions of Section 45 IB of RBI Act, is reckoned as HQLA.

The Company has implemented the LCR framework and has maintained LCR well above the regulatory threshold. The average LCR for the quarter ended March 31, 2021 was 1327.31% which is above the regulatory requirement of 50%. For the quarter ended December 31, 2020 average LCR was stood at 1178.38%

32.4 LIQUIDITY RISK

Disclosure on Liquidity risk for the quarter ended March 31, 2021 pursuant to RBI circular dated November 04, 2019 on Liquidity risk management framework for Non-banking Financial Companies and Core Investment Companies

(i) Funding concentration based on significant counterparty (both deposits and borrowings)

Sr. No.	Number of significant counterparties	(Rs. In lakhs)		
		Amount*	% of Total deposits	% of Total liabilities
1	19.0	19,531.57	1070.50%	91.94%

* includes securitisation liabilities exposures

(ii) Top 20 large deposits

Particulars		
Total amount of top 20 large deposits		699.47
Percentage of amount of top 20 large deposits to total deposits		38.34%

(iii) Top 10 borrowings

Particulars		
Total amount of top 10 borrowings *		16,385.61
Percentage of amount of top 10 borrowings to total borrowings		87.53%

(iv) Funding concentration based on significant instrument/product

Sr. No.	Name of the instrument/product	Amount	% of Total liabilities
1	Secured Redeemable non-convertible Debentures	5,834.26	27.46%
2	Term Loan fro banks	2,771.30	13.05%
3	Term loan from financial institutions/	8,638.33	40.66%
4	Deposits	1,824.53	8.59%
5	Sub-ordinated debts	1,476.43	6.95%

(v) Stock Ratios:

Particulars	As a % of Total public Funds	As a % of Total liabilities	As a % of Total assets
(a) Commercial papers			
(b) Non-convertible debentures (original maturity of less than one year)			
© Other short-term liabilities	3.40%	3.29%	2.64%

(vi) Institutional set-up for liquidity risk management

Refer Note No. 31.6 Risk management structure and Liquidity risk and funding management for institutional set-up for liquidity risk management.

*Notes

- 1) Significant counterparty is defined as a single counterparty or group of connected or affiliated counterparties accounting in aggregate for more than 1% of the NBFC-NDSI's, NBFC-Ds total liabilities as defined in RBI Circular RBI/2019-20/88 DO R.NBFC (PD) CC. No. 102/03.10.001.2019-20 dated November 4, 2019 on Liquidity Risk Manangement Framework for Non-Banking Financial Companies and Core Investment Companies.



- 2) Significant instruments/product is defined as a single instrument/product of group of similar instruments/products which in aggregate amount to more than 1% of the NBFC-NDSI's, NBFC-Ds total liabilities, as defined in RBI Circular RBI/2019-20/88/DO R.NBFC (PD) CC. No. 102/03.10.001/2019-20 dated November 4, 2019 on Liquidity Risk Management Framework for Non-banking Financial Companies and Core Investment Companies.
- 3) Total Liabilities has been computed as sum of all liabilities (Total of Balance Sheet less Total Equity less Unearned Interest).
- 4) Public Funds includes funds raised either directly or indirectly through public deposits, inter corporate deposits, bank finance and all funds received from outside sources such as funds raised by issue of Commercial Papers, debentures etc. but excludes funds raised by issue of instruments compulsorily convertible into equity shares within a period not exceeding 5 years from the date of issue, as defined in Master Direction - Non-banking Financial Company- Systemically Important Non-Deposit taking Company and Deposit taking Company (Reserve bank) Directions, 2016.
- 5) The amount stated in this disclosure is based on the audited financial statements for the year ended March 31, 2021.

32.5 ASSET CLASSIFICATION AND PROVISIONING DISCLOSURE

Disclosure as per the Circular No. DOR.No.B.P.BC.63/21.04.048/2019-20 dated April 17, 2020 issued by Reserve Bank of India on COVID 19 regulatory package - Asset Classification and provisioning" for the year ended March 31, 2021

(Rs. In Lakhs)

Particulars	As at 31st March, 2021
1. Amount in SMA/overdue categories where moratorium/deferment was extended *	1062.84
2. Respective amount where asset classification benefit is extended **	Nil
3. Provisions made during quarter in terms of paragraph 5 of the above circular ***	Nil
4. Provisions adjusted against the respective accounting period for slippages and residuals provisions in terms of paragraph 6 of the above circular****	19.08

*Outstanding as on March 31, 2021 on account of SMA categories cases where moratorium benefit is extended by the Company upto August 31, 2020 is Nil.

**There are Nil accounts as on March 31, 2021 where the assets classification benefit is extended for cases which were entitled to a moratorium until August 31, 2020, as the assets classification is based on the actual performance of the account post moratorium.

***The Company had made No provision for impairment loss under ECL model wherever applicable for the quarter ended March 31, 2021. Further the Company has considered the additional provisions for the computation under IRAC Norms as required under RBI Circular dated March 13, 2020.

****The provision made for moratorium as on 31st March, 2020 has been fully adjusted for slippage and residual provision during the year.

32.6 The Company management has informed that no account of Loans and Advances have been restructured during the year which has been relied upon by the auditors.

32.7 The Disclosures as required by the Master Direction - Monitoring of frauds in NBFCs' issued by RBI dated 29th September, 2016:.

No frauds has been occurred/detected during the year under audit

As per our report of even date attached
For **ASHISH THUKRAL & ASSOCIATES,**
CHARTERED ACCOUNTANTS
(Registration No. 028252N)

(**ASHISH THUKRAL**)
PROPRIETOR
(Membership No. 531979)
PLACE; Jalandhar

DATED; 30-06-2021

For and on behalf of Board of Directors
of Amrit Malwa Capital Limited

CHIEF FINANCIAL OFFICER

Rajesh Mehta

COMPANY SECRETARY

Abinav

DIRECTORS

DOO

(DIN: 01583946)

Pawajzel

(DIN: 01601518)

TVG

(DIN: 01639458)

Johar Singh

(DIN: 03288536)

Y. K. Khatwal

(DIN: 02427388)